HBL

Quarterly Report

September 2026

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CORPORATE INFORMATION

Board of Directors

Mr. Sultan Ali Allana
Chairman

Mr. Shaffiq Dharamshi
Director

Mr. Moez Ahamed Jamal
Director

Mr. Salim Raza
Director

Dr. Najeeb Samie
Director

Mr. Khaleel Ahmed
Director

Ms. Saba Kamal
Director

Mr. Muhammad Nassir Salim
President & CEO

Chief Financial Officer

Mr. Irfan Ahmed Meer

Company Secretary

Mr. Uzman Naveed Chaudhary

Legal Advisors

Mandviwalla and Zafar
Legal Consultants and Advocates

Auditors

A.F. Ferguson & Co.
Chartered Accountants

Share Registrar

CDC Share Registrar Services Limited
CDC House, 99 – B, Block 'B',
S.M.C.H.S., Main Shahra-e-Faisal
Karachi – 74400, Pakistan
Tel: Customer Support Services
(Toll Free) 0800-CDCPL (23275)
Fax: (92-21) 34326053
Email: info@cdcsrsl.com
Website: www.cdcsrsl.com

HBL Corporate Secretariat

Phone: (92-21) 37137543
Fax: (92-21) 35148370

Principal Office

Habib Bank Limited
HBL Tower, Plot No. G-4,
KDA Scheme 5, Block 7 Clifton,
Karachi, Pakistan
Phone: (92-21) 33116030

Registered Office

Habib Bank Limited
9th Floor, Habib Bank Tower,
Jinnah Avenue, Blue Area, Islamabad,
Pakistan
Phone: (92-51) 2270856, (92-51) 2821183
Fax: (92-51) 2872205

Corporate Website

www.hbl.com

Internet Banking

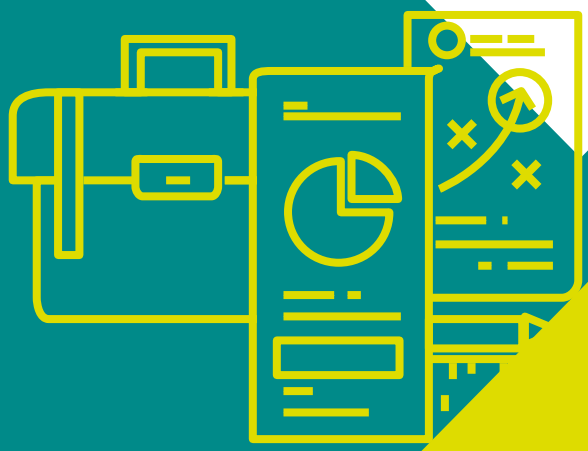
www.hbl.com/personal/digital-banking/ hbl-internetbanking

Konnect

www.hbl.com/konnect

hblbank | HBLPak

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS



DIRECTORS' REPORT

On behalf of the Board of Directors, we are pleased to present the Consolidated Financial Statements for the nine months ended September 30, 2026.

Macroeconomic Review

With a 3.65% GDP growth in FY'26, Pakistan's economy continues to consolidate gains from the macro stability during the first quarter of FY'27 with encouraging signs from manufacturing sectors. Large-Scale Manufacturing grew by 5% in the last fiscal year and further grew by 2% in the last two months. Recent resurgence of Middle East conflict has led to further increase in already elevated global commodity prices. Inflation of 10.3% in Sep'26 remains in double-digit with Q3'26 average of 10.2% compared to 4.3% in same period last year; 7.1% in FY'26.

Pakistan's economic pick-up has led to a surge in the import bill, fuelled by domestic demand and elevated commodity prices. Imports for Q3'26 rose by 14.3% YoY, outstripping a 7.7% growth in exports. Trade deficit thus widened by 21.1% to $ 1.6 billion. Remittances provided a robust offset growing by 14.0% YoY to $ 10.9 billion in this quarter, partially mitigating the higher trade gap. Therefore, current account deficit rose by 15.8% to $0.9 billion in Q3 compared to $ 0.8 billion in the same period last year. To encourage remittance through formal channels, Pasban Remittance Reward Scheme, a self-sustained scheme with Rs 16 billion in annual prizes was launched.

The external position improved significantly as SBP reserves reached an all-time high of $ 21.4 billion, successfully exceeding the Dec'26 target of $ 20.0 billion. The proceeds from largest ever bond issuance of $ 3 billion through a dual-tranche Eurobond transaction in Sep'26 pushed the FX reserves to record levels. Staff-level agreement was reached with the IMF on the fourth review under the Extended Fund Facility and the third review under the Resilience and Sustainability Facility, paving the way for the release of $ 1.2 billion upon Executive Board approval.

After the recent S&P upgrade, Moody's has also upgraded Pakistan's sovereign credit rating from Caa1 last year to B3 with a Stable Outlook. The upgrade acknowledges the recent improvements in the country's external and fiscal metrics.

In the volatile geo-political backdrop, surge in already high oil prices and a volatile global bond market, the equity market displayed a cautious and moderately weaker tone during the quarter. The KSE-100 declined 5.7% in Q3'26 to close at 170k points as escalation in Middle East conflict turned sentiment sore. Average daily volumes on the KSE-100 declined by 12% quarter-on-quarter, with a sharper 42% drop in the month of Sep'26 reflecting the more restrained approach adopted by investors.

The SBP's monetary policy committee meeting in Sep'26 decided to maintain the policy rate at 11.5%. The committee reiterated its commitment towards price stability amid elevated risks from volatile global commodity prices, potential electricity and gas tariff adjustments, and food price movements.

Financial Performance

HBL continued its growth trajectory and declared a consolidated profit before tax of Rs 115.0 billion in the nine months of 2026, compared to Rs 112.2 billion in the same period last year. With a 1% reduction in applicable tax rate, the profit after tax rose to Rs 54.1 billion, an increase of 5% year-on-year. The Bank's revenue remained robust, despite the impact of spread compression, supported by tighter cost controls. The earnings per share improved from Rs 34.97 in 9M'25 to Rs 36.84 in 9M'26.

HBL's balance sheet grew by 16% over Dec'25 to Rs 8.9 trillion. The Bank's deposits have increased to Rs 5.9 trillion in Sep'26, an increase of Rs 348 billion. This was led by strong growth in domestic deposits of which over 75% was driven by growth in current account deposits. CA mix has jumped above 40% in Sep'26 to reach 40.2% vs 37.6% in Dec'25. The Bank's lending book has increased to Rs 2.2 trillion, reflecting the Bank's sustained support for economic activity through supporting priority sectors. The industry-leading consumer business continued to grow, reaching Rs 199 billion. The Group's agriculture portfolio increased to Rs 119 billion, while the SME lending book expanded to Rs 183 billion. The Group actively supports government schemes covering priority sectors, while continuing its organic expansion across consumer, agriculture, and SME lending.

HBL's net interest income rose to Rs 210 billion, despite the impact of spread compression. Average balance sheet volumes grew by 11%, with current account deposits playing a major role in average deposit growth. This has reduced deposit cost compared to 9M'25, helping offset the impact of margin compression. HBL's non-fund income continues its positive trajectory, increasing by 8% to reach Rs 73 billion. This was driven by a double-digit growth in fees of 15% and steady support from treasury related income. While the Bank's flagship Cards business continued to deliver strong performance, Remittances, Trade, and G2P income registered stellar growth. Consequently, HBL's total revenue for 9M'26 increased to Rs 283 billion.

With a sharper focus on cost discipline, the growth in administrative expenses was constrained to 6%. A provision reversal during the quarter helped contain 9M'26 provision charge to Rs 4.1 billion compared to Rs 7.8 billion in 9M'25. However, total provision coverage, including general provisions, remained well above 100% with asset quality improving to 4.5%.

Movement in Reserves

	Rupees in million
Unappropriated profit brought forward	273,411
Impact of change in accounting policy	(1,715)
Unappropriated profit brought forward – restated	271,696
Profit attributable to equity holders of the Bank	54,041
Re-measurement gain on defined benefit obligations of associates – net of tax	9
Transferred from surplus on revaluation of assets – net of tax	1,609
Realised gain on equity investments designated as FVOCI	403
	56,062
Profit available for appropriation	327,758
Appropriations:	
Transferred to statutory reserves	(5,417)
Cash dividend – Final 2025	(8,801)
Cash Dividend – Q1 2026	(8,801)
Cash Dividend – Q2 2026	(8,801)
Total appropriations	(31,820)
Unappropriated profit carried forward	295,938
Earnings per share (Rupees)	36.84

Capital Ratios

The strong results continued to increase internally generated capital, adding 65 bps to the Tier-1 Capital Adequacy Ratio (CAR). Consolidated Tier 1 CAR decreased by 93 bps over Jun'26 to 12.75%, primarily as a result of implementation of Basel III credit risk framework. HBL's consolidated total CAR of 16.1% was lower due to the impact of new regulations and the drop in surplus on investments. Both ratios remain comfortably above regulatory requirements.

Dividend

The Board of Directors, in its meeting held on October 22, 2026, has declared an interim cash dividend of Rs 6 per share (60%) for the quarter ended September 30, 2026, taking nine-month dividends to Rs 18 per share.

Future Outlook

Looking ahead, the global and geopolitical landscape remains challenging, marked by the continuation of the Middle East conflict and the associated risks to trade flows. Brent crude briefly touched its highest level since May, underscoring the fragility of energy supply flows. Against this backdrop, the Government's amended refinery upgradation policy and the recent signing of upgrade agreements represent an important step towards building greater resilience in the domestic energy supply chain. These projects are expected to modernize capacity and production capabilities, strengthening the country's ability to absorb external shocks. In an environment of elevated geopolitical uncertainty, progress on these measures will be important for supporting medium-term energy security.

Inflation is expected to remain above the 5 – 7% target range in the near term, with both headline and core measures staying elevated. Inflation expectations of businesses and consumers have risen, and the risks to the outlook have increased with the likely return to the upper bound of the inflation target range which remains sensitive to developments in the global energy markets, climate risks and the subsequent trajectory of domestic food prices.

On the external front, elevated international oil prices and momentum in domestic economy is expected to keep the import bill elevated in the coming months, sustaining the trade deficit. Remittances, which have remained resilient and are projected to provide a meaningful buffer, should help contain the current account gap. Foreign exchange reserves are expected to receive a further boost from the forthcoming IMF disbursement of the $ 1.2 billion tranche upon board approval. The authorities have also indicated plans to diversify external financing through further Panda bond issuances under the existing programme and potential Sukuk offerings, subject to market conditions.

The government's commitment to fiscal discipline under the IMF programme is expected to continue. The IMF has emphasized the need to phase out the broad fuel support scheme given its high cost, and to channel any future assistance through targeted social programmes within the existing budget envelope.

Looking ahead to the upcoming Monetary Policy Committee meeting, the SBP is expected to maintain a prudent and measured approach. With inflation remaining above the target range, the Committee is likely to prioritize anchoring inflation expectations.

HBL continues to have a strong 2026. Our digital presence continues to grow, with more than 5.5 million users of Mobile Banking transacting over Rs 11 trillion during 9M'26, reflecting a growth of 36% over the same period last year. HBL also continued to support national priorities in financial inclusion and digital payments. HBL launched the HBL PayPak UnionPay co-badge Debit Card in partnership with PayPak and UnionPay International, combining domestic acceptance with international reach on a single card. HBL is also amongst the leading banks under the Government's Apna Ghar Program (Ghar Ho to Apna), with disbursements exceeding Rs 7 billion. On the B2B front with HBL Konnect, cash digitization initiatives recorded 8% growth, contributing to reduced cash dependency, enhanced transactional transparency, and a more digitally connected economy.

HBL has maintained its leadership across the agriculture industry, in line with the Government and regulators' focus towards enhancing access to finance for SME and agriculture sector, playing a pioneering role as the first to adopt the new crop insurance framework CLIS+, while actively contributing key recommendations to further refine and improve insurance for farmers.

HBL remains committed to its gender diversity goals, and in recognition of these efforts, the Bank secured first place in the financial sector category at the IFC-PBC Employer of Choice Gender Diversity Awards. In recognition of its Islamic Banking efforts, HBL received a plethora of awards at the Islamic Finance News Awards 2025 and the Asset Triple A Islamic Finance Awards 2026.

Appreciation and Acknowledgement

On behalf of the Board and management, we would like to place on record our appreciation for the efforts of our regulators and the Government of Pakistan, in particular the State Bank of Pakistan, the Ministry of Finance and the Securities and Exchange Commission of Pakistan. In these challenging times, they have stepped up with policies and measures that are prudent, proactive and balanced, protecting the economy, customers and people of Pakistan, while also safeguarding the integrity and soundness of the banking and financial services industry.

We are indebted to our customers, many of whom have banked with us for generations, and who continue to entrust us with their business and confidence. Our shareholders have provided steadfast support and to them, and to all our stakeholders, we are deeply grateful. The Board and the management remain committed to maintaining the highest standards of governance and we assure our stakeholders that we will be industry leaders in this area.

Lastly, but certainly not the least, we express our deepest appreciation and gratitude to our employees and their families, especially in customer facing units and branches, who continually go the extra mile, even at personal cost, to ensure that our customers are able to meet their critical needs. They are our heroes and heroines, and we salute them for their dedication and tireless efforts.

On behalf of the Board

Muhammad Nassir Salim
President & Chief Executive Officer

Moez Ahamed Jamal
Director

October 22, 2026

ڈائریکٹرز رپورٹ

ہمیں بورڈ آف ڈائریکٹرز کی جانب سے 30 ستمبر 2026ء کو ختم ہونے والی تیسری سہ ماہی کے مختصر عبوری مجموعی مالیاتی گوشوارے پیش کرتے ہوئے مسرت محسوس ہو رہی ہے۔

کلیاتی اقتصادیات کا جائزہ

مالی سال 26ء میں 3.65% جی ڈی پی نمو کے بعد، مالی سال 27ء کی پہلی سہ ماہی کے دوران مجموعی استحکام کی بدولت پاکستان کی معیشت میں بہتری کا سلسلہ جاری ہے، جبکہ مینوفیکچرنگ شعبے سے حوصلہ افزا اشارے سامنے آ رہے ہیں۔ بڑے پیمانے کی مینوفیکچرنگ میں گزشتہ مالی سال کے دوران 5% اضافہ ہوا جبکہ گزشتہ دو ماہ کے دوران اس میں مزید 2% اضافہ ریکارڈ کیا گیا۔ مشرقِ وسطیٰ میں حالیہ کشیدگی کے دوبارہ بڑھنے کے باعث پہلے ہی بلند سطح پر موجود عالمی اجناس کی قیمتوں میں مزید اضافہ ہوا ہے۔ ستمبر 26ء میں افراطِ زر دو ہندسوں میں برقرار رہتے ہوئے 10.3% رہی، جبکہ تیسری سہ ماہی کی اوسط افراطِ زر 10.2% رہی ہے، جو گزشتہ سال کے اسی عرصے میں 4.3% اور مالی سال 26ء کی اوسط 7.1% ریکارڈ کی گئی۔

پاکستان میں معاشی سرگرمیوں میں اضافے کے باعث درآمدی بل میں اضافہ ہوا، جسے مقامی طلب اور اجناس کی بلند قیمتوں نے مزید تقویت دی۔ مالی سال 26ء کی تیسری سہ ماہی میں درآمدات سال بہ سال 14.3% بڑھیں جو برآمدات میں 7.7% اضافے کے مقابلے میں زیادہ تھیں۔ نتیجتاً، تجارتی خسارہ 21.1% بڑھ کر 1.6 بلین ڈالر تک پہنچ گیا۔ ترسیلاتِ زر سال بہ سال 14.0% کے بھرپور اضافے کے ساتھ اس سہ ماہی میں 10.9 بلین ڈالر تک پہنچ گئیں، جس سے اس خسارے کو جزوی طور پر کم کرنے میں مدد ملی۔ یوں تیسری سہ ماہی میں کرنٹ اکاؤنٹ خسارہ 15.8% بڑھ کر 0.9 بلین ڈالر ہو گیا جو گزشتہ سال اسی عرصے میں 0.8 بلین ڈالر تھا۔ ترسیلاتِ زر کے قانونی ذرائع کو فروغ دینے کے لیے، 16 بلین روپے کے سالانہ انعامات پر مشتمل خود کفیل پاسبان ترسیلاتِ زر ریوارڈ اسکیم کا آغاز کیا گیا۔

بیرونی پوزیشن میں نمایاں بہتری آئی اور اسٹیٹ بینک آف پاکستان کے زرِمبادلہ کے ذخائر دسمبر 2026ء کے 20.0 بلین ڈالر کے ہدف کو پیچھے چھوڑتے ہوئے تاریخ کی بلند ترین سطح 21.4 بلین ڈالر تک پہنچ گئے۔ ستمبر 2026ء میں تاریخ کے سب سے بڑے بانڈ اجرا کے ساتھ دو قسطوں پر مشتمل یورو بانڈ ٹرانزیکشن کے ذریعے حاصل ہونے والی 3 بلین ڈالر کی رقم نے زرِمبادلہ کے ذخائر کو ریکارڈ سطح تک پہنچانے میں اہم کردار ادا کیا۔ آئی ایم ایف کے ساتھ ایکسٹنڈڈ فیسلٹی کے تحت چوتھے جائزے اور ریزیلینس اینڈ سسٹین ایبلٹی کے تحت تیسرے جائزے پر اسٹاف لیول ایگریمنٹ طے پایا، جس کی ایگزیکٹیو بورڈ سے منظوری کے بعد 1.2 بلین ڈالر کے اجرا کی راہ ہموار ہوئی۔

S&P کی حالیہ اپگریڈیشن کے بعد Moody's نے بھی پاکستان کی خود مختار کریڈٹ ریٹنگ گزشتہ سال کی Caa1 سے بڑھا کر B3 کر دی اور مستحکم آؤٹ لک برقرار رکھا۔ یہ اپگریڈیشن ملک کے بیرونی اور مالیاتی اشاروں میں حالیہ بہتری کا اعتراف ہے۔

بڑھتی ہوئی جغرافیائی سیاسی کشیدگی، تیل کی بلند قیمتوں اور عالمی بانڈ مارکیٹ میں اتار چڑھاؤ کے پس منظر میں ایکویٹی مارکیٹ نے سہ ماہی کے دوران محتاط اور نسبتاً کمزور رجحان کا مظاہرہ کیا۔ مشرقِ وسطیٰ میں کشیدگی بڑھنے سے سرمایہ کاروں کے جذبات متاثر ہوئے اور KSE-100 انڈیکس مالی سال 26ء کی تیسری سہ ماہی میں 5.7% کمی کے ساتھ 170 ہزار پوائنٹس پر بند ہوا۔ KSE-100 میں اوسط یومیہ تجارت کا حجم گزشتہ سال اسی سہ ماہی کے مقابلے میں 12% کم ہوا جبکہ ستمبر 26ء میں یہ کمی مزید بڑھ کر 42% تک پہنچ گئی جو سرمایہ کاروں کے محتاط رویے کی عکاسی کرتی ہے۔

ستمبر 26ء میں منعقدہ اسٹیٹ بینک آف پاکستان کی مانیٹری پالیسی کمیٹی کے اجلاس میں پالیسی ریٹ 11.5% پر برقرار رکھنے کا فیصلہ کیا گیا۔ کمیٹی نے عالمی اجناس کی قیمتوں میں اتار چڑھاؤ، بجلی اور گیس کے نرخوں میں ممکنہ ردوبدل اور غذائی اشیا کی قیمتوں سے متعلق خطرات کے باوجود قیمتوں کے استحکام کے لیے اپنے عزم کا اعادہ کیا۔

مالیاتی کارکردگی

HBL نے اپنی ترقی کی رفتار برقرار رکھتے ہوئے 2026ء کے ابتدائی نو ماہ کے دوران 115.0 بلین روپے کا مجموعی قبل از ٹیکس منافع حاصل کیا، جبکہ گزشتہ سال کے اسی عرصے میں یہ منافع 112.2 بلین روپے تھا۔ رائج ٹیکس کی شرح میں 1% کمی کے نتیجے میں بعد از ٹیکس منافع بڑھ کر 54.1 بلین روپے ہو گیا، جو سال بہ سال 5% اضافے کی عکاسی کرتا ہے۔ اسپریڈز پر دباؤ کے باوجود بینک کی آمدنی مستحکم رہی، جسے مؤثر لاگت کنٹرولز سے سہارا ملا۔ فی حصص آمدنی جو 2025ء کے نو مہینوں میں 34.97 روپے تھی، بڑھ کر 2026ء کے نو مہینوں میں 36.84 روپے ہو گئی۔

HBL کی بیلنس شیٹ دسمبر 2025ء کے مقابلے میں 16% اضافے کے ساتھ 8.9 ٹریلین روپے تک پہنچ گئی۔ ستمبر 2026ء میں بینک کے ڈپازٹس بڑھ کر 5.9 ٹریلین روپے ہو گئے، جو 348 بلین روپے کا اضافہ ظاہر کرتے ہیں۔ اس میں سرِفہرست مقامی ڈپازٹس کا کردار رہا، جس میں 75% سے زائد اضافہ کرنٹ اکاؤنٹ ڈپازٹس کی بدولت حاصل ہوا۔ کرنٹ اکاؤنٹ مکس ستمبر 2026ء میں 40% کی سطح عبور کرتے ہوئے 40.2% تک پہنچ گیا، جبکہ دسمبر 2025 میں یہ 37.6% تھا۔ بینک کی لینڈنگ بک بڑھ کر 2.2 ٹریلین روپے تک پہنچ گئی، جو ترجیحی شعبوں کی معاونت کے ذریعے اقتصادی سرگرمیوں کے فروغ کے لیے بینک کے مسلسل عزم کی عکاسی کرتی ہے۔ بینک کا انڈسٹری لیڈنگ کنزیومر بزنس اپنی ترقی کی رفتار برقرار رکھتے ہوئے 199 بلین روپے کی سطح تک پہنچ گیا۔ گروپ کا زرعی پورٹ فولیو بڑھ کر 119 بلین روپے تک پہنچ گیا جبکہ ایس ایم ای لینڈنگ پورٹ فولیو 183 بلین روپے تک وسیع ہو گیا۔ گروپ ترجیحی شعبوں کے لیے حکومتی اسکیموں کی فعال معاونت جاری رکھے ہوئے ہے، جبکہ کنزیومر، زرعی اور ایس ایم ای فنانسنگ میں اپنی نامیاتی نمو کو بھی آگے بڑھا رہا ہے۔

اسپریڈز پر مسلسل دباؤ کے باوجود HBL کی خالص سودی آمدنی بڑھ کر 210 بلین روپے تک پہنچ گئی۔ اوسط بیلنس شیٹ کے حجم میں 11% اضافہ ہوا، جس میں کرنٹ اکاؤنٹ ڈپازٹس نے نمایاں کردار ادا کیا۔ اس کے نتیجے میں 25ء کے نو مہینوں کے مقابلے میں ڈپازٹس کی لاگت میں کمی آئی، جس نے مارجن میں دباؤ کے اثرات کو جزوی طور پر کم کرنے میں مدد دی۔ HBL کی نان فنڈڈ انکم نے اپنی مثبت رفتار برقرار رکھی اور 8% اضافے کے ساتھ 73 بلین روپے تک پہنچ گئی۔ یہ پیش رفت فیسوں کی مد میں آمدنی میں 15 فیصد کی دوہندسی شرح نمو اور ٹریژری سے حاصل ہونے والی آمدنی کے مستحکم کردار کی بدولت ممکن ہوئی۔ بینک کے فلیگ شپ کارڈز بزنس مضبوط کارکردگی کے تسلسل کے ساتھ ساتھ، ترسیلاتِ زر، ٹریڈ اور G2P آمدنی میں بھی نمایاں نمو ریکارڈ کی گئی۔ نتیجتاً، 26ء کے نو مہینوں کے دوران HBL کی مجموعی آمدنی بڑھ کر 283 بلین روپے تک پہنچ گئی۔

لاگت میں کفایت بینک کی بدستور ترجیح رہی۔ انتظامی اخراجات میں اضافہ 6% تک محدود رکھا گیا۔ سہ ماہی کے دوران پرووژن ریورسل کے نتیجے میں 26ء کے نو مہینوں کا مجموعی پرووژن چارج 4.1 بلین روپے تک محدود رہا، جبکہ 25ء کے نو مہینوں میں یہ 7.8 بلین روپے تھا۔ تاہم، مجموعی پرووژن کوریج، بشمول عمومی پرووژن، 100% سے نمایاں طور پر اوپر رہی، جبکہ اثاثوں کے معیار میں بہتری کے ساتھ یہ شرح 4.5% تک بہتر ہو گئی۔

ذخائر میں اتار چڑھاؤ

	ملین روپے
افتتاحی غیر تخصیص شدہ منافع	273,411
اکاؤنٹنگ پالیسی میں تبدیلی کے اثرات	(1,715)
افتتاحی غیر تخصیص شدہ منافع کی دوبارہ تخصیص	271,696
بینک ایکویٹی کے حامل افراد کے لیے قابلِ ادائیگی منافع	54,041
ایسوسی ایٹس کے متعین فوائد کی ذمہ داریوں کی دوبارہ پیمائش پر منافع – محصول کا خالص	9
اثاثہ جات کی دوبارہ تشخیص پر سرپلس سے منتقل شدہ – محصول کا خالص	1,609
FVOCI کے طور پر ایکویٹی کی سرمایہ کاری پر موصولہ منافع	403
	56,062
مناسب کارروائی کے لیے دستیاب منافع	327,758
مختلف مدوں میں رکھی گئی رقوم:	
قانونی ذخائر میں منتقل شدہ	(5,417)
نقد منافع منقسمہ – حتمی 2025ء	(8,801)
نقد منافع منقسمہ – پہلی سہ ماہی 2026ء	(8,801)
نقد منافع منقسمہ – دوسری سہ ماہی 2026ء	(8,801)
کل تخصیص	(31,820)
اختتامی غیر تخصیص شدہ منافع	295,938
فی حصص (شیئر) آمدنی (روپے)	36.84

سرمائے کا تناسب

مضبوط نتائج نے اندرونی طور پر پیدا ہونے والے سرمائے کو مزید مضبوط بنانا جاری رکھا، جس کے نتیجے میں Tier-1 کیپٹل ایڈیکویسی ریشو (CAR) میں 65 bps کا اضافہ ہوا۔ مجموعی Tier1CAR جون 2026ء کے مقابلے میں 93 bps کم ہو کر 12.75% رہ گیا، جس کی بنیادی وجہ Basel III کریڈٹ رسک فریم ورک کا نفاذ تھا۔ نئی ریگولیشنز کے نفاذ اور سرمایہ کاری پر سرپلس میں کمی کے باعث HBL کا مجموعی کُل CAR کم ہو کر 16.1% پر رہا۔ تاہم، دونوں تناسب بدستور ریگولیٹری تقاضوں سے خاصی بلند سطح پر ہیں۔

منافع منقسمہ

بورڈ آف ڈائریکٹرز نے 22 اکتوبر 2026ء کو منعقد ہونے والے اجلاس میں 30 ستمبر 2026ء کو اختتام پذیر ہونے والی سہ ماہی کے لیے 6 روپے فی حصص (60%) کے عبوری نقد منافع منقسمہ کا اعلان کیا۔ اس اعلان کے بعد 2026ء کے ابتدائی نو ماہ کے لیے مجموعی منافع منقسمہ 18 روپے فی حصص ہو گیا ہے۔

مستقبل کی صورتِ حال

مستقبل میں عالمی اور جغرافیائی سیاسی منظر نامہ بدستور چیلنجز سے دوچار رہنے کی توقع ہے، جس کی بنیادی وجہ مشرق وسطیٰ میں جاری تنازع اور اس سے وابستہ تجارتی بہاؤ کے خطرات ہیں۔ برینٹ خام تیل کی قیمت حال ہی میں مئی کے بعد بلند ترین سطح تک پہنچ گئی، جو توانائی کی رسد کے نظام کی نازک صورتحال کی عکاسی کرتی ہے۔ اس پس منظر میں حکومت کی نظر ثانی شدہ ریفائنری اپگریڈیشن پالیسی اور حالیہ اپگریڈیشن معاہدوں پر دستخط مقامی توانائی سپلائی چین کو مزید مضبوط بنانے کی جانب ایک اہم پیش رفت ہیں۔ توقع ہے کہ یہ منصوبے ریفائنری استعداد اور پیداواری صلاحیتوں کو جدید خطوط پر استوار کریں گے، جس سے ملک کی بیرونی دباؤ کو برداشت کرنے کی صلاحیت مزید بہتر ہو گی۔ بڑھتی ہوئی جغرافیائی سیاسی غیر یقینی صورتحال کے ماحول میں ان اقدامات پر پیش رفت درمیانی مدت میں توانائی کے تحفظ کے لیے اہم کردار ادا کرے گی۔

قریب المدت عرصے میں افراطِ زر 5% تا 7% کی مقررہ حد سے اوپر رہنے کا امکان ہے، جبکہ عمومی اور بنیادی افراطِ زر دونوں بلند سطح پر برقرار رہ سکتے ہیں۔ کاروباری اداروں اور صارفین کی افراطِ زر سے متعلق توقعات میں اضافہ ہوا ہے اور منظرنامے سے متعلق خطرات بھی بڑھ گئے ہیں۔ افراطِ زر کا دوبارہ مقررہ حد کی بالائی سطح تک پہنچنا عالمی توانائی منڈیوں میں ہونے والی پیش رفت، موسمیاتی خطرات اور مقامی غذائی اشیا کی قیمتوں کے آئندہ رجحانات پر منحصر ہوگا۔

بیرونی محاذ پر بین الاقوامی سطح پر تیل کی بلند قیمتیں اور مقامی معیشت میں جاری سرگرمیوں کی رفتار آنے والے مہینوں میں درآمدی بل کو بلند رکھنے کا باعث بن سکتی ہے، جس سے تجارتی خسارے پر دباؤ برقرار رہے گا۔ ترسیلاتِ زر، جو بدستور لچک کا مظاہرہ کر رہی ہیں اور جن سے اہم معاونت کی توقع ہے، کرنٹ اکاؤنٹ خسارے کو محدود رکھنے میں مددگار ثابت ہوں گی۔ ایگزیکٹو بورڈ کی منظوری کے بعد آئی ایم ایف کی 1.2 بلین ڈالر کی متوقع قسط سے زرمبادلہ کے ذخائر کو مزید تقویت ملنے کی توقع ہے۔ حکام نے موجودہ پروگرام کے تحت مزید پانڈا بانڈز کے اجرا اور مارکیٹ کی صورتحال سے مشروط ممکنہ سکوک آفرنگز کے ذریعے بیرونی مالی وسائل کو متنوع بنانے کے منصوبوں کا بھی عندیہ دیا ہے۔

آئی ایم ایف پروگرام کے تحت مالیاتی نظم وضبط برقرار رکھنے کے لیے حکومت کی کوششیں بدستور جاری رہنے کی توقع ہے۔ آئی ایم ایف نے وسیع پیمانے پر دی جانے والی ایندھن سپورٹ اسکیم کو اس کی بلند لاگت کے باعث بتدریج ختم کرنے اور مستقبل کی کسی بھی معاونت کو موجودہ بجٹ دائرہ کار کے اندر خصوصی سماجی پروگراموں کے ذریعے فراہم کرنے کی ضرورت پر زور دیا ہے۔

آئندہ مانیٹری پالیسی کمیٹی کے اجلاس کے حوالے سے توقع ہے کہ اسٹیٹ بینک آف پاکستان محتاط اور متوازن پالیسی اپروچ برقرار رکھے گا۔ افراطِ زر کے ہدفی دائرے سے اوپر رہنے کے باعث کمیٹی کی توجہ افراطِ زر سے متعلق توقعات کو مستحکم رکھنے پر مرکوز رہنے کا امکان ہے۔

HBL کے لیے 2026ء بدستور ایک مضبوط سال ثابت ہو رہا ہے۔ ہماری ڈیجیٹل موجودگی مسلسل بڑھ رہی ہے، جہاں موبائل بینکنگ کے صارفین کی تعداد 5.5 ملین سے تجاوز کر چکی ہے اور انھوں نے 26ء کے نو مہینوں کے دوران 11 ٹریلین روپے سے زائد کے مالیاتی لین دین انجام دیے، جو گزشتہ سال کے اسی عرصے کے مقابلے میں 36% اضافے کی عکاسی کرتا ہے۔ HBL مالی شمولیت اور ڈیجیٹل ادائیگیوں سے متعلق قومی ترجیحات کی معاونت بھی جاری رکھے ہوئے ہے۔ بینک نے پے پاک اور یونین پے انٹرنیشنل کے اشتراک سے HBL پے پاک یونین پے کو بیج ڈیبٹ کارڈ متعارف کیا، جو ایک ہی کارڈ پر مقامی قبولیت اور بین الاقوامی رسائی فراہم کرتا ہے۔ HBL حکومت کے اپنا گھر پروگرام (گھر ہو تو اپنا) کے تحت بھی نمایاں بینکوں میں شامل ہے، جہاں قرضوں کی فراہمی 7 بلین روپے سے تجاوز کر چکی ہے۔ B2B شعبے میں HBL Konnect کے ذریعے کیش ڈیجیٹلائزیشن اقدامات میں 8% نمو ریکارڈ کی گئی، جس سے نقد رقم پر انحصار میں کمی، لین دین میں شفافیت کے فروغ اور زیادہ ڈیجیٹل طور پر مربوط معیشت کے قیام میں مدد ملی۔

HBL نے زرعی شعبے میں اپنی قائدانہ حیثیت برقرار رکھی ہے، جو SME اور زرعی شعبے کے لیے فنانس تک رسائی بڑھانے کے حوالے سے حکومت اور ریگولیٹرز کی ترجیحات سے ہم آہنگ ہے۔ بینک نے CLIS+ کے تحت نئے کراپ انشورنس فریم ورک کو اپنانے والا پہلا ادارہ بن کر قائدانہ کردار ادا کیا، جبکہ کسانوں کے لیے انشورنس کے نظام کو مزید مؤثر بنانے کے لیے اہم سفارشات بھی پیش کیں۔

HBL صنفی تنوع کے اہداف کے حصول کے لیے بدستور پُرعزم ہے اور انھی کوششوں کے اعتراف میں بینک نے IFC-PBC ایمپلائر آف چوائس جینڈر ڈائیورسٹی ایوارڈز میں مالیاتی شعبے کے زمرے میں پہلی پوزیشن حاصل کی۔ اسلامی بینکنگ کے شعبے میں شاندار کارکردگی کے اعتراف میں HBL کو اسلامک فنانس نیوز ایوارڈز 2025ء اور Asset Triple A اسلامک فنانس ایوارڈز 2026ء میں متعدد اعزازات سے نوازا گیا۔

اظہارِ تشکر

بورڈ اور مینجمنٹ کی جانب سے، ہم اپنے ریگولیٹرز اور حکومت پاکستان، بالخصوص اسٹیٹ بینک آف پاکستان، وزارتِ مالیات اور سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی کاوشوں کا اعتراف کرتے ہیں۔ اس غیر معمولی اور مشکل وقت میں، انھوں نے ایسی پالیسی سازی اور اقدامات کیے جو مصلحت اندیش، اور متوازن ہیں، معیشت، کسٹمرز اور پاکستانی عوام کی حفاظت کرتے ہیں، اور بینکنگ اور فنانشل سروسز انڈسٹری کی سالمیت اور بہتری کا تحفظ بھی کرتے ہیں۔

ہم اپنے کسٹمرز کے احسان مند ہیں جو نسلوں سے ہمارے ساتھ بینکاری کر رہے ہیں اور اپنے کاروبار اور اعتماد کے حوالے سے ہم پر بھروسا قائم رکھے ہوئے ہیں۔ ہمارے شیئر ہولڈرز نے ثابت قدمی سے ہمارا ساتھ دیا اور ان کے ساتھ ہم تمام اسٹیک ہولڈرز کے بھی انتہائی شکر گزار ہیں۔ بورڈ اور انتظامیہ گورننس کے اعلیٰ ترین معیارات برقرار رکھنے کے لیے پُرعزم ہے اور ہم اپنے اسٹیک ہولڈرز کو یقین دلاتے ہیں کہ اس خطے میں ہم اپنی کاروباری صنعت میں عروج پر ہوں گے۔

آخر میں، جن کی اہمیت کسی سے کم نہیں، ہم اپنے تمام ملازمین اور اُن کے اہلِ خانہ، بالخصوص کسٹمر کا سامنا کرنے والے یونٹس اور برانچوں میں موجود عملے کے شکر گزار ہیں، جو اپنی پرواہ کیے بغیر مسلسل اپنے فرائض سے بڑھ کر کام کرتے ہوئے ہمارے کسٹمرز کی بنیادی ضروریات کی تکمیل یقینی بنا رہے ہیں۔ یہ ہمارے ہیرو اور ہیروئن ہیں اور ہم اُن کے عزم اور انتھک محنت کے لیے انھیں خراجِ تحسین پیش کرتے ہیں۔

منجانب بورڈ

محمد ناصر سلیم
صدر اور چیف ایگزیکٹو افسر

معیز احمد جمال
ڈائریکٹر

22 اکتوبر 2026ء

CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2026

	Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
		--------(Rupees in '000)--------	
ASSETS			
Cash and balances with treasury banks	5	**542,510,227**	564,755,888
Balances with other banks	6	**54,446,333**	53,972,937
Lendings to financial institutions	7	**71,808,192**	247,784,847
Investments	8	**5,427,456,581**	4,186,245,908
Advances	9	**2,157,142,306**	2,076,777,374
Property and equipment	10	**174,000,114**	144,059,161
Right-of-use assets	11	**34,878,220**	30,696,325
Intangible assets	12	**31,847,895**	30,696,658
Deferred tax assets		**-**	-
Other assets	13	**432,184,095**	373,155,122
		8,926,273,963	7,708,144,220
LIABILITIES			
Bills payable	14	**60,856,759**	59,422,812
Borrowings	15	**2,045,740,768**	1,216,019,536
Deposits and other accounts	16	**5,893,764,222**	5,546,000,371
Lease liabilities	17	**46,111,692**	40,115,807
Subordinated debt	18	**20,374,000**	20,374,000
Deferred tax liabilities	19	**19,864,289**	43,836,151
Other liabilities	20	**337,191,902**	293,760,838
		8,423,903,632	7,219,529,515
NET ASSETS		**502,370,331**	488,614,705
REPRESENTED BY			
Shareholders' equity			
Share capital		**14,668,525**	14,668,525
Reserves		**112,202,156**	108,660,604
Surplus on revaluation of assets - net of tax	21	**77,926,731**	90,203,622
Unappropriated profit		**295,938,028**	273,410,965
Total equity attributable to the equity holders of the Bank		**500,735,440**	486,943,716
Non-controlling interest		**1,634,891**	1,670,989
		502,370,331	488,614,705
CONTINGENCIES AND COMMITMENTS	22		

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

Muhammad Nassir Salim	Irfan Ahmed Meer	Khaleel Ahmed	Moez Ahamed Jamal	Dr. Najeeb Samie
President and Chief Executive Officer	Chief Financial Officer	Director	Director	Director

CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT AND LOSS ACCOUNT (UNAUDITED)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

	Note	January 01 to September 30, 2026	January 01 to September 30, 2025	July 01 September 30, 2026	July 01 September 30, 2025
		(Rupees in '000)			
Mark-up / return / profit / interest earned	24	**581,561,712**	503,403,470	**207,937,845**	179,851,687
Mark-up / return / profit / interest expensed	25	**371,128,286**	296,075,925	**137,797,446**	110,167,162
Net mark-up / return / profit / interest income		**210,433,426**	207,327,545	**70,140,399**	69,684,525
Non mark-up / interest income					
Fee and commission income	26	**39,404,317**	34,253,423	**13,591,255**	11,920,984
Dividend income		**5,534,519**	2,914,350	**710,491**	1,150,387
Share of profit of associates		**5,354,604**	4,879,139	**1,932,903**	1,530,646
Foreign exchange income		**11,919,112**	6,773,407	**4,355,538**	2,667,005
Income from derivatives		**1,607,532**	1,978,242	**647,769**	1,027,726
Gain on securities - net	27	**7,080,557**	14,049,921	**3,948,430**	4,607,149
Other income	28	**1,765,335**	2,686,880	**859,282**	358,134
Total non mark-up / interest income		**72,665,976**	67,535,362	**26,045,668**	23,262,031
Total income		**283,099,402**	274,862,907	**96,186,067**	92,946,556
Non mark-up / interest expenses					
Operating expenses	29	**161,443,017**	152,655,918	**54,577,025**	52,273,672
Workers' Welfare Fund		**2,293,717**	2,125,541	**853,072**	681,315
Other charges	30	**224,813**	112,426	**45,382**	471
Total non mark-up / interest expenses		**163,961,547**	154,893,885	**55,475,479**	52,955,458
Profit before credit loss allowance and taxation		**119,137,855**	119,969,022	**40,710,588**	39,991,098
Credit loss allowance / (reversals) and write offs - net	31	**4,088,837**	7,812,913	**(1,237,733)**	3,182,214
Profit before taxation		**115,049,018**	112,156,109	**41,948,321**	36,808,884
Taxation	32	**60,937,132**	60,776,019	**22,372,855**	19,876,795
Profit after taxation		**54,111,886**	51,380,090	**19,575,466**	16,932,089
Attributable to:					
Equity holders of the Bank		**54,041,454**	51,293,098	**19,553,053**	16,906,282
Non-controlling interest		**70,432**	86,992	**22,413**	25,807
		54,111,886	51,380,090	**19,575,466**	16,932,089
		Rupees			
Basic and diluted earnings per share	33	**36.84**	34.97	**13.33**	11.53

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

Muhammad Nassir Salim President and Chief Executive Officer	Irfan Ahmed Meer Chief Financial Officer	Khaleel Ahmed Director	Moez Ahamed Jamal Director	Dr. Najeeb Samie Director

CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

	January 01 to September 30, 2026	January 01 to September 30, 2025	July 01 September 30, 2026	July 01 September 30, 2025
	(Rupees in '000)			
Profit after taxation for the period attributable to:				
Equity holders of the Bank	**54,041,454**	51,293,098	**19,553,053**	16,906,282
Non-controlling interest	**70,432**	86,992	**22,413**	25,807
	54,111,886	51,380,090	**19,575,466**	16,932,089
Other comprehensive income / (loss)				
Items that may be reclassified to the statement of profit and loss account in subsequent periods:				
Effect of translation of net investment in foreign branches, subsidiaries and associates - net of tax	**(993,105)**	2,929,004	**60,976**	(1,018,581)
Decrease in share of exchange translation reserve of associates - net of tax	**(187,751)**	(52,480)	**(197,763)**	(5,744)
Movement in surplus / deficit on revaluation of debt investments designated at Fair Value through Other Comprehensive Income (FVOCI) - net of tax, attributable to:				
Equity holders of the Bank	**(24,022,675)**	10,246,857	**(7,628,452)**	1,703,185
Non-controlling interest	**(34,317)**	(6,301)	**(11,684)**	(23,597)
	(24,056,992)	10,240,556	**(7,640,136)**	1,679,588
Movement in share of surplus / deficit on revaluation of investments of associates - net of tax	**(432,638)**	2,206,293	**(297,644)**	515,230
Movement in fair value of effective portion of hedging instruments - net of tax	**(694,329)**	-	**(282,331)**	-
Items that will not to be reclassified to the profit and loss account in subsequent periods:				
Movement in surplus / deficit on revaluation of equity investments designated at FVOCI - net of tax	**(892,428)**	2,445,121	**(926,244)**	2,075,848
Movement in surplus / deficit on revaluation of property and equipment - net of tax, attributable to:				
Equity holders of the Bank	**15,192,111**	-	**15,192,111**	-
Non-controlling interest	**6,616**	-	**6,616**	-
	15,198,727	-	**15,198,727**	-
Movement in surplus / deficit on revaluation of non-banking assets - net of tax	**(2,468)**	83,729	**-**	83,729
Share of remeasurement gain on defined benefit obligations of associates - net of tax	**9,061**	11,754	**-**	-
Total comprehensive income	**42,059,963**	69,244,067	**25,491,051**	20,262,159
Total comprehensive income attributable to:				
Equity holders of the Bank	**42,017,232**	69,163,376	**25,473,706**	20,259,949
Non-controlling interest	**42,731**	80,691	**17,345**	2,210
	42,059,963	69,244,067	**25,491,051**	20,262,159

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

Muhammad Nassir Salim	**Irfan Ahmed Meer**	**Khaleel Ahmed**	**Moez Ahamed Jamal**	**Dr. Najeeb Samie**
President and Chief Executive Officer	Chief Financial Officer	Director	Director	Director

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

	Attributable to shareholders of the Bank												
		Reserves						Surplus / (deficit) on revaluation of					
		Statutory		Capital									
	Share capital	Subsidiary	Bank	Exchange translation	Non-distributable	On acquisition of common control entity	Cash flow hedge (Note 3.3)	Investments	Property & Equipment / Non Banking Assets	Unappropriated profit	Sub Total	Non-controlling interest	Total
	(Rupees in '000)												
Balance as at December 31, 2024 - as reported	14,668,525	1,417,027	54,492,258	42,003,241	547,115	(156,706)	-	14,634,684	42,736,097	238,813,471	409,155,712	1,642,382	410,798,094
Change in accounting policy as at January 01, 2025	-	-	-	-	-	-	-	3,120,285	-	1,280,345	4,400,630	-	4,400,630
Balance as at January 01, 2025 - as restated	14,668,525	1,417,027	54,492,258	42,003,241	547,115	(156,706)	-	17,754,969	42,736,097	240,093,816	413,556,342	1,642,382	415,198,724
Comprehensive income for the nine months ended September 30, 2025													
Profit after taxation for the nine months ended September 30, 2025	-	-	-	-	-	-	-	-	-	51,293,098	51,293,098	86,992	51,380,090
Other comprehensive income / (loss)													
Effect of translation of net investment in foreign branches, subsidiaries and associates - net of tax	-	-	-	2,929,004	-	-	-	-	-	-	2,929,004	-	2,929,004
Decrease in share of exchange translation reserve of associates - net of tax	-	-	-	(52,480)	-	-	-	-	-	-	(52,480)	-	(52,480)
Share of net remeasurement gain on defined benefit obligations of associates - net of tax	-	-	-	-	-	-	-	-	-	11,754	11,754	-	11,754
Movement in surplus / deficit on revaluation of equity investments - net of tax	-	-	-	-	-	-	-	2,445,121	-	-	2,445,121	-	2,445,121
Movement in surplus / deficit on revaluation of debt investments - net of tax	-	-	-	-	-	-	-	10,246,857	-	-	10,246,857	(6,301)	10,240,556
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-	-	83,729	-	83,729	-	83,729
Movement in share of surplus / deficit on revaluation of investments of associates - net of tax	-	-	-	-	-	-	-	2,206,293	-	-	2,206,293	-	2,206,293
	-	-	-	2,876,524	-	-	-	14,898,271	83,729	51,304,852	69,163,376	80,691	69,244,067
Transferred to statutory reserves	-	207,950	4,738,750	-	-	-	-	-	-	(4,946,700)	-	-	-
Net gain transferred on sale of equity investments - net of tax	-	-	-	-	-	-	-	(200,086)	-	200,086	-	-	-
Transferred from surplus on revaluation of assets - net of tax	-	-	-	-	-	-	-	-	(67,852)	67,852	-	-	-
Exchange gain realised on closure of the Bank's branch - net of tax	-	-	-	(931,277)	-	-	-	-	-	-	(931,277)	-	(931,277)
Acquisition of additional interest in subsidiary	-	-	-	-	-	-	-	4,549	5,127	26,416	36,092	(36,092)	-
Transactions with owners, recorded directly in equity													
Final cash dividend - Rs 4.25 per share declared subsequent to the year ended December 31, 2024	-	-	-	-	-	-	-	-	-	(6,234,123)	(6,234,123)	-	(6,234,123)
1st interim cash dividend - Rs 4.50 per share	-	-	-	-	-	-	-	-	-	(6,600,836)	(6,600,836)	-	(6,600,836)
2nd interim cash dividend - Rs 4.50 per share	-	-	-	-	-	-	-	-	-	(6,600,836)	(6,600,836)	-	(6,600,836)
	-	-	-	-	-	-	-	-	-	(19,435,795)	(19,435,795)	-	(19,435,795)
Balance as at September 30, 2025	14,668,525	1,624,977	59,231,008	43,948,488	547,115	(156,706)	-	32,457,703	42,757,101	267,310,527	462,388,738	1,686,981	464,075,719
Comprehensive income / (loss) for the three months ended December 31, 2025													
Profit after taxation for the three months ended December 31, 2025	-	-	-	-	-	-	-	-	-	15,423,092	15,423,092	(39,266)	15,383,826
Other comprehensive income / (loss)													
Effect of translation of net investment in foreign branches, subsidiaries and associates - net of tax	-	-	-	1,551,272	-	-	-	-	-	-	1,551,272	-	1,551,272
Increase in share of exchange translation reserve of associates - net of tax	-	-	-	367,581	-	-	-	-	-	-	367,581	-	367,581
Movement in surplus / deficit on revaluation of equity investments - net of tax	-	-	-	-	-	-	-	1,595,917	-	-	1,595,917	-	1,595,917
Movement in surplus / deficit on revaluation of debt investments - net of tax	-	-	-	-	-	-	-	11,046,403	-	-	11,046,403	16,720	11,063,123
Net remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	-	838,055	838,055	6,554	844,609
Movement in share of surplus / deficit on revaluation of investments of associates - net of tax	-	-	-	-	-	-	-	1,066,921	-	-	1,066,921	-	1,066,921
	-	-	-	1,918,853	-	-	-	13,709,241	-	16,261,147	31,889,241	(15,992)	31,873,249
Transferred to statutory reserves	-	36,377	1,510,492	-	-	-	-	-	-	(1,546,869)	-	-	-
Net loss transferred on sale of equity investments - net of tax	-	-	-	-	-	-	-	1,333,066	-	(1,333,066)	-	-	-
Transferred from surplus on revaluation of assets - net of tax	-	-	-	-	-	-	-	-	(53,489)	53,489	-	-	-
Transactions with owners, recorded directly in equity													
3rd interim cash dividend - Rs 5.00 per share	-	-	-	-	-	-	-	-	-	(7,334,263)	(7,334,263)	-	(7,334,263)
	-	-	-	-	-	-	-	-	-	(7,334,263)	(7,334,263)	-	(7,334,263)
Balance as at December 31, 2025 - as reported	14,668,525	1,661,354	60,741,500	45,867,341	547,115	(156,706)	-	47,500,010	42,703,612	273,410,965	486,943,716	1,670,989	488,614,705
Change in accounting policy as at January 01, 2026 - note 3.2	-	-	-	-	-	-	-	(106,706)	-	(1,715,457)	(1,822,163)	(78,829)	(1,900,992)
Balance as at January 01, 2026 - as restated	14,668,525	1,661,354	60,741,500	45,867,341	547,115	(156,706)	-	47,393,304	42,703,612	271,695,508	485,121,553	1,592,160	486,713,713
Comprehensive income for the nine months ended September 30, 2026													
Profit after taxation for the nine months ended September 30, 2026	-	-	-	-	-	-	-	-	-	54,041,454	54,041,454	70,432	54,111,886
Other comprehensive income / (loss)													
Effect of translation of net investment in foreign branches, subsidiaries and associates - net of tax	-	-	-	(993,105)	-	-	-	-	-	-	(993,105)	-	(993,105)
Decrease in share of exchange translation reserve of associates - net of tax	-	-	-	(187,751)	-	-	-	-	-	-	(187,751)	-	(187,751)
Share of net remeasurement gain on defined benefit obligations of associates - net of tax	-	-	-	-	-	-	-	-	-	9,061	9,061	-	9,061
Movement in fair value of effective portion of hedging instruments - net of tax	-	-	-	-	-	-	(694,329)	-	-	-	(694,329)	-	(694,329)
Movement in surplus / deficit on revaluation of equity investments - net of tax	-	-	-	-	-	-	-	(892,428)	-	-	(892,428)	-	(892,428)
Movement in surplus / deficit on revaluation of debt investments - net of tax	-	-	-	-	-	-	-	(24,022,675)	-	-	(24,022,675)	(34,317)	(24,056,992)
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	-	-	-	15,192,111	-	15,192,111	6,616	15,198,727
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-	-	(2,468)	-	(2,468)	-	(2,468)
Movement in share of surplus / deficit on revaluation of investments of associates - net of tax	-	-	-	-	-	-	-	(432,638)	-	-	(432,638)	-	(432,638)
	-	-	-	(1,180,856)	-	-	(694,329)	(25,347,741)	15,189,643	54,050,515	42,017,232	42,731	42,059,963
Transferred to statutory reserves	-	248,393	5,168,344	-	-	-	-	-	-	(5,416,737)	-	-	-
Net gain transferred on sale of equity investments - net of tax	-	-	-	-	-	-	-	(402,598)	-	402,598	-	-	-
Transferred from surplus on revaluation of assets - net of tax	-	-	-	-	-	-	-	-	(1,609,489)	1,609,489	-	-	-
Transactions with owners, recorded directly in equity													
Final cash dividend - Rs 6.00 per share declared subsequent to the year ended December 31, 2025	-	-	-	-	-	-	-	-	-	(8,801,115)	(8,801,115)	-	(8,801,115)
1st interim cash dividend - Rs 6.00 per share	-	-	-	-	-	-	-	-	-	(8,801,115)	(8,801,115)	-	(8,801,115)
2nd interim cash dividend - Rs 6.00 per share	-	-	-	-	-	-	-	-	-	(8,801,115)	(8,801,115)	-	(8,801,115)
	-	-	-	-	-	-	-	-	-	(26,403,345)	(26,403,345)	-	(26,403,345)
Balance as at September 30, 2026	**14,668,525**	**1,909,747**	**65,909,844**	**44,686,485**	**547,115**	**(156,706)**	**(694,329)**	**21,642,965**	**56,283,766**	**295,938,028**	**500,735,440**	**1,634,891**	**502,370,331**

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

Muhammad Nassir Salim
President and Chief Executive Officer

Irfan Ahmed Meer
Chief Financial Officer

Khaleel Ahmed
Director

Moez Ahamed Jamal
Director

Dr. Najeeb Samie
Director

CONDENSED INTERIM CONSOLIDATED CASH FLOW STATEMENT (UNAUDITED)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

	January 01 to September 30, 2026	January 01 to September 30, 2025
	--------(Rupees in '000)--------	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	**115,049,018**	112,156,109
Dividend income	**(5,534,519)**	(2,914,350)
Share of profit of associates	**(5,354,604)**	(4,879,139)
Mark-up / return / profit / interest expensed on subordinated debt	**1,968,211**	1,910,653
	(8,920,912)	(5,882,836)
	106,128,106	106,273,273
Adjustments:		
Depreciation	**8,919,996**	8,989,731
Amortisation	**2,079,064**	2,110,795
Depreciation on right-of-use assets	**3,785,351**	3,550,982
Mark-up / return / profit / interest expensed on lease liability against right-of-use assets	**4,072,613**	2,905,202
Reversal of credit loss allowance against investments	**(106,464)**	(599,611)
Credit loss allowance against loans and advances	**2,589,589**	9,797,341
Charge of credit loss allowance against other assets	**529,106**	365,926
Charge / (reversal) of credit loss allowance against off-balance sheet obligations	**1,980,864**	(704,054)
Unrealised (gain) / loss on securities designated at fair value through profit and loss (FVTPL)	**(361,094)**	256,158
Exchange gain on goodwill	**(115,323)**	(352,929)
Exchange gain realised on closure of the Bank's branch	**-**	(1,940,160)
(Gain) / loss on sale of property and equipment - net	**(288,750)**	19,933
Workers' Welfare Fund	**2,293,717**	2,125,541
	25,378,669	26,524,855
	131,506,775	132,798,128
(Increase) / decrease in operating assets		
Lendings to financial institutions	**175,976,655**	(51,361,009)
Net investment in FVTPL securities	**(394,562,478)**	(72,710,061)
Advances	**(82,954,521)**	451,429,314
Other assets (excluding advance taxation)	**(34,424,151)**	(34,087,230)
	(335,964,495)	293,271,014
Increase / (decrease) in operating liabilities		
Bills payable	**1,433,947**	(37,625,387)
Borrowings from financial institutions	**829,721,232**	444,833,958
Deposits and other accounts	**347,763,851**	713,285,335
Other liabilities	**5,210,329**	18,166,376
	1,184,129,359	1,138,660,282
	979,671,639	1,564,729,424
Income tax paid	**(77,590,518)**	(76,566,092)
Net cash flows generated from operating activities	**902,081,121**	1,488,163,332
CASH FLOWS FROM INVESTING ACTIVITIES		
Net investment in FVOCI securities	**(691,077,781)**	(1,328,981,774)
Net investment in securities carried at Amortised Cost	**(182,654,378)**	(64,398,298)
Net investment in associates	**2,169,464**	(3,802,282)
Dividend received	**5,464,053**	2,885,071
Investments in property and equipment	**(21,468,478)**	(18,434,707)
Investments in intangible assets	**(3,326,502)**	(5,582,600)
Proceeds from sale of property and equipment	**2,220,913**	66,497
Effect of translation of net investment in foreign branches, subsidiaries and associates - net of tax	**(1,180,856)**	2,876,524
Net cash flows used in investing activities	**(889,853,565)**	(1,415,371,569)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of mark-up on subordinated debt	**(1,941,912)**	(1,920,380)
Payment of lease liability against right-of-use assets	**(5,782,857)**	(5,659,854)
Dividend paid	**(26,275,052)**	(19,305,920)
Net cash flows used in financing activities	**(33,999,821)**	(26,886,154)
(Decrease) / increase in cash and cash equivalents during the period	**(21,772,265)**	45,905,609
Cash and cash equivalents at the beginning of the period	**616,902,932**	516,465,509
Effect of exchange rate changes on cash and cash equivalents	**1,825,893**	(4,945,981)
	618,728,825	511,519,528
Cash and cash equivalents at the end of the period	**596,956,560**	557,425,137

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

Muhammad Nassir Salim President and Chief Executive Officer	Irfan Ahmed Meer Chief Financial Officer	Khaleel Ahmed Director	Moez Ahamed Jamal Director	Dr. Najeeb Samie Director

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

1 THE GROUP AND ITS OPERATIONS

The Group consists of:

Holding company

- Habib Bank Limited, Pakistan

Subsidiaries

- Habib Allied Holding Limited (HAHL) – 100% shareholding
- HBL Bank UK Limited – 100% effective shareholding
- HBL Currency Exchange (Private) Limited – 100% shareholding
- HBL Asset Management Limited – 100% shareholding
- HBL Microfinance Bank Limited – 90.83% shareholding
- Habib Bank Financial Services (Private) Limited – 100% shareholding
- HBL Zarai Services Limited (HZSL) – 100% shareholding

Habib Bank Limited (the Bank) is incorporated in Pakistan and is engaged in commercial banking services in Pakistan and overseas. The Bank's registered office is at Habib Bank Tower, 9th Floor, Jinnah Avenue, Blue Area, Islamabad, Pakistan and its principal office is at HBL Tower, Plot # G-4, KDA Scheme 5, Block 7, Clifton, Karachi, Pakistan. The Bank's shares are listed on the Pakistan Stock Exchange. The Bank operates 1,799 (December 31, 2025: 1,715) branches inside Pakistan including 656 (December 31, 2025: 608) Islamic Banking Branches and 25 (December 31, 2025: 25) branches outside the country including in the Karachi Export Processing Zone (KEPZ). The Aga Khan Fund for Economic Development S.A. (AKFED) is the parent company of the Bank and its registered office is in Geneva, Switzerland.

1.1 The Bank had commenced an orderly winding down of its operations in Afghanistan and banking operations were ceased on June 10, 2019. The remaining formalities required for closure are in progress.

1.2 The deregistration has been completed, and the Bank has sold its operations in Mauritius and transferred the business to its new owners. However, some exit formalities are underway.

1.3 The Bank has commenced an orderly wind-down of its Lebanon operations. Formalities for completion of the wind-down are underway.

1.4 The Bank has closed its operations in Belgium after obtaining necessary approvals from the Regulators and has also surrendered the Banking License. Moreover, commercial license has been cancelled and income tax return was filed however, Value Added Tax deregistration is pending.

1.5 The Bank has received regulatory approval for the voluntary liquidation of its operations in Turkey. The Bank is in the process of completing the formalities for branch closure.

2 BASIS OF PRESENTATION

2.1 STATEMENT OF COMPLIANCE

These condensed interim consolidated financial statements have been prepared in accordance with accounting and reporting standards as applicable in Pakistan. These comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Companies Act, 2017;
- Provisions of, directives and notifications issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP).

Whenever the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 or the directives 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.

2.2 The disclosures made in these condensed interim consolidated financial statements have been limited based on the format prescribed by the SBP vide BPRD Circular Letter No. 2 dated February 09, 2023 and IAS 34. These condensed interim consolidated financial statements do not include all the information and disclosures required for annual consolidated financial statements and should be read in conjunction with the consolidated financial statements for the year ended December 31, 2025.

2.3 **New Standard and amendments to existing accounting and reporting standards that have become effective in the current year**

There are certain standards and amendments to existing accounting and reporting standards that have become applicable to the Group for accounting periods beginning on or after January 1, 2026. These are considered either to not be relevant or to not have any material impact on these condensed interim consolidated financial statements, except for the following:

- Effective Interest Rate (EIR) requirements of IFRS 9 have become applicable from January 01, 2026 pursuant to relaxations earlier provided by the SBP. The impact of EIR is summarized in note 3.1.

As per the BPRD circular letter no. 01 of 2025 dated January 22, 2025, the Banks are allowed to continue the existing accounting methodology for Islamic products, including the requirements of IFAS 1 and IFAS 2 until further instructions. Had IFRS 9 Effective Interest Rate (EIR) methodology been applied on Islamic products, the retained earnings would have been lower by Rs 1,674.886 million net of tax. The current period's profit after tax would have been higher by Rs 1,549.443 million.

2.4 **Standard and amendments to existing accounting and reporting standards that are not yet effective**

There are various standards and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective. These are not likely to have a material effect on the Group's condensed interim consolidated financial statements, except for the following:

- IFRS 18 'Presentation and Disclosure in Financial Statements' will become applicable from January 01, 2027. The application of IFRS 18 will impact the presentation of the 'Statement of Profit and Loss Account' with certain additional disclosures as and when instructed by the SBP.

- General provision, over and above the ECL for Stage 1 and Stage 2 exposures may be maintained up to December 31, 2026 as per the relaxations earlier provided by the SBP in respect of the implementation of IFRS 9.

2.5 **Critical accounting estimates and judgements**

The basis for accounting estimates and judgements adopted in the preparation of these condensed interim consolidated financial statements is the same as that applied in the preparation of the consolidated financial statements for the year ended December 31, 2025, except the following:

During the period, the Bank has revised its estimate of the useful life of lease hold improvements in its operations in Pakistan from 5 years to 10 years. This revision has been accounted for as a change in accounting estimate in accordance with the requirements of IAS 8 and accordingly, has been recognised prospectively in the consolidated statement of profit and loss account.

The effect of this change on depreciation expense in the current period and the next corresponding period is as follows:

	January 01 to September 30, 2027	January 01 to September 30, 2026
	-----(Rupees in '000)-----	
Decrease in other operating expenses - depreciation	1,230,624	1,207,452

3 **MATERIAL ACCOUNTING POLICY INFORMATION**

The material accounting policies adopted in the preparation of these condensed interim consolidated financial statements are consistent with those followed in the preparation of the consolidated financial statements for the year ended December 31, 2025, except for changes as discussed in notes below:

3.1 Transitional Impact of EIR

To account for the changes, the Bank has elected to follow the modified retrospective approach for restatement as allowed under IFRS 9. The cumulative impact has been recorded as an adjustment to equity as of January 01, 2026. Accordingly, the information presented as of December 31, 2025 and for the nine months ended September 30, 2025 respectively has not been restated.

The following table reconciles the carrying amounts of financial instruments reported in accordance with the previous financial reporting framework with the carrying amounts reported under the new financial reporting framework.

Financial Assets / Liabilities	Carrying amount as of December 31, 2025	EIR	Carrying amount as of January 01, 2026
	---------- (Rupees in '000) ----------		
Cash and balances with treasury banks	564,755,888	-	564,755,888
Balances with other banks	53,972,937	-	53,972,937
Lendings to financial institutions	247,784,847	-	247,784,847
Investments	4,186,245,908	103,100	4,186,349,008
Advances	2,076,777,374	(1,462,346)	2,075,315,028
Other assets	313,586,375	(4,024,784)	309,561,591
Total Financial Assets	7,443,123,329	(5,384,030)	7,437,739,299
Bills payable	59,422,812	-	59,422,812
Borrowings	1,216,019,536	-	1,216,019,536
Deposits and other accounts	5,546,000,371	-	5,546,000,371
Lease liabilities	40,115,807	-	40,115,807
Subordinated debt	20,374,000	-	20,374,000
Other liabilities	262,641,706	(1,805,300)	260,836,406
Total Financial Liabilities	7,144,574,232	(1,805,300)	7,142,768,932
Net Financial Assets	298,549,097	(3,578,730)	294,970,367
Non Financial Assets	190,065,608	1,677,738	191,743,346
Total Net Assets	488,614,705	(1,900,992)	486,713,713

3.2 Reconciliation of retained earnings and surplus on revaluation of investments

The impact of EIR on retained earnings as at January 01, 2026 is as follows:

Retained earnings	(Rupees in '000)
Closing balance as at December 31, 2025 - as reported	273,410,965
Impact of EIR	(3,227,198)
Less: related tax	1,511,741
Opening balance as at January 01, 2026 - as restated	271,695,508

Surplus on revaluation of investments	
Closing balance as at December 31, 2025 - as reported	47,500,010
Impact of EIR	(222,304)
Less: related tax	115,598
Opening balance as at January 01, 2026 - as restated	47,393,304

3.3 Cash flow hedge

If the cash flow hedge meets the qualifying criteria, the hedging instrument is re-measured at fair value. Gains or losses on the effective portion of the hedging instrument are recognised in Other Comprehensive Income (OCI). These amounts will be taken to a 'cashflow hedging reserve' as a separate component of equity. The ineffective portion of the gain or loss on the hedging instrument is recognised in the statement of profit and loss account. When cash flows relating to the hedged item are reported in profit and loss, amounts in OCI are also recycled to statement of profit and loss account.

The Bank assesses hedge effectiveness using the hypothetical derivative method, which creates a derivative instrument to serve as a proxy for the hedged transaction. If a cash flow hedge is discontinued, the amount accumulated in the cash flow hedge reserve is recycled to the statement of profit and loss account.

4 FINANCIAL RISK MANAGEMENT

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

		Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
			-----(Rupees in '000)-----	
5	**CASH AND BALANCES WITH TREASURY BANKS**			
	In hand			
	Local currency		**71,628,712**	75,886,750
	Foreign currencies		**7,325,873**	7,791,355
			78,954,585	83,678,105
	With State Bank of Pakistan in			
	Local currency current accounts		**275,814,410**	268,441,900
	Foreign currency current accounts		**12,960,447**	10,833,509
	Foreign currency deposit accounts		**25,677,394**	22,064,778
			314,452,251	301,340,187
	With other central banks in			
	Foreign currency current accounts		**43,087,444**	52,506,915
	Foreign currency deposit accounts		**24,753,117**	35,078,706
			67,840,561	87,585,621
	With National Bank of Pakistan in			
	Local currency current accounts		**79,981,377**	90,990,380
	Local currency deposit account		**1,126,244**	942,790
			81,107,621	91,933,170
	National Prize Bonds		**163,903**	223,246
	Less: credit loss allowance	5.1	**(8,694)**	(4,441)
	Cash and balances with Treasury banks - net of credit loss allowance		**542,510,227**	564,755,888

5.1 Cash and balances with Treasury banks are all classified as Stage 1.

		Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
			-----(Rupees in '000)-----	
6	**BALANCES WITH OTHER BANKS**			
	In Pakistan			
	In current accounts		**450,866**	1,606,296
	In deposit accounts		**2,358,024**	4,071,421
			2,808,890	5,677,717
	Outside Pakistan			
	In current accounts		**39,310,416**	32,757,410
	In deposit accounts		**12,366,816**	15,577,251
			51,677,232	48,334,661
	Less: credit loss allowance	6.1	**(39,789)**	(39,441)
	Balances with other banks - net of credit loss allowance		**54,446,333**	53,972,937

6.1 Balances with other banks are all classified as Stage 1.

		Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
			-----(Rupees in '000)-----	
7	**LENDINGS TO FINANCIAL INSTITUTIONS**			
	Call money lendings		**28,006,209**	28,900,000
	Repurchase agreement lendings (reverse repo)		**43,803,704**	218,886,132
			71,809,913	247,786,132
	Less: credit loss allowance	7.1	**(1,721)**	(1,285)
	Lendings to financial institutions - net of credit loss allowance		**71,808,192**	247,784,847

7.1 Lendings to financial institutions are all classified as Stage 1.

8 INVESTMENTS

	Note	September 30, 2026 (Unaudited)				December 31, 2025 (Audited)			
		Cost / amortised cost	Credit loss allowance / provision for diminution	Surplus / (deficit)	Carrying value	Cost / amortised cost	Credit loss allowance / provision for diminution	Surplus / (deficit)	Carrying value
		(Rupees in '000)							
8.1 Investments by type									
Fair value through profit and loss (FVTPL)									
Federal Government securities									
- Market Treasury Bills		63,871,295	-	(86,667)	63,784,628	90,104,450	-	60,950	90,165,400
- Pakistan Investment Bonds		393,638,135	-	837,701	394,475,836	87,773,374	-	988,870	88,762,244
- Ijarah Sukuk		110,985,888	-	26,834	111,012,722	998,031	-	(1,250)	996,781
- Government of Pakistan US Dollar Bonds		6,708,278	-	(24,280)	6,683,998	3,673,975	-	13,095	3,687,070
- Other Federal Government securities		1,420,691	-	-	1,420,691	719,629	-	-	719,629
Shares									
- Listed companies		2,174,408	-	(193,713)	1,980,695	-	-	-	-
- Unlisted companies		7,632,130	-	-	7,632,130	8,639,530	-	(1,007,400)	7,632,130
Non-Government debt securities									
- Listed		2,672,598	-	119,751	2,792,349	2,691,019	-	(18,421)	2,672,598
- Unlisted		800,545	-	455	801,000	801,000	-	(455)	800,545
Foreign securities									
- Government debt securities		6,944,736	-	(243,738)	6,700,998	7,049,971	-	(244,542)	6,805,429
Preference shares									
- Listed		840,000	-	141,400	981,400	835,400	-	49,000	884,400
- Unlisted		14,465	-	-	14,465	14,465	-	-	14,465
Real Estate Investment Trust units - Listed		2,301,339	-	(216,649)	2,084,690	3,369,107	-	(1,067,768)	2,301,339
		600,004,508	-	361,094	600,365,602	206,669,951	-	(1,227,921)	205,442,030
Fair value through other comprehensive income (FVOCI)									
Federal Government securities									
- Market Treasury Bills		555,142,561	-	(2,819,230)	552,323,331	208,796,128	-	537,127	209,333,255
- Pakistan Investment Bonds		2,805,750,567	-	28,138,704	2,833,889,271	2,496,270,243	-	61,962,416	2,558,232,659
- Ijarah Sukuk		422,246,936	-	(2,512,508)	419,734,428	344,928,733	-	8,639,930	353,568,663
- Government of Pakistan US Dollar Bonds		-	-	-	-	8,391,003	(470,410)	486,833	8,407,426
Shares									
- Listed companies		12,198,296	-	10,274,210	22,472,506	11,641,136	-	12,586,543	24,227,679
- Unlisted companies		859,649	-	6,716,937	7,576,586	922,951	-	7,091,848	8,014,799
Non-Government debt securities									
- Listed		6,565,490	(1,956,906)	1,701,507	6,310,091	7,379,580	(1,649,809)	1,369,931	7,099,702
- Unlisted		347,328	(347,328)	-	-	357,512	(357,512)	-	-
Foreign securities									
- Government debt securities		155,819,234	(893,056)	(84,166)	154,842,012	175,944,192	(717,797)	1,061,177	176,287,572
- Non-Government debt securities - Listed		21,906,577	(4,572)	(394,385)	21,507,620	11,997,254	(2,652)	269,944	12,264,546
- Equity securities - Unlisted		6,367	-	65,042	71,409	6,469	-	64,940	71,409
National Investment Unit Trust units		11,113	-	87,999	99,112	11,113	-	101,928	113,041
Real Estate Investment Trust units - Listed		55,000	-	140,350	195,350	55,000	-	137,250	192,250
		3,980,909,118	(3,201,862)	41,314,460	4,019,021,716	3,266,701,314	(3,198,180)	94,309,867	3,357,813,001
Amortised cost	8.2								
Federal Government securities									
- Market Treasury Bills		46,191,826	-	-	46,191,826	57,886,871	-	-	57,886,871
- Pakistan Investment Bonds		466,302,957	-	-	466,302,957	368,086,673	-	-	368,086,673
- Ijarah Sukuk		134,476,807	-	-	134,476,807	57,457,769	-	-	57,457,769
- Government of Pakistan US Dollar Bonds		-	-	-	-	1,374,461	(43,240)	-	1,331,221
- Other Federal Government securities		65,287,629	-	-	65,287,629	52,430,110	-	-	52,430,110
Non-Government debt securities									
- Listed		955,161	(42)	-	955,119	899,190	(64)	-	899,126
- Unlisted		17,011,161	(612,266)	-	16,398,895	18,713,060	(612,276)	-	18,100,784
Foreign Securities									
- Government debt securities		21,364,222	-	-	21,364,222	12,087,251	-	-	12,087,251
		751,589,763	(612,308)	-	750,977,455	568,935,385	(655,580)	-	568,279,805
Investments in associates	8.1.1	53,530,628	(258,858)	3,820,038	57,091,808	50,345,488	(355,782)	4,721,366	54,711,072
Total Investments		5,386,034,017	(4,073,028)	45,495,592	5,427,456,581	4,092,652,138	(4,209,542)	97,803,312	4,186,245,908

8.1.1 The Group's share of surplus on investment held by these entities amounts to Rs 3,820.038 million (December 31, 2025: Rs 4,721.366 million).

	(Unaudited) September 30, 2026	(Audited) December 31, 2025
	-----(Rupees in '000)-----	

8.1.2 **Investments given as collateral**

The market value of investments given as collateral against borrowings is as follows:

Federal Government securities		
- Market Treasury Bills	**246,302,900**	14,722,264
- Pakistan Investment Bonds	**1,603,108,769**	899,524,670
Foreign securities		
- Government debt securities	**-**	2,757,024
	1,849,411,669	917,003,958

8.2 The market value of investments classified as amortised cost amounted to Rs 714,171.137 million (December 31, 2025: Rs 563,865.386 million).

	(Unaudited) September 30, 2026	(Audited) December 31, 2025
	-----(Rupees in '000)-----	

8.3 **Particulars of provision / credit loss allowance against investments**

Opening balance - as reported	**4,209,542**	5,934,488
Impact of adoption of IFRS 9	**-**	150,584
Opening balance - as restated	**4,209,542**	6,085,072
Exchange adjustment	**(30,050)**	54,779
Charge / (reversal)		
Charge for the period / year	**178,810**	29,251
Reversal for the period / year	**(275,090)**	(1,121,958)
Reversal on disposal during the period / year	**(10,184)**	(837,602)
Net reversal	**(106,464)**	(1,930,309)
Closing balance	**4,073,028**	4,209,542

8.4 **Particulars of credit loss allowance against debt securities**

Category of classification	(Unaudited) September 30, 2026		(Audited) December 31, 2025	
	Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
	---------- (Rupees in '000) ----------			
Domestic				
Performing	**5,084,006,132**	**320**	3,840,064,209	377
Underperforming	**-**	**-**	225,000	1
Non-performing				
Loss	**959,328**	**959,328**	969,512	969,512
	5,084,965,460	**959,648**	3,841,258,721	969,890
Overseas				
Performing	**211,946,425**	**389,501**	210,188,903	153,308
Underperforming	**34,158,715**	**2,465,021**	40,489,460	2,730,562
Non-performing	**-**	**-**	-	-
	246,105,140	**2,854,522**	250,678,363	2,883,870
Total	**5,331,070,600**	**3,814,170**	4,091,937,084	3,853,760

9 ADVANCES	Note	Performing		Non - performing		Total	
		(Unaudited) September 30, 2026	(Audited) December 31, 2025	(Unaudited) September 30, 2026	(Audited) December 31, 2025	(Unaudited) September 30, 2026	(Audited) December 31, 2025
		(Rupees in '000)					
Loans, cash credits, running finances, etc.		**1,552,533,339**	1,593,429,873	**89,160,649**	86,987,428	**1,641,693,988**	1,680,417,301
Islamic financing and related assets	38.3	**436,482,850**	307,460,495	**10,755,430**	10,557,384	**447,238,280**	318,017,879
Bills discounted and purchased		**187,239,576**	203,893,531	**3,547,895**	4,797,759	**190,787,471**	208,691,290
Advances - gross		**2,176,255,765**	2,104,783,899	**103,463,974**	102,342,571	**2,279,719,739**	2,207,126,470
Credit loss allowance	9.3						
- Stage 1		**(11,815,623)**	(10,668,187)	**-**	-	**(11,815,623)**	(10,668,187)
- Stage 2		**(10,179,001)**	(9,690,239)	**-**	-	**(10,179,001)**	(9,690,239)
- Stage 3		**-**	-	**(87,333,880)**	(91,507,445)	**(87,333,880)**	(91,507,445)
General provision	9.4	**(13,248,929)**	(18,483,225)	**-**	-	**(13,248,929)**	(18,483,225)
		(35,243,553)	(38,841,651)	**(87,333,880)**	(91,507,445)	**(122,577,433)**	(130,349,096)
Advances - net of provision / credit loss allowance		**2,141,012,212**	2,065,942,248	**16,130,094**	10,835,126	**2,157,142,306**	2,076,777,374

9.1 Particulars of advances (gross)	(Unaudited) September 30, 2026	(Audited) December 31, 2025
	-----(Rupees in '000)-----	
In local currency	**1,645,587,932**	1,598,689,951
In foreign currencies	**634,131,807**	608,436,519
	2,279,719,739	2,207,126,470

9.2 Advances include Rs 103,463.974 million (December 31, 2025: Rs 102,342.571 million) which have been placed under non-performing (Stage 3) status as detailed below:

Category of classification	(Unaudited) September 30, 2026		(Audited) December 31, 2025	
	Non-performing advances	Credit loss allowance	Non-performing advances	Credit loss allowance
	(Rupees in '000)			
Domestic				
Substandard	**14,428,547**	**8,821,607**	17,815,710	11,602,638
Doubtful	**5,200,798**	**4,156,744**	3,713,433	2,483,637
Loss	**59,526,275**	**58,059,453**	61,713,016	60,788,784
	79,155,620	**71,037,804**	83,242,159	74,875,059
Overseas				
Substandard	**6,522,770**	**386,727**	1,107,495	500,274
Doubtful	**1,368,299**	**769,411**	1,141,641	639,106
Loss	**16,417,285**	**15,139,938**	16,851,276	15,493,006
	24,308,354	**16,296,076**	19,100,412	16,632,386
	103,463,974	**87,333,880**	102,342,571	91,507,445

9.3 **Particulars of provisions / credit loss allowance against advances**

	(Unaudited) September 30, 2026					
	Stage 1	Stage 2	Stage 3	Specific	General	Total
	(Rupees in '000)					
Opening balance	10,668,187	9,690,239	91,507,445	-	18,483,225	130,349,096
Transfer to stage 1	224,578	(214,765)	(9,813)	-	-	-
Transfer to stage 2	(1,146,793)	1,224,054	(77,261)	-	-	-
Transfer to stage 3	(215,015)	(2,773,371)	2,988,386	-	-	-
Exchange adjustment	223,474	54,632	(316,902)	-	-	(38,796)
Charge for the period	3,435,492	2,929,310	10,544,486	-	-	16,909,288
Reversal for the period	(1,373,994)	(731,098)	(6,980,311)	-	(5,234,296)	(14,319,699)
Net charge / (reversal) against advances	2,061,498	2,198,212	3,564,175	-	(5,234,296)	2,589,589
Charged off during the period - agriculture financing	-	-	(295,138)	-	-	(295,138)
Charged off during the period - corporate commercial and SME advances	-	-	(4,742,022)	-	-	(4,742,022)
Written off during the period	-	-	(5,284,990)	-	-	(5,284,990)
Transferred out	(306)	-	-	-	-	(306)
Closing balance	11,815,623	10,179,001	87,333,880	-	13,248,929	122,577,433

	(Audited) December 31, 2025					
	Stage 1	Stage 2	Stage 3	Specific	General	Total
	(Rupees in '000)					
Opening balance - as reported	13,304,118	13,634,409	94,850,356	4,328,880	11,368,482	137,486,245
Impact of adoption of IFRS 9	604,140	108,562	4,370,824	(4,328,880)	(397,373)	357,273
Opening balance - as restated	13,908,258	13,742,971	99,221,180	-	10,971,109	137,843,518
Transfer to stage 1	341,558	(322,039)	(19,519)	-	-	-
Transfer to stage 2	(470,641)	2,648,134	(2,177,493)	-	-	-
Transfer to stage 3	(283,662)	(1,005,984)	1,289,646	-	-	-
Exchange adjustment	(242,126)	16,408	151,841	-	-	(73,877)
Charge for the year	3,076,920	2,349,182	23,541,739	-	7,512,116	36,479,957
Reversal for the year	(5,662,120)	(7,738,433)	(8,365,346)	-	-	(21,765,899)
Net (reversal) / charge against advances	(2,585,200)	(5,389,251)	15,176,393	-	7,512,116	14,714,058
Charged off during the year - agriculture financing	-	-	(682,583)	-	-	(682,583)
Charged off during the year - corporate, commercial and SME advances	-	-	(7,983,388)	-	-	(7,983,388)
Written off during the year	-	-	(13,488,419)	-	-	(13,488,419)
Other movement	-	-	19,787	-	-	19,787
Closing balance	10,668,187	9,690,239	91,507,445	-	18,483,225	130,349,096

9.4 General provision is carried as a matter of prudence, on account of borrowers that may be impacted by stressed economic conditions.

9.5 **Advances - Category of classification**

	(Unaudited) September 30, 2026		(Audited) December 31, 2025	
	Outstanding amount	Provision / credit loss allowance	Outstanding amount	Provision / credit loss allowance
	(Rupees in '000)			
Domestic				
Performing	**1,362,920,433**	**18,430,720**	1,373,150,846	23,495,192
Underperforming	**329,807,449**	**8,261,956**	254,485,955	7,294,303
Non-Performing	**79,155,620**	**71,037,804**	83,242,159	74,875,059
	1,771,883,502	**97,730,480**	1,710,878,960	105,664,554
Overseas				
Performing	**398,657,933**	**6,633,832**	391,112,679	5,656,220
Underperforming	**84,869,950**	**1,917,045**	86,034,419	2,395,936
Non-Performing	**24,308,354**	**16,296,076**	19,100,412	16,632,386
	507,836,237	**24,846,953**	496,247,510	24,684,542
Total	**2,279,719,739**	**122,577,433**	2,207,126,470	130,349,096

10 PROPERTY AND EQUIPMENT	Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
		------(Rupees in '000)------	
Capital work-in-progress	10.1	**24,847,187**	22,258,621
Property and equipment		**149,152,927**	121,800,540
		174,000,114	144,059,161

10.1 Capital work-in-progress

Land and under construction building	**14,542,880**	4,680,564
Civil works	**4,433,578**	3,868,127
Equipment	**1,236,294**	1,693,001
Advances to suppliers and contractors	**4,634,435**	12,016,929
	24,847,187	22,258,621

10.2 Additions to property and equipment

	(Unaudited) For the nine months ended	
	September 30, 2026	September 30, 2025
	------(Rupees in '000)------	
The following additions have been made to property and equipment during the period:		
Capital work-in-progress - net	**2,588,566**	5,814,166
Property and equipment		
Freehold land	**55,975**	73,488
Leasehold land	**2,067,755**	677,301
Building on leasehold land	**1,524,568**	1,945,592
Machinery	**12,690**	14,738
Leasehold improvements	**3,717,762**	1,705,458
Furniture and fixtures	**1,042,089**	518,011
Electrical, office and computer equipment	**8,181,684**	5,170,504
Vehicles	**2,277,389**	2,515,449
	18,879,912	12,620,541
	21,468,478	18,434,707

10.3 Disposal of property and equipment

The net book value of property and equipment disposed off during the period is as follows:

Property and equipment		
Leasehold land	**1,497,503**	-
Building on leasehold land	**217,115**	-
Leasehold improvements	**23,059**	3,621
Furniture and fixtures	**3,380**	1,243
Electrical, office and computer equipment	**8,960**	8,138
Vehicles	**182,146**	73,428
	1,932,163	86,430

10.4 The properties of the Group were revalued by independent professional valuers as at September 30, 2026. The revaluation was carried out by M/s. KGT (Pvt) Limited, M/s United Valuers (Pte) Limited (Singapore), M/s Sunil Fernando & Associates (Pvt) Limited (Sri Lanka), M/s W.W Engineering Services (Pvt) Ltd (HBL MfB) and AJP Surveyors Ltd (UK) on the basis of an assessment of their present market values. The revaluation has resulted in an increase of Rs 19,298.468 million in the surplus. The total surplus arising against revaluation of fixed assets as at September 30, 2026 amounts to Rs 63,742.395 million.

11 RIGHT-OF-USE ASSETS	(Unaudited) September 30, 2026	(Audited) December 31, 2025
	------(Rupees in '000)------	
Buildings		
At January 1,		
Cost	**50,845,518**	44,639,102
Accumulated depreciation	**(20,149,193)**	(17,231,082)
Net carrying amount at January 1,	**30,696,325**	27,408,020
Exchange adjustment	**(37,804)**	153,284
Additions during the period / year	**8,612,762**	10,137,233
Deletions during the period / year	**(681,716)**	(2,242,049)
Depreciation charge for the period / year	**(3,785,351)**	(4,760,163)
Other adjustments	**74,004**	-
Net carrying amount at the end of the period / year	**34,878,220**	30,696,325

12 INTANGIBLE ASSETS		
Capital work-in-progress - computer software	**18,351,545**	16,973,512
Computer software	**6,233,535**	6,345,008
Other intangibles	**7,262,815**	7,378,138
	31,847,895	30,696,658

	Note	(Unaudited) For the nine months ended	
		September 30, 2026	September 30, 2025
12.1 **Additions to intangible assets**		------(Rupees in '000)------	
The following additions have been made to intangible assets during the period:			
Capital work-in-progress - net		**1,378,033**	4,393,138
Computer software		**1,948,469**	1,189,462
		3,326,502	5,582,600

	Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
13 **OTHER ASSETS**		------(Rupees in '000)------	
Mark-up / return / profit / interest accrued in local currency - net of provision		**174,416,433**	156,030,159
Mark-up / return / profit / interest accrued in foreign currency - net of provision		**8,424,973**	9,912,977
Advances, deposits, advance rent and other prepayments		**8,732,194**	8,425,292
Advance taxation		**71,980,387**	50,424,288
Advance against subscription of securities		**228,514**	228,514
Stationery and stamps on hand		**263,401**	235,438
Accrued fees and commissions		**515,272**	1,040,009
Due from Government of Pakistan / SBP		**13,240,586**	15,647,963
Mark to market gain on forward foreign exchange contracts		**9,020,001**	3,733,203
Mark to market gain on derivative instruments		**483,589**	253,662
Non-banking assets acquired in satisfaction of claims		**188,975**	188,976
Receivable from defined benefit plan		**2,996,685**	2,783,715
Acceptances		**69,983,103**	64,412,498
Clearing and settlement accounts		**20,465,879**	15,003,702
Dividend receivable		**76,555**	6,089
Claims receivable against fraud and forgeries		**983,740**	1,011,663
Inventory		**3,100,462**	1,438,074
Deferred fair value loss	13.2	**3,727,049**	3,727,049
Prepaid deferred expense	13.3	**42,267,407**	39,497,013
Others		**7,077,313**	4,846,444
		438,172,518	378,846,728
Provision / credit loss allowance held against other assets	13.1	**(6,280,708)**	(5,986,359)
Other assets - net of provision / credit loss allowance		**431,891,810**	372,860,369
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	21	**292,285**	294,753
Other assets - total		**432,184,095**	373,155,122

13.1 Provision / credit loss allowance held against other assets

Claims receivable against fraud and forgeries	**983,740**	1,011,663
Suit filed cases	**10,129**	4,979
Others	**5,286,839**	4,969,717
	6,280,708	5,986,359

13.1.1 Movement in provision / credit loss allowance held against other assets

Opening balance	**5,986,359**	4,889,886
Exchange adjustment	**(2,440)**	772
Charge for the period / year	**1,069,721**	1,539,661
Reversal for the period / year	**(540,615)**	(386,375)
Net charge	**529,106**	1,153,286
Written off during the period / year	**(2,751)**	(101,788)
Transfers	**(229,566)**	44,203
Closing balance	**6,280,708**	5,986,359

13.2 This represents the deferred fair value loss arising from the restructuring of the exposure to Pakistan International Airlines Corporation Limited (PIACL). To date, the Bank has amortized 30% of the loss, as allowed by the SBP.

13.3 This represents the difference between the fair value of subsidised employee loans and the actual amount disbursed, and will be expensed over the tenor of the loans.

		Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
			------(Rupees in '000)------	
14	**BILLS PAYABLE**			
	In Pakistan		**58,770,653**	58,182,640
	Outside Pakistan		**2,086,106**	1,240,172
			60,856,759	59,422,812
15	**BORROWINGS**			
	Secured			
	Borrowings from the SBP under			
	- Export refinance scheme		**9,468,358**	26,577,935
	- Export refinance scheme for bill discounting		**21,568,587**	22,920,448
	- Long term financing facility		**19,480,899**	23,858,769
	- Financing facility for renewable energy power plants		**5,255,535**	6,142,227
	- Refinance facility for modernization of Small and Medium Enterprises (SMEs)		**762,882**	1,117,806
	- Refinance and credit guarantee scheme for women entrepreneurs		**43,744**	57,106
	- Financing facility for storage of agricultural produce		**946,494**	1,134,407
	- Refinance facility for combating COVID-19		**87,617**	315,574
	- Temporary economic refinance facility		**15,603,304**	18,032,655
	- Refinance facility for SME Asaan Finance (SAAF)		**6,014,524**	7,977,197
	- Long term financing facility of subsidiary		**7,414,918**	8,258,280
			86,646,862	116,392,404
	Repurchase agreement borrowings		**1,831,199,090**	908,645,583
			1,917,845,952	1,025,037,987
	Unsecured			
	- Call money borrowings		**6,500,000**	63,274,598
	- Overdrawn nostro accounts		**13,711,909**	704,040
	- Borrowings of overseas branches and subsidiaries		**45,256,614**	53,990,509
	- Other long-term borrowings	15.1	**62,426,293**	73,012,402
			127,894,816	190,981,549
			2,045,740,768	1,216,019,536

15.1 This includes the following:

15.1.1 A long-term financing facility from China Development Bank, utilized for on-lending to projects of the Bank's customers. The current amount outstanding is US$ 133.190 million (December 31, 2025: US$ 150.157 million). Drawn amounts are payable in semi-annual installments from January 2023 to January 2033. Interest at a fixed spread over SOFR is payable semi-annually.

15.1.2 A mortgage refinancing facility on Musharakah basis from Pakistan Mortgage Refinance Company Limited (PMRC) amounting to Rs 500.000 million (December 31, 2025: Rs 1,000.000 million) for on-lending to customers. The principal amount is payable in equal semi-annual installments from April 2025 to October 2026. Profit at a rate of 16.61% per annum (December 31, 2025: 16.61% per annum) is payable semi-annually.

15.1.3 A mortgage refinancing facility on Musharakah basis from PMRC amounting to Rs 3,840.000 million (December 31, 2025: Rs 3,920.000 million) for on-lending to customers. The principal amount is payable in semi-annual installments from December 2025 to June 2028. Profit at a rate of 1-year KIBOR minus 2.25% with a floor of 9.00% per annum is payable semi-annually.

15.1.4 Mortgage refinancing facilities from PMRC, amounting to Rs 393.846 million (December 31, 2025: Rs 520.725 million), utilised by HBL Microfinance Bank Limited to extend mortgage finance to low income groups. The principal amount of the facilities is payable in quarterly installments from June 2026 to June 2031. Mark-up on all facilities is payable quarterly at rates ranging from 6.50% to 14.00% per annum (December 31, 2025: 6.50% to 14.00% per annum).

15.1.5 A long-term financing facility of US$ 75.000 million (December 31, 2025: US$ 75.000 million) was arranged from British International Investment plc to support farmers and Agri businesses in Pakistan. The principal amount of the facility is payable in semi-annual installments till July 2030. Interest rate on the facility is SOFR plus a fixed spread payable semi-annually.

16 DEPOSITS AND OTHER ACCOUNTS

	September 30, 2026 (Unaudited)			December 31, 2025 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	(Rupees in '000)					
Customers						
Current deposits	**1,864,360,457**	**348,089,299**	**2,212,449,756**	1,633,624,506	342,189,322	1,975,813,828
Savings deposits	**1,971,174,430**	**110,743,466**	**2,081,917,896**	1,928,737,053	123,998,045	2,052,735,098
Term deposits	**584,073,229**	**451,452,104**	**1,035,525,333**	673,374,339	419,462,174	1,092,836,513
	4,419,608,116	**910,284,869**	**5,329,892,985**	4,235,735,898	885,649,541	5,121,385,439
Financial institutions						
Current deposits	**26,762,704**	**9,751,722**	**36,514,426**	13,546,121	3,725,827	17,271,948
Savings deposits	**499,857,960**	**1,200,752**	**501,058,712**	384,231,578	3,229,562	387,461,140
Term deposits	**11,176,200**	**15,121,899**	**26,298,099**	6,855,491	13,026,353	19,881,844
	537,796,864	**26,074,373**	**563,871,237**	404,633,190	19,981,742	424,614,932
	4,957,404,980	**936,359,242**	**5,893,764,222**	4,640,369,088	905,631,283	5,546,000,371

17 LEASE LIABILITIES

	Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
		(Rupees in '000)	
Opening balance		**40,115,807**	35,869,231
Exchange adjustment		**(87,227)**	171,111
Additions during the period / year		**8,235,805**	9,264,495
Interest expense		**4,072,613**	4,064,694
Lease payments including interest		**(5,782,857)**	(6,502,609)
Deletions during the period / year		**(442,449)**	(2,751,115)
Closing balance		**46,111,692**	40,115,807

17.1 Liabilities outstanding at the end of the period / year

Not later than one year	**1,936,124**	2,161,737
Later than one year and up to five years	**12,543,550**	11,922,729
Over five years	**31,632,018**	26,031,341
Total	**46,111,692**	40,115,807

18 SUBORDINATED DEBT

Additional Tier I Term Finance Certificates	18.1.1	**12,374,000**	12,374,000
Additional Tier I Term Finance Certificates	18.1.2	**6,500,000**	6,500,000
Tier II Term Finance Certificates	18.2	**1,500,000**	1,500,000
		20,374,000	20,374,000

18.1 The Bank has issued listed, fully paid up, rated, privately placed, perpetual, unsecured, subordinated, non-cumulative and contingent convertible debt instruments in the nature of Term Finance Certificates (TFCs) issued as instruments of redeemable capital under Section 66 of the Companies Act, 2017 which qualify as Additional Tier 1 Capital (AT 1) as outlined by the SBP under BPRD Circular No. 6 dated August 15, 2013.

The key features of these issues are as follows:

18.1.1

Issue Date	September 26, 2019
Issue amount	Rs 12.374 billion
Rating	AA+ (Double A plus) [December 31, 2025: AA+ (Double A plus)]
Original Tenor	Perpetual
Security	Unsecured and subordinated to all other indebtedness of the Bank including depositors and general creditors, but will rank pari passu with other Additional Tier I instruments and superior to the claims of ordinary shareholders.
Mark-up payment frequency	Quarterly in arrears
Redemption	Perpetual, hence not applicable.
Mark-up	Floating rate of return at Base Rate + 1.60%. The Base Rate is defined as the average “Ask Side” rate of the three months Karachi Interbank Offered Rate (KIBOR).
Call option	The Bank may, at its sole discretion, call the TFCs any time after five years from the Issue Date subject to the following: (a) Prior approval of the SBP having been obtained; and (b) The Bank replacing the TFCs with capital of the same or better quality and the capital position of the Bank being above the minimum capital requirement after the Call Option is exercised. If the Bank decides to exercise the Call Option, the Bank shall notify the Trustee and the investors not less than 30 calendar days prior to the date of exercise of such Call Option, which notice shall specify the date fixed for the exercise of the Call Option (the “Call Option Exercise Date”).
Lock-in clause	Mark-up will only be paid from the current year’s earnings and only if the Bank is in compliance with regulatory capital and liquidity requirements.
Loss absorbency clause	The TFCs will be subject to a loss absorbency clause as stipulated under the SBP's "Instructions for Basel III Implementation in Pakistan".

18.1.2

Issue Date	December 28, 2022
Issue amount	Rs 6.500 billion
Rating	AA+ (Double A plus) [December 31, 2025: AA+ (Double A plus)]
Original Tenor	Perpetual
Security	Unsecured and subordinated to all other indebtedness of the Bank including depositors and general creditors, but will rank pari passu with other Additional Tier I instruments and superior to the claims of ordinary shareholders.
Mark-up payment frequency	Quarterly in arrears
Redemption	Perpetual, hence not applicable.
Mark-up	Floating rate of return at Base Rate + 2.00%. The Base Rate is defined as the average “Ask Side” rate of the three months Karachi Interbank Offered Rate (KIBOR).
Call option	The Bank may, at its sole discretion, call the TFCs any time after five years from the Issue Date subject to the following: (a) Prior approval of the SBP having been obtained; and (b) The Bank replacing the TFCs with capital of the same or better quality and the capital position of the Bank being above the minimum capital requirement after the Call Option is exercised. If the Bank decides to exercise the Call Option, the Bank shall notify the Trustee and the investors not less than 30 calendar days prior to the date of exercise of such Call Option, which notice shall specify the date fixed for the exercise of the Call Option (the “Call Option Exercise Date”).
Lock-in clause	Mark-up will only be paid from the current year’s earnings and only if the Bank is in compliance with regulatory capital and liquidity requirements.
Loss absorbency clause	The TFCs will be subject to a loss absorbency clause as stipulated under the SBP's "Instructions for Basel III Implementation in Pakistan".

18.2 HBL MfB has issued fully paid up, rated, privately placed, unsecured, and subordinated debt instruments in the nature of TFCs issued as instruments of redeemable capital under Section 66(1) of the Companies Act, 2017, which qualify as Tier II Capital as outlined by the SBP under BPRD Circular No. 6, dated August 15, 2013.

The key features of the issue are as follows:

Issue Date	December 22, 2023
Issue amount	Rs 1.500 billion (including a greenshoe option of Rs 500 million)
Rating	A (December 31, 2025: A)
Original Tenor	10 years from the first disbursement date.
Security	Unsecured and subordinated as to payment of principal and markup to all other indebtedness of HBL MfB, including deposits, but will rank pari passu with other Tier II instruments and superior to the claims of ordinary shareholders.
Profit payment frequency	Semi-annually in arrears on the outstanding Issue Amount. The first such markup payment will fall due six months from the Issue Date and subsequently every six months thereafter.
Redemption	The instrument will not be redeemable before maturity without prior approval of the SBP. Principal: Bullet at Maturity Markup: Semi-annual from the Issue Date
Mark-up	Floating rate of return at Base Rate + 2.00%. The Base Rate is defined as the average "Ask Side" rate of the six months Karachi Interbank Offered Rate (KIBOR).
Call option	HBL MfB may, at its sole discretion, call the TFCs any time after five years from the Issue Date subject to the following: (a) Prior approval of the SBP having been obtained; and (b) HBL MfB being compliant with the minimum capital requirement (MCR) and Capital Adequacy Ratio (CAR) after the Call Option is exercised. If HBL MfB decides to exercise the Call Option, it shall notify the Trustee and the investors not less than 30 calendar days prior to the date of exercise of such Call Option, which notice shall specify the date fixed for the exercise of the Call Option (the "Call Option Exercise Date").
Lock-in clause	Neither markup nor principal can be paid (even at maturity) in respect of the TFC, if such payment will result in a shortfall in the Bank's MCR or CAR or result in an increase in any existing shortfall in MCR and CAR.
Loss absorbency clause	The TFCs will be subject to a loss absorbency clause as stipulated under the SBP's "Instructions for Basel III Implementation in Pakistan".

19 DEFERRED TAX LIABILITIES

	Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
		------(Rupees in '000)------	
Deductible temporary differences on			
- Tax losses of subsidiary		**(2,537,051)**	(2,325,362)
- Credit loss allowance against investments		**(891,966)**	(52,064)
- Credit loss allowance against doubtful debts and off-balance sheet obligations		**(24,786,481)**	(25,769,376)
- Liabilities written back under section 34(5) of the Income Tax Ordinance (ITO) 2001		**(1,876,584)**	(3,172,542)
- Ijarah financing		**(702,164)**	(706,226)
- Right-of-use assets and related lease liabilities		**(6,122,188)**	(5,521,994)
- Cash flow hedge reserve		**(752,189)**	-
- Others		**(119,433)**	(95,187)
		(37,788,056)	(37,642,751)
Taxable temporary differences on			
- Accelerated tax depreciation		**4,318,015**	3,611,041
- Surplus on revaluation of investments	21	**21,504,975**	49,031,657
- Surplus on revaluation of investments of associates	21	**1,986,420**	2,455,110
- Surplus on revaluation of property and equipment	21	**7,904,303**	3,937,275
- Surplus on revaluation of property and equipment of associates	21	**210,689**	210,689
- Management rights and goodwill		**599,353**	540,829
- Share of profit of associates		**15,699,041**	13,879,210
- Exchange translation reserve		**5,429,549**	7,813,091
		57,652,345	81,478,902
Net deferred tax liabilities		**19,864,289**	43,836,151

20 OTHER LIABILITIES

	Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
		------(Rupees in '000)------	
Mark-up / return / profit / interest payable in local currency		**55,063,204**	39,966,889
Mark-up / return / profit / interest payable in foreign currency		**7,703,162**	9,948,270
Security deposits		**1,804,676**	1,717,876
Accrued expenses		**51,832,696**	51,220,774
Mark to market loss on forward foreign exchange contracts		**11,713,255**	5,115,105
Mark to market loss on derivative instruments		**5,576,768**	4,823,073
Unclaimed dividends		**897,704**	868,471
Dividends payable		**434,292**	335,232
Provision for post retirement medical benefits		**4,811,901**	4,680,270
Provision for employees' compensated absences		**547,991**	615,462
Credit loss allowance against off-balance sheet obligations	20.1	**7,128,888**	5,163,319
Acceptances		**69,983,103**	64,412,498
Branch adjustment account		**4,740,849**	8,434,300
Provision for staff retirement benefits		**2,272,522**	2,071,794
Payable to defined benefit plans		**-**	1,077,144
Provision for Workers' Welfare Fund		**18,945,389**	16,651,558
Unearned income		**25,848,157**	24,179,950
Qarza-e-hasna fund		**338,409**	338,409
Levies and taxes payable		**7,868,914**	14,467,574
Insurance payable		**866,369**	634,439
Provision for rewards program expenses		**5,680,217**	3,769,494
Liability against trading of securities		**21,468,244**	1,696,133
Clearing and settlement accounts		**16,856,589**	21,481,223
Payable to HBL Foundation		**813,085**	1,001,336
Charity fund balance		**101,690**	53,582
Unclaimed deposits		**1,957,015**	760,882
Others		**11,936,813**	8,275,781
		337,191,902	293,760,838

20.1 Credit loss allowance against off-balance sheet obligations

Opening balance	**5,163,319**	8,149,567
Impact of adoption of IFRS 9	**-**	860,271
Exchange adjustment	**(15,024)**	98,999
Charge for the period / year	**2,636,716**	569,312
Reversal for the period / year	**(655,852)**	(4,518,154)
Net charge / (reversal)	**1,980,864**	(3,948,842)
Other movement	**(271)**	3,324
Closing balance	**7,128,888**	5,163,319

21 SURPLUS ON REVALUATION OF ASSETS - NET OF TAX

	Note	September 30, 2026 (Unaudited)			December 31, 2025 (Audited)		
		Attributable to			Attributable to		
		Equity holders	Non-controlling interest	Total	Equity holders	Non-controlling interest	Total
		---------- (Rupees in '000) ----------					
Surplus arising on revaluation of:							
- Property and equipment		**63,675,029**	**67,366**	**63,742,395**	46,137,435	47,563	46,184,998
- Property and equipment of associates		**405,171**	**-**	**405,171**	405,171	-	405,171
- FVOCI securities - debt		**24,029,696**	**226**	**24,029,922**	74,254,480	72,878	74,327,358
- FVOCI securities - equity	8.1	**17,284,538**	**-**	**17,284,538**	19,982,509	-	19,982,509
- FVOCI securities held by associates		**3,820,038**	**-**	**3,820,038**	4,721,366	-	4,721,366
- Non-banking assets acquired in satisfaction of claims	13	**292,285**	**-**	**292,285**	294,753	-	294,753
		109,506,757	**67,592**	**109,574,349**	145,795,714	120,441	145,916,155
Deferred tax liability on surplus on revaluation of:							
- Property and equipment		**7,878,030**	**26,273**	**7,904,303**	3,923,058	14,217	3,937,275
- Property and equipment of associates		**210,689**	**-**	**210,689**	210,689	-	210,689
- FVOCI securities - debt		**12,516,927**	**88**	**12,517,015**	38,612,330	28,422	38,640,752
- FVOCI securities - equity		**8,987,960**	**-**	**8,987,960**	10,390,905	-	10,390,905
- FVOCI securities held by associates		**1,986,420**	**-**	**1,986,420**	2,455,110	-	2,455,110
- Non-banking assets acquired in satisfaction of claims		**-**	**-**	**-**	-	-	-
		31,580,026	**26,361**	**31,606,387**	55,592,092	42,639	55,634,731
Surplus on revaluation of assets - net of tax		**77,926,731**	**41,231**	**77,967,962**	90,203,622	77,802	90,281,424

		Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
			------(Rupees in '000)------	
22	**CONTINGENCIES AND COMMITMENTS**			
	- Guarantees	22.1	**453,668,737**	399,932,440
	- Commitments	22.2	**2,506,283,276**	1,264,256,793
	- Other contingent liabilities	22.3	**17,888,722**	18,361,578
			2,977,840,735	1,682,550,811
22.1	**Guarantees:**			
	Financial guarantees		**114,928,810**	85,080,216
	Performance guarantees		**322,862,398**	302,592,648
	Other guarantees		**15,877,529**	12,259,576
			453,668,737	399,932,440
22.2	**Commitments:**			
	Trade-related contingent liabilities		**403,264,414**	282,871,993
	Commitments in respect of:			
	- forward foreign exchange contracts	22.2.1	**1,534,977,335**	823,918,689
	- forward Government securities transactions	22.2.2	**444,290,605**	60,126,054
	- derivatives	22.2.3	**77,127,475**	58,229,568
	- forward lending	22.2.4	**36,288,084**	28,793,730
			2,092,683,499	971,068,041
	Commitments for acquisition of:			
	- property and equipment		**5,097,209**	5,089,389
	- intangible assets		**5,238,154**	5,227,370
			10,335,363	10,316,759
			2,506,283,276	1,264,256,793
22.2.1	**Commitments in respect of forward foreign exchange contracts**			
	Purchase		**856,771,503**	480,791,447
	Sale		**678,205,832**	343,127,242
			1,534,977,335	823,918,689
22.2.2	**Commitments in respect of forward Government securities transactions**			
	Purchase		**128,742,595**	47,282,681
	Sale		**315,548,010**	12,843,373
			444,290,605	60,126,054
22.2.3	**Commitments in respect of derivatives**			
	Foreign currency options			
	Purchase		**10,579,657**	11,601,055
	Sale		**10,579,657**	11,601,055
			21,159,314	23,202,110
	Cross Currency swaps			
	Purchase		**15,811,957**	14,653,517
	Sale		**20,156,204**	20,173,941
			35,968,161	34,827,458
	Interest rate swaps			
	Purchase		**-**	-
	Sale		**20,000,000**	200,000
			20,000,000	200,000

		(Unaudited) September 30, 2026	(Audited) December 31, 2025
		------(Rupees in '000)------	
22.2.4	**Commitments in respect of forward lending**		
	Undrawn formal standby facilities, credit lines and other commitments to extend credit	**36,288,084**	28,793,730

These represent commitments that are irrevocable because they can not be withdrawn at the discretion of the Group without the risk of incurring a significant penalty or expense.

		(Unaudited) September 30, 2026	(Audited) December 31, 2025
		------(Rupees in '000)------	
22.3	**Other contingent liabilities**		
22.3.1	Claims against the Group not acknowledged as debts	**17,888,722**	18,361,578

These mainly represent counter claims by borrowers for damages, claims filed by former employees of the Group and other claims relating to banking transactions. Based on legal advice and / or internal assessments, management is confident that the matters will be decided in the Group's favour and the possibility of any adverse outcome is unlikely. Accordingly, no provision has been made in these condensed interim consolidated financial statements.

22.3.2 There were no tax related contingencies as at the period end except for those disclosed in the consolidated financial statements for the year ended December 31, 2025.

23 DERIVATIVE INSTRUMENTS

Product Analysis	September 30, 2026 (Unaudited)					
	Foreign currency options		Cross currency swaps		Interest rate Swaps	
	Notional principal	Mark to market (loss) / gain	Notional principal	Mark to market loss	Notional principal	Mark to market loss
	---------- (Rupees in '000) ----------					
Hedging	**10,579,657**	**(234,086)**	**-**	**-**	**-**	**-**
Market Making	**10,579,657**	**234,086**	**35,968,164**	**(3,393,200)**	**20,000,000**	**(1,699,979)**

	December 31, 2025 (Audited)					
	Foreign currency options		Cross currency swaps		Interest rate Swaps	
	Notional principal	Mark to market (loss) / gain	Notional principal	Mark to market loss	Notional principal	Mark to market loss
	---------- (Rupees in '000) ----------					
Hedging	11,601,055	(88,043)	-	-	-	-
Market Making	11,601,055	88,043	34,827,458	(4,569,222)	200,000	(189)

24 MARK-UP / RETURN / PROFIT / INTEREST EARNED

	(Unaudited) For the nine months ended	
	September 30, 2026	September 30, 2025
	------(Rupees in '000)------	
On:		
Loans and advances	**183,027,507**	188,253,362
Investments	**378,430,545**	302,367,619
Lendings to financial institutions	**13,916,076**	5,866,043
Balances with banks	**6,187,584**	6,916,446
	581,561,712	503,403,470

		Note	(Unaudited) For the nine months ended September 30, 2026	September 30, 2025
			------(Rupees in '000)------	
24.1	**INTEREST INCOME RECOGNISED**			
	On:			
	Financial assets measured at amortised cost		**241,714,207**	238,533,840
	Financial assets measured at FVOCI		**327,174,522**	251,629,138
	Financial assets measured at FVTPL		**12,672,983**	13,240,492
			581,561,712	503,403,470
25	**MARK-UP / RETURN / PROFIT / INTEREST EXPENSED**			
	On:			
	Deposits		**214,897,296**	204,565,593
	Securities sold under repurchase agreement borrowings		**126,287,614**	63,079,155
	Borrowings		**15,665,768**	20,653,694
	Subordinated debt		**1,968,211**	1,910,653
	Cost of foreign currency swaps against foreign currency deposits / borrowings		**8,236,784**	2,961,628
	Lease liability against right-of-use assets		**4,072,613**	2,905,202
			371,128,286	296,075,925
26	**FEE AND COMMISSION INCOME**			
	Branch banking customer fees		**4,460,161**	4,411,635
	Branchless banking customer fees		**501,415**	(44,233)
	Consumer finance related fees		**2,539,952**	2,406,280
	Card related fees (debit and credit cards)		**13,138,708**	11,735,298
	Credit related fees		**1,786,496**	2,195,021
	Investment banking fees		**1,644,240**	1,163,145
	Commission on trade related products		**4,869,945**	5,091,440
	Commission on guarantees		**1,816,396**	928,882
	Commission on cash management		**1,602,612**	1,281,289
	Commission on remittances (including home remittances)		**716,011**	(1,100,527)
	Commission on bancassurance		**1,043,665**	1,418,939
	Commission on Government to Person (G2P) payments		**1,634,967**	(162,561)
	Management fee		**2,470,185**	3,077,220
	Merchant discount and interchange fees		**5,231,832**	5,803,969
	Wealth management fee		**947,446**	689,273
	Others		**170,314**	214,984
			44,574,345	39,110,054
	Less: Sales tax / Federal Excise Duty on fee and commission income		**(5,170,028)**	(4,856,631)
			39,404,317	34,253,423
27	**GAIN ON SECURITIES - NET**			
	Realised	27.1	**6,719,463**	14,306,079
	Unrealised - measured at FVTPL	8.1	**361,094**	(256,158)
			7,080,557	14,049,921
27.1	**Gain / (loss) on securities - realised**			
	On:			
	Federal Government securities			
	- Market Treasury Bills		**3,365**	3,615,929
	- Pakistan Investment Bonds		**6,532,584**	5,916,033
	- Ijarah Sukuk		**580,012**	4,126,426
	Shares		**(120,870)**	748,331
	Non-Government debt securities		**-**	10,718
	Foreign securities		**(275,628)**	(111,358)
			6,719,463	14,306,079

		(Unaudited) For the nine months ended	
		September 30, 2026	September 30, 2025
		------(Rupees in '000)------	
27.1.1	**Composition of gain on securities - realised**		
	Net (loss) / gain on securities measured at FVTPL	**(153,177)**	3,895,073
	Net gain on debt securities measured at FVOCI	**6,872,640**	10,411,006
		6,719,463	14,306,079
28	**OTHER INCOME**		
	Incidental charges	**1,467,303**	760,095
	Gain / (loss) on sale of property and equipment - net	**288,750**	(19,933)
	Gain realised on closure of the Bank's branch	**-**	1,940,160
	Rent on properties	**9,282**	6,558
		1,765,335	2,686,880
29	**OPERATING EXPENSES**		
	Total compensation expense	**62,251,021**	56,185,880
	Property expense		
	Rent and taxes	**1,482,964**	989,184
	Insurance	**313,602**	280,493
	Utilities cost	**3,904,082**	4,515,007
	Security (including guards)	**2,997,217**	2,863,416
	Repair and maintenance (including janitorial charges)	**4,323,866**	4,429,751
	Depreciation on owned property and equipment	**3,820,958**	4,475,343
	Depreciation on right-of-use assets	**3,785,351**	3,550,982
		20,628,040	21,104,176
	Information technology expenses		
	Software maintenance	**8,676,858**	8,723,691
	Hardware maintenance	**1,870,223**	1,971,413
	Depreciation	**3,280,775**	3,446,358
	Amortisation	**2,079,064**	2,110,795
	Network charges	**1,386,525**	1,648,390
	Consultancy charges	**242,163**	496,733
		17,535,608	18,397,380
	Other operating expenses		
	Legal and professional charges	**2,848,968**	6,290,546
	Outsourced services costs	**3,334,030**	2,663,357
	Travelling and conveyance	**1,498,391**	1,634,201
	Insurance	**1,781,653**	1,740,526
	Remittance charges	**547,950**	573,378
	Cash transportation and sorting charges	**2,111,562**	2,501,084
	Repairs and maintenance	**1,810,970**	2,044,622
	Depreciation	**1,818,263**	1,068,030
	Training and development	**287,485**	232,489
	Postage and courier charges	**738,846**	796,987
	Communication	**2,998,206**	2,724,576
	Stationery and printing	**2,510,825**	2,773,337
	Marketing, advertisement and publicity	**9,676,387**	6,701,103
	Donations	**822,657**	811,060
	Auditors' remuneration	**421,597**	463,546
	Brokerage and commission	**1,514,266**	740,584
	Subscription	**680,208**	552,827
	Documentation and processing charges	**12,259,400**	10,623,338
	Entertainment	**675,515**	658,803
	Consultancy charges	**1,228,054**	2,040,581
	Deposit insurance premium expense	**3,412,412**	3,139,611
	Product feature cost	**6,144,451**	4,577,467
	Others	**1,906,252**	1,616,429
		61,028,348	56,968,482
		161,443,017	152,655,918

		Note	(Unaudited) For the nine months ended September 30, 2026	September 30, 2025
			------(Rupees in '000)------	
30	**OTHER CHARGES**			
	Penalties imposed by the State Bank of Pakistan		**217,714**	102,354
	Penalties imposed by other regulatory bodies		**7,099**	10,072
			224,813	112,426
31	**CREDIT LOSS ALLOWANCE / (REVERSALS) AND WRITE OFFS - NET**			
	Reversal of credit loss allowance against investments	8.3	**(106,464)**	(599,611)
	Credit loss allowance against loans and advances	9.3	**2,589,589**	9,797,341
	Reversal of credit loss allowance against cash and cash equivalents		**(2,129)**	(5,431)
	Credit loss allowance against lendings to financial institutions		**436**	-
	Credit loss allowance against other assets	13.1.1	**529,106**	365,926
	Charge / (reversal) of credit loss allowance against off-balance sheet obligations	20.1	**1,980,864**	(704,054)
	Recoveries against written off / charged off bad debts		**(973,625)**	(1,217,843)
	Other write offs and operational losses		**71,060**	176,585
			4,088,837	7,812,913
32	**TAXATION**			
	- Current			
	- For the period		**54,747,802**	58,220,734
	- Prior period		**2,892,947**	6,002,204
			57,640,749	64,222,938
	- Deferred			
	- For the period		**5,772,935**	918,669
	- Prior period		**(2,476,552)**	(4,365,588)
			3,296,383	(3,446,919)
			60,937,132	60,776,019
33	**BASIC AND DILUTED EARNINGS PER SHARE**			
	Profit for the period attributable to equity holders of the Bank		**54,041,454**	51,293,098
			(Number)	
	Weighted average number of ordinary shares		**1,466,852,508**	1,466,852,508
			(Rupees)	
	Basic and diluted earnings per share		**36.84**	34.97

33.1 Diluted earnings per share has not been presented separately as the Bank does not have any convertible instruments in issue.

34 FAIR VALUE OF FINANCIAL INSTRUMENTS

The fair values of traded investments are based on quoted market prices.

The fair value of unquoted debt securities, fixed term advances, fixed term deposits and borrowings, other assets and other liabilities, cannot be calculated with sufficient reliability due to the absence of a current and active market for such assets and liabilities and reliable data regarding market rates for similar instruments and therefore, are not reported as part of this disclosure.

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

All assets and liabilities for which fair value is measured or disclosed in these condensed interim consolidated financial statements are categorised within the following fair value hierarchy based on the lowest level input that is significant to the fair value measurement:

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 liabilities either directly (i.e. as prices) or indirectly (i.e. derived from prices).
Level 3 - Fair value measurements using inputs that are not based on observable market data.

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

Federal Government securities	The fair values of Federal Government securities are determined on the basis of rates / prices sourced from Reuters.
Non-Government debt securities	Non-Government debt securities denominated in Rupees are valued on the basis of rates announced by the Mutual Funds Association of Pakistan (MUFAP). Non-Government debt securities denominated in other currencies are valued on the basis of rates taken from Bloomberg / Reuters.
Foreign Government debt securities	The fair values of foreign Government debt securities are determined on the basis of rates taken from Bloomberg / Reuters.
Unquoted equity securities	The fair value of unquoted equity securities are valued on the basis of either income approach, or market approach. Where both the above valuation techniques cannot be used due to unavailability of data, the Bank uses the adjusted break-up value method as disclosed in note 34.1.1 below.
Units of mutual funds	The fair values of units of mutual funds are determined based on their net asset values as published at the close of each business day.
Derivatives	The Group enters into derivatives contracts with various counterparties. 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 and Forward Government securities transactions	The fair values of forward foreign exchange contracts and forward Government securities transactions are determined using forward pricing calculations.
Property and equipment and non-banking assets acquired in satisfaction of claims	Land, buildings and non-banking assets acquired in satisfaction of claims are revalued on a periodic basis using professional valuers. The valuation is based on their assessment of the market value of the assets.

34.1 Level 3 fair valuation of unlisted equity securities

34.1.1 Adjusted breakup value method:
The valuations are based on latest available financial statements of the investee company. These are adjusted for factors such as lack of control and marketability using haircuts ranging from 15% to 25%. A 1% change in the haircut actually applied would change the total fair value by Rs 15.698 million. Any change to the valuation is reflected in other comprehensive income, since all investments for which this method is used are classified as FVOCI.

34.1.2 Reconciliation of Level 3 fair values

The following table shows reconciliation of investments held at Level 3 fair value movement:

	(Unaudited) September 30, 2026	(Audited) December 31, 2025
	------(Rupees in '000)------	
Opening balance - as reported	**1,800,268**	-
Impact of adoption of IFRS 9	**-**	1,034,720
Opening balance - as restated	**1,800,268**	1,034,720
Remeasurement recognised in OCI	**(230,467)**	765,548
	1,569,801	1,800,268

34.2 Fair value of financial assets

The following table provides the fair values of those of the Group's financial assets that are recognised or disclosed at fair value in these condensed interim consolidated financial statements:

	As at September 30, 2026 (Unaudited)				
On balance sheet financial instruments	**Carrying value**	**Level 1**	**Level 2**	**Level 3**	**Total**
	---------- (Rupees in '000) ----------				
Financial assets - measured at fair value					
Investments					
- Federal Government securities	**4,381,904,214**	**-**	**4,381,904,214**	**-**	**4,381,904,214**
- Shares - listed companies	**24,453,201**	**24,453,201**	**-**	**-**	**24,453,201**
- Shares - unlisted companies	**15,208,716**	**-**	**13,638,915**	**1,569,801**	**15,208,716**
- Non-Government debt securities - listed	**9,102,440**	**-**	**9,102,440**	**-**	**9,102,440**
- Foreign securities					
Government debt securities	**161,543,010**	**-**	**161,543,010**	**-**	**161,543,010**
Non-Government debt securities - listed	**21,507,620**	**-**	**21,507,620**	**-**	**21,507,620**
- National Investment Unit Trust units	**99,112**	**-**	**99,112**	**-**	**99,112**
- Real Estate Investment Trust units - listed	**2,280,040**	**2,280,040**	**-**	**-**	**2,280,040**
- Preference Shares - Listed	**981,400**	**981,400**	**-**	**-**	**981,400**
	4,617,079,753	**27,714,641**	**4,587,795,311**	**1,569,801**	**4,617,079,753**

	As at September 30, 2026 (Unaudited)				
	Carrying value	Level 1	Level 2	Level 3	Total
	(Rupees in '000)				
Financial assets - disclosed but not measured at fair value					
Investments					
- Federal Government securities	712,259,219	-	691,666,290	-	691,666,290
- Non-Government debt securities - listed	955,119	-	955,695	-	955,695
- Foreign securities					
Government debt securities	21,364,222	-	21,549,152	-	21,549,152
	734,578,560	-	714,171,137	-	714,171,137
	5,351,658,313	27,714,641	5,301,966,448	1,569,801	5,331,250,890

	As at September 30, 2026 (Unaudited)				
	Notional value	Level 1	Level 2	Level 3	Total
	(Rupees in '000)				
Off-balance sheet financial instruments - measured at fair value					
Commitments					
- Forward foreign exchange contracts	1,534,977,335	-	(2,693,254)	-	(2,693,254)
- Forward Government securities transactions	444,290,605	-	(677,672)	-	(677,672)
- Derivative instruments	77,127,475	-	(5,093,179)	-	(5,093,179)

	As at December 31, 2025 (Audited)				
	Carrying value	Level 1	Level 2	Level 3	Total
	(Rupees in '000)				
On balance sheet financial instruments					
Financial assets - measured at fair value					
Investments					
- Federal Government securities	3,313,153,498	-	3,313,153,498	-	3,313,153,498
- Shares - listed companies	24,227,679	24,227,679	-	-	24,227,679
- Shares - unlisted companies	15,646,929	-	13,846,661	1,800,268	15,646,929
- Non-Government debt securities - listed	9,772,300	-	9,772,300	-	9,772,300
- Foreign securities					
Government debt securities	183,093,001	-	183,093,001	-	183,093,001
Non-Government debt securities - listed	12,264,546	-	12,264,546	-	12,264,546
- National Investment Unit Trust units	113,041	-	113,041	-	113,041
- Real Estate Investment Trust units - listed	2,493,589	2,493,589	-	-	2,493,589
- Preference Shares - listed	884,400	884,400	-	-	884,400
	3,561,648,983	27,605,668	3,532,243,047	1,800,268	3,561,648,983
Financial assets - disclosed but not measured at fair value					
Investments					
- Federal Government securities	537,192,644	-	550,875,046	-	550,875,046
- Non-Government debt securities - listed	899,126	-	847,841	-	847,841
- Foreign securities					
Government debt securities	12,087,251	-	12,142,499	-	12,142,499
	550,179,021	-	563,865,386	-	563,865,386
	4,111,828,004	27,605,668	4,096,108,433	1,800,268	4,125,514,369

	As at December 31, 2025 (Audited)				
	Notional value	Level 1	Level 2	Level 3	Total
	(Rupees in '000)				
Off-balance sheet financial instruments - measured at fair value					
Commitments					
- Forward foreign exchange contracts	823,918,689	-	(1,381,902)	-	(1,381,902)
- Forward Government securities transactions	60,126,054	-	(327,919)	-	(327,919)
- Derivative instruments	58,229,568	-	(4,569,411)	-	(4,569,411)

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

	As at September 30, 2026 (Unaudited)				
	Carrying value	Level 1	Level 2	Level 3	Total
	(Rupees in '000)				
- Land and building	109,538,023	-	109,538,023	-	109,538,023
- Non-banking assets acquired in satisfaction of claims	481,260	-	481,260	-	481,260
	110,019,283	-	110,019,283	-	110,019,283

	As at December 31, 2025 (Audited)				
	Carrying value	Level 1	Level 2	Level 3	Total
	(Rupees in '000)				
- Land and building	88,689,278	-	88,689,278	-	88,689,278
- Non-banking assets acquired in satisfaction of claims	483,729	-	483,729	-	483,729
	89,173,007	-	89,173,007	-	89,173,007

35 SEGMENT INFORMATION

35.1 Segment details with respect to Business Activities

	For the nine months ended September 30, 2026 (Unaudited)										
	Retail Banking	Consumer, SME & Agriculture lending	Corporate, Commercial and Investment Banking	Treasury	Financial Institutions	Branchless banking	International and global remittance	Asset management	Microfinance	Head office / others	Total
Profit and loss account	(Rupees in million)										
Net mark-up / return / profit / interest income	(152,691)	48,038	50,618	235,563	(3,146)	249	17,526	(318)	15,631	(1,037)	210,433
Inter segment revenue / (expense) - net	250,042	(27,230)	(15,615)	(214,259)	3,325	1,785	(32)	-	-	1,984	0
Non mark-up / interest income	4,663	17,398	8,718	24,584	1,014	2,592	5,329	3,689	1,306	3,373	72,666
Total income	102,014	38,206	43,722	45,888	1,193	4,626	22,823	3,370	16,937	4,320	283,099
Segment direct expenses	41,965	25,250	4,351	1,604	297	2,321	24,594	2,187	11,187	50,207	163,962
Inter segment expense allocation	26,926	8,814	8,228	1,346	566	1,070	669	-	-	(47,620)	-
Total expenses	68,890	34,064	12,579	2,950	863	3,391	25,263	2,187	11,187	2,587	163,962
Credit loss allowance - (reversal) / charge	(108)	828	189	(3)	(1,683)	-	278	-	3,883	704	4,089
Profit / (loss) before tax	33,231	3,314	30,954	42,941	2,013	1,235	(2,718)	1,184	1,866	1,028	115,049

	As at September 30, 2026 (Unaudited)										
	Retail Banking	Consumer, SME & Agriculture lending	Corporate, Commercial and Investment Banking	Treasury	Financial Institutions	Branchless banking	International and global remittance	Asset management	Microfinance	Head office / others	Total
Statement of financial position	(Rupees in million)										
Cash and bank balances	191,608	-	2,578	284,775	-	-	106,045	7	10,875	1,069	596,957
Lendings to financial institutions	-	-	-	53,302	-	-	-	-	18,506	-	71,808
Inter segment lending	3,529,808	-	-	-	392,129	15,119	11,108	-	-	174,211	4,122,375
Investments	-	-	27,546	5,045,713	4,661	-	243,257	3,253	58,287	44,740	5,427,457
Advances - performing	0	417,828	1,081,426	-	44,870	-	472,375	-	94,930	29,583	2,141,012
Advances - non-performing	-	2,330	3,929	-	-	-	8,012	-	1,918	(59)	16,130
Others	31,491	7,152	87,390	141,738	501	1,860	71,325	5,236	22,318	303,900	672,910
Total assets	3,752,906	427,309	1,202,871	5,525,528	442,160	16,979	912,122	8,497	206,833	553,444	13,048,649
Borrowings	-	2,316	76,916	1,854,058	-	-	104,650	-	7,797	4	2,045,741
Subordinated debt	-	-	-	-	-	-	-	-	3,000	17,374	20,374
Deposits and other accounts	3,690,813	2,223	934,484	-	441,948	13,081	648,553	-	166,334	(3,671)	5,893,764
Inter segment borrowing	-	394,087	120,063	3,608,226	-	-	-	-	0	-	4,122,375
Others	62,094	28,684	71,408	43,595	213	3,898	76,496	2,313	11,969	163,357	464,025
Total liabilities	3,752,906	427,309	1,202,871	5,505,879	442,160	16,979	829,699	2,313	189,099	177,064	12,546,279
Equity	-	-	-	19,649	-	-	82,423	6,184	17,734	376,380	502,370
Total equity and liabilities	3,752,906	427,309	1,202,871	5,525,528	442,160	16,979	912,122	8,497	206,833	553,444	13,048,649
Contingencies and commitments	-	56,469	711,974	1,804,180	48,858	-	328,718	-	-	27,642	2,977,841

	For the nine months ended September 30, 2025 (Unaudited)										
	Retail Banking	Consumer, SME & Agriculture lending	Corporate, Commercial and Investment Banking	Treasury	Financial Institutions	Branchless banking	International and global remittance	Asset management	Microfinance	Head office / others	Total
Profit and loss account	(Rupees in million)										
Net mark-up / return / profit / interest income	(143,169)	42,037	54,437	213,030	9,412	(94)	19,719	(246)	14,015	(1,813)	207,328
Inter segment revenue / (expense) - net	224,980	(25,085)	(20,478)	(184,174)	(10,544)	1,538	252	-	-	13,511	-
Non mark-up / interest income	6,065	16,037	5,990	24,509	652	264	3,557	3,273	1,850	5,338	67,535
Total Income	87,876	32,989	39,949	53,365	(480)	1,708	23,528	3,027	15,865	17,036	274,863
Segment direct expenses	36,015	21,400	3,267	1,839	216	1,846	21,357	1,952	9,962	57,040	154,894
Inter segment expense allocation	32,057	8,961	9,327	1,578	549	1,313	763	-	-	(54,548)	-
Total expenses	68,072	30,361	12,594	3,417	765	3,159	22,120	1,952	9,962	2,492	154,894
Credit loss allowance - charge / (reversal)	68	640	3,832	(1)	148	377	(694)	-	4,598	(1,155)	7,813
Profit / (loss) before tax	19,736	1,988	23,523	49,949	(1,393)	(1,828)	2,102	1,075	1,305	15,699	112,156

	As at December 31, 2025 (Audited)										
	Retail Banking	Consumer, SME & Agriculture lending	Corporate, Commercial and Investment Banking	Treasury	Financial Institutions	Branchless banking	International and global remittance	Asset management	Microfinance	Head office / others	Total
Statement of financial position	(Rupees in million)										
Cash and bank balances	202,746	-	647	263,592	-	-	136,571	87	13,437	1,649	618,729
Lendings to financial institutions	-	-	-	234,948	-	-	-	-	12,837	-	247,785
Inter segment lending	3,270,349	-	-	-	232,553	15,262	8,596	-	-	179,070	3,705,830
Investments	-	-	30,811	3,774,721	4,673	-	247,801	2,390	75,847	50,003	4,186,246
Advances - performing	-	374,598	982,171	-	132,861	-	464,824	-	89,223	22,265	2,065,942
Advances - non-performing	-	1,536	5,718	-	-	-	2,468	-	799	314	10,835
Others	22,195	4,400	118,475	65,948	1,274	2,238	51,733	9,159	21,234	281,951	578,607
Total assets	3,495,290	380,534	1,137,822	4,339,209	371,361	17,500	911,993	11,636	213,377	535,252	11,413,974
Borrowings	-	7,247	100,891	972,867	-	-	96,031	4,501	34,483	-	1,216,020
Subordinated debt	-	-	-	-	-	-	-	-	1,500	18,874	20,374
Deposits and other accounts	3,428,496	3,148	904,609	-	371,279	13,096	678,966	-	150,712	(4,306)	5,546,000
Inter segment borrowing	-	338,862	56,593	3,310,375	-	-	-	-	-	-	3,705,830
Others	66,794	31,277	75,729	18,085	82	4,404	54,034	1,796	8,641	176,294	437,136
Total liabilities	3,495,290	380,534	1,137,822	4,301,327	371,361	17,500	829,031	6,297	195,336	190,862	10,925,360
Equity	-	-	-	37,882	-	-	82,962	5,339	18,041	344,390	488,614
Total equity and liabilities	3,495,290	380,534	1,137,822	4,339,209	371,361	17,500	911,993	11,636	213,377	535,252	11,413,974
Contingencies and commitments	-	10,684	589,077	714,048	41,130	-	299,673	-	-	27,939	1,682,551

36 RELATED PARTY TRANSACTIONS

The Group has related party relationships with various parties including its Directors, Key Management Personnel, Group entities, associated companies and employee benefit schemes of the Group.

Transactions with related parties, other than those under the terms of employment, are executed on an arm's length basis i.e. do not involve more than normal risk and are substantially on thesame terms, including mark-up rates and collateral, as those prevailing at the time for comparable transactions with unrelated parties.

Contributions to and accruals in respect of staff retirement and other benefit schemes are made in accordance with the actuarial valuations / terms of the schemes.

Details of transactions and balances with related parties as at the period / year end are as follows:

	As at September 30, 2026 (Unaudited)				
	Directors	Key Management Personnel	Group Entities	Associates	Other related parties
	(Rupees in '000)				
Statement of financial position					
Balances with other banks					
In current accounts	-	-	9,286	-	-
Investments					
Opening balance	-	-	-	54,711,072	15,429,911
Impact of adoption of IFRS 9	-	-	-	-	(2,815)
Exchange adjustment	-	-	-	(677,155)	-
Investment made during the period	-	-	-	7,647,562	-
Investment redeemed / disposed off during the period	-	-	-	(6,911,338)	(112,500)
Share of profit - net of tax	-	-	-	5,354,604	-
Share of other comprehensive income - net of tax	-	-	-	(372,271)	-
Dividend received during the period	-	-	-	(1,856,262)	-
Revaluation of investments during the period	-	-	-	(901,328)	(175,090)
Reversal of provision for diminution in the value of investments	-	-	-	96,924	-
Closing balance	-	-	-	57,091,808	15,139,506
Provision for diminution in the value of investments - held	-	-	-	258,858	-
Advances					
Opening balance	2,182	613,290	3,055,931	1,400,807	9,546,597
Exchange adjustment	-	(34)	(18,521)	(7,618)	-
Addition during the period	14,790	306,845	22,129,980	2,544,981	11,354,711
Repaid during the period	(16,891)	(272,189)	(22,779,314)	(3,938,170)	(11,008,256)
Transfer out - net	-	(19,056)	-	-	-
Closing balance	81	628,856	2,388,076	-	9,893,052
Other assets					
Interest / mark-up accrued	-	565	12,142	-	342,882
Receivable from defined benefit plan	-	-	-	-	2,996,685
Prepaid insurance	-	-	-	1,034,921	-
Advance rent	-	3,646	-	54,062	-
Other prepayments	-	-	-	-	11,091
	-	4,211	12,142	1,088,983	3,350,658
Borrowings					
Opening balance	-	-	-	17,367,632	5,440,725
Exchange adjustment	-	-	-	(162,377)	-
Borrowings during the period	-	-	-	43,744,043	-
Settled during the period	-	-	-	(48,202,035)	(706,879)
Closing balance	-	-	-	12,747,263	4,733,846
Deposits and other accounts					
Opening balance	159,739	630,461	58,370,148	82,546,591	8,887,437
Exchange adjustment	(443)	(2,637)	(399,071)	(336)	(61,006)
Received during the period	559,555	4,108,638	265,379,920	2,050,131,870	218,591,613
Withdrawn during the period	(562,976)	(3,968,466)	(261,997,300)	(2,068,280,325)	(215,866,285)
Transfer out - net	-	(26,719)	-	-	(137)
Closing balance	155,875	741,277	61,353,697	64,397,800	11,551,622
Other liabilities					
Interest / mark-up payable	1,157	8,805	1,155,458	93,770	274,027
Donation payable	-	-	-	-	813,085
Unearned income	-	-	8,092	-	-
Insurance payable	-	-	-	348,898	-
Other payables	-	-	2,405	-	219,574
	1,157	8,805	1,165,955	442,668	1,306,686

	As at September 30, 2026 (Unaudited)				
	Directors	Key Management Personnel	Group Entities	Associates	Other related parties
	(Rupees in '000)				
Contingencies and commitments					
Letters of credit	-	-	890,756	-	89,072
Letters of guarantee	-	-	703,278	-	3,636,859
	-	-	1,594,034	-	3,725,931
Others					
Securities held as custodian	45,900	121,840	9,620,480	203,620,400	43,664,575

	For the nine months ended September 30, 2026 (Unaudited)				
	Directors	Key Management Personnel	Group Entities	Associates	Other related parties
	(Rupees in '000)				
Profit and loss account					
Income					
Mark-up / return / profit / interest earned	13	16,357	170,398	51,764	935,585
Fee and commission income	818	6,634	262,994	936,709	21,488
Share of profit	-	-	-	5,354,602	-
Dividend income	-	-	-	-	4,586,411
Rent on properties	-	-	-	-	272
Gain on disposal of property and equipment	-	-	-	4,466	-
Expenses					
Mark-up / return / profit / interest expensed	6,032	27,049	3,048,526	3,151,352	669,601
Operating expenses					
Total compensation expense	-	2,906,077	-	-	1,612,005
Non-Executive Directors' fees	79,550	-	-	-	-
Insurance premium expense	-	-	-	3,663,690	-
Product feature cost	-	-	328,712	-	-
Travelling	-	-	6,069	-	-
Software maintenance	-	-	-	-	117,158
Rent and taxes	-	-	42,187	54,056	7,367
Subscription	-	-	-	-	95,532
Donation	-	-	-	-	813,085
Brokerage and commission	-	-	-	-	319,637
Documentation and processing charges	-	-	-	-	49,918
Other expenses	-	-	1,548	-	25,998
Reversal of credit loss allowance against investments	-	-	-	(96,924)	-
Others					
Purchase of Government securities	131,785	296,924	165,557	90,819,297	28,314,837
Sale of Government securities	173,192	380,284	12,731,170	174,271,837	16,668,946
Purchase of foreign currencies	-	1,653	9,185,132	465,876	-
Sale of foreign currencies	1,386	235,131	5,107,664	8,767,685	615,201
Insurance claims settled	-	-	-	437,068	-

	As at December 31, 2025 (Audited)				
	Directors	Key Management Personnel	Group Entities	Associates	Other related parties
	(Rupees in '000)				
Statement of financial position					
Balances with other banks					
In current accounts	-	-	102,434	-	-
Investments					
Opening balance	-	-	-	42,138,798	13,758,615
Impact of adoption of IFRS 9	-	-	-	-	9,608,380
Exchange adjustment	-	-	-	195,795	-
Investment made during the year	-	-	-	8,060,761	-
Investment redeemed / disposed off during the year	-	-	-	(8,002,830)	(8,343,628)
Share of profit - net of tax	-	-	-	6,516,993	-
Share of other comprehensive income - net of tax	-	-	-	680,948	-
Dividend received during the year	-	-	-	(1,722,567)	-
Revaluation of investments during the year	-	-	-	6,819,199	394,221
Reversal of provision / credit loss allowance for diminution in the value of investments	-	-	-	23,975	12,323
Closing balance	-	-	-	54,711,072	15,429,911
Provision / credit loss allowance for diminution in the value of investments - held	-	-	-	355,782	1
Advances					
Opening balance	1,295	537,494	5,093,585	125,000	11,409,456
Exchange adjustment	-	778	34,662	(4,914)	-
Addition during the year	14,393	526,014	28,044,445	4,217,165	23,787,973
Repaid during the year	(13,506)	(430,186)	(30,116,761)	(2,936,444)	(25,650,832)
Transfer out - net	-	(20,810)	-	-	-
Closing balance	2,182	613,290	3,055,931	1,400,807	9,546,597
Other assets					
Interest / mark-up accrued	-	483	16,981	3,449	190,376
Receivable from defined benefit plan	-	-	-	-	2,783,715
Prepaid insurance	-	-	-	749,379	-
Advance rent	-	5,474	11,833	34,089	-
Other receivables / prepayments	-	-	-	-	5,238
	-	5,957	28,814	786,917	2,979,329
Borrowings					
Opening balance	-	-	-	20,612,700	5,384,552
Exchange adjustment	-	-	-	128,585	-
Borrowings during the year	-	-	-	154,625,761	10,247,306
Settled during the year	-	-	-	(157,999,414)	(8,808,734)
Transfer out	-	-	-	-	(1,382,399)
Closing balance	-	-	-	17,367,632	5,440,725
Deposits and other accounts					
Opening balance	99,091	515,176	47,054,299	19,572,832	7,100,528
Exchange adjustment	223	3,779	41,075	164	51,196
Received during the year	686,256	5,247,714	463,792,799	2,374,243,570	286,824,829
Withdrawn during the year	(625,831)	(5,146,539)	(452,518,025)	(2,311,269,975)	(285,087,277)
Transfer in / (out) - net	-	10,331	-	-	(1,839)
Closing balance	159,739	630,461	58,370,148	82,546,591	8,887,437

	As at December 31, 2025 (Audited)				
	Directors	Key Management Personnel	Group Entities	Associates	Other related parties
	(Rupees in '000)				
Other liabilities					
Interest / mark-up payable	436	920	1,022,498	144,328	69,925
Payable to defined benefit plan	-	-	-	-	1,077,144
Donation payable	-	-	-	-	1,001,336
Unearned income	-	-	4,090	-	-
Insurance payable	-	-	-	171,948	-
Other payables	-	-	1,595	-	294,052
	436	920	1,028,183	316,276	2,442,457
Contingencies and Commitments					
Letters of credit	-	-	622,899	-	212,797
Letters of guarantee	-	-	537,282	-	3,541,727
	-	-	1,160,181	-	3,754,524
Others					
Securities held as custodian	-	166,635	19,404,845	240,721,530	43,589,665

	For the nine months ended September 30, 2025 (Unaudited)				
	Directors	Key Management Personnel	Group Entities	Associates	Other related parties
	(Rupees in '000)				
Profit and loss account					
Income					
Mark-up / return / profit / interest earned	2	16,402	217,832	51,771	1,155,268
Fee and commission income	790	7,128	329,581	1,114,505	16,936
Share of profit	-	-	-	4,879,139	-
Dividend income	-	-	-	-	2,127,997
Rent on properties	-	-	-	-	248
Gain on disposal of property and equipment	-	-	-	2,091	-
Expense					
Mark-up / return / profit / interest expensed	4,077	14,612	3,212,824	3,230,250	809,889
Operating expenses					
Total compensation expense	-	2,496,163	-	-	1,601,030
Non-Executive Directors' fees	67,500	-	-	-	-
Insurance premium expense	-	-	-	3,262,798	-
Product feature cost	-	-	278,723	-	-
Travelling	-	-	13,518	-	-
Software maintenance	-	-	-	-	47,943
Rent and taxes	-	-	41,417	51,719	4,694
Subscription	-	-	-	-	12,115
Donation	-	-	-	-	788,045
Brokerage and commission	-	-	-	-	293,950
Documentation and processing charges	-	-	-	-	93,812
Other expenses	-	-	5,371	-	20,467
Credit loss allowance against investments	-	-	-	60,086	9,680
Others					
Purchase of Government securities	-	122,502	125,608,943	116,752,988	16,982,458
Sale of Government securities	1,183	303,395	182,101,271	197,836,793	26,681,323
Purchase of foreign currencies	-	3,045	10,397,188	166,766	245,006
Sale of foreign currencies	21,909	211,040	4,417,767	7,225,708	2,016,082
Insurance claims settled	-	-	-	444,649	-

36.1 Balances and transactions with group entities include deposits of Rs 28.635 million (December 31, 2025: Rs 28.170 million) from the parent and Rs 0.927 million (September 30, 2025: Rs 1.010 million) as mark-up expense thereon.

		(Unaudited) September 30, 2026	(Audited) December 31, 2025
		-----(Rupees in '000)-----	
37	**CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS**		
	Minimum Capital Requirement (MCR):		
	Paid-up capital (net of losses)	**14,668,525**	14,668,525
	Capital Adequacy Ratio (CAR):		
	Eligible Common Equity Tier 1 (CET 1) Capital	**376,555,686**	354,633,341
	Eligible Additional Tier 1 (ADT 1) Capital	**18,476,648**	18,311,506
	Total Eligible Tier 1 Capital	**395,032,334**	372,944,847
	Eligible Tier 2 Capital	**103,806,689**	114,699,789
	Total Eligible Capital (Tier 1 + Tier 2)	**498,839,023**	487,644,636
	Risk Weighted Assets (RWAs):		
	Credit Risk	**2,283,663,346**	1,855,569,202
	Market Risk	**386,762,465**	376,824,950
	Operational Risk	**429,016,970**	429,016,970
	Total	**3,099,442,781**	2,661,411,122
	CET 1 CAR	**12.15%**	13.33%
	Tier 1 CAR	**12.75%**	14.01%
	Total CAR	**16.09%**	18.32%
	Bank specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus any other buffer requirement)	**9.00%**	8.50%
	of which: capital conservation buffer requirement	**1.50%**	1.50%
	of which: countercyclical buffer requirement	**-**	-
	of which: D-SIB buffer requirement	**1.50%**	1.00%
	CET1 available to meet buffers (as a percentage of risk weighted assets)	**6.15%**	7.33%
	Other information:		
	Minimum capital requirements prescribed by the SBP		
	CET1 minimum ratio (%)	**9.00%**	8.50%
	Tier 1 minimum ratio (%)	**10.50%**	10.00%
	Total capital minimum ratio (%)	**13.00%**	12.50%
	Leverage Ratio (LR)		
	Eligible Tier-1 Capital	**395,032,334**	372,944,847
	Total Exposures	**9,653,898,571**	8,242,000,868
	Leverage Ratio (%)	**4.09%**	4.52%
	Minimum Requirement (%)	**3.00%**	3.00%
	Liquidity Coverage Ratio (LCR)		
	Average High Quality Liquid Assets	**2,863,054,993**	2,559,571,409
	Average Net Cash Outflow	**1,284,002,921**	1,032,663,501
	Liquidity Coverage Ratio (%)	**222.98%**	247.86%
	Minimum Requirement (%)	**100.00%**	100.00%
	Net Stable Funding Ratio (NSFR)		
	Available Stable Funding	**5,208,082,778**	5,049,539,928
	Required Stable Funding	**2,898,068,066**	2,774,467,787
	Net Stable Funding Ratio (%)	**179.71%**	182.00%
	Minimum Requirement (%)	**100.00%**	100.00%

37.1 The SBP, through its letter No. ECD/M&PRD/PR/01/2025-67 dated August 29, 2025, has increased the D-SIB buffer requirement for the Bank from 1.00% to 1.50% applicable from March 31, 2026.

37.2 For the purpose of calculating CAR, the SBP has allowed banks to phase in the impact on opening retained earnings of the ECL calculated for financial assets classified as stage 1 and stage 2. The phasing is allowed over a period of five years. Had there been no such relaxation, the Group's total CAR would have been lower by 8 bps and the Leverage Ratio would have been lower by 7 bps.

38 ISLAMIC BANKING BUSINESS

The Bank operates 656 (December 31, 2025: 608) Islamic Banking branches and 492 (December 31, 2025: 506) Islamic Banking windows.

STATEMENT OF FINANCIAL POSITION	Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
		-----(Rupees in '000)-----	
ASSETS			
Cash and balances with treasury banks		**74,684,296**	63,958,499
Balances with other banks		**35,536**	1,866,240
Due from financial institutions	38.1	**15,500,000**	75,800,000
Investments	38.2	**743,366,493**	465,825,478
Islamic financing and related assets - net	38.3	**432,333,713**	303,505,160
Property and equipment		**11,761,875**	7,234,675
Right-of-use assets		**11,934,730**	8,337,257
Intangible assets		**33,092**	28,261
Due from Head Office		**-**	31,815,763
Deferred tax assets		**1,303,057**	-
Other assets		**49,811,183**	42,347,099
		1,340,763,975	1,000,718,432
LIABILITIES			
Bills payable		**56,370**	33,195
Due to financial institutions	38.4	**19,098,651**	23,946,280
Deposits and other accounts	38.5	**1,152,542,248**	830,738,090
Due to Head Office		**7,105,911**	-
Lease liabilities		**16,746,963**	12,073,491
Subordinated debt		**-**	-
Deferred tax liabilities		**-**	4,324,322
Other liabilities		**53,771,007**	48,672,815
		1,249,321,150	919,788,193
NET ASSETS		**91,442,825**	80,930,239
REPRESENTED BY			
Islamic Banking Fund		**500,000**	500,000
Reserves		**-**	-
(Deficit) / surplus on revaluation of investments - net of tax		**(1,202,822)**	3,991,682
Unappropriated profit	38.6	**92,145,647**	76,438,557
		91,442,825	80,930,239
Contingencies and commitments	38.7		

PROFIT AND LOSS ACCOUNT	Note	(Unaudited) For the nine months ended September 30, 2026	September 30, 2025
		-----(Rupees in '000)-----	
Profit / return earned	38.8	**78,616,811**	56,782,666
Profit / return expensed	38.9	**33,136,515**	21,757,088
Net profit / return		**45,480,296**	35,025,578
Other income			
Fee and commission income		**2,296,409**	1,723,994
Dividend income		**-**	-
Foreign exchange income		**777,668**	412,046
Income from derivatives		**-**	-
Gain on securities - net		**403,843**	656,230
Others		**24,168**	-
Total other income		**3,502,088**	2,792,270
Total income		**48,982,384**	37,817,848
Other expenses			
Operating expenses		**14,643,688**	9,907,684
Workers' Welfare Fund		**665,085**	592,523
Other charges		**3,185**	975
Total other expenses		**15,311,958**	10,501,182
Profit before credit loss allowance		**33,670,426**	27,316,666
Credit loss allowance / (reversals) and write offs - net		**395,378**	(2,309,497)
Profit before taxation		**33,275,048**	29,626,163
Taxation		**17,303,025**	15,701,866
Profit after taxation		**15,972,023**	13,924,297

		(Unaudited) September 30, 2026	(Audited) December 31, 2025
38.1	**Due from Financial Institutions**	-----(Rupees in '000)-----	
	Call money lendings	**9,500,000**	22,800,000
	Secured lendings	**6,000,000**	53,000,000
		15,500,000	75,800,000

38.2 **Investments by segments**

	September 30, 2026 (Unaudited)			
	Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value
	---------- (Rupees in '000) ----------			
Debt Instruments				
Fair value through profit and loss (FVTPL)				
Federal Government securities				
- Ijarah Sukuk	**110,985,888**	**-**	**26,834**	**111,012,722**
- Other Federal Government securities	**1,420,691**	**-**	**-**	**1,420,691**
Non-Government debt securities				
- Listed	**193,545**	**-**	**-**	**193,545**
- Unlisted	**800,545**		**455**	**801,000**
	113,400,669	**-**	**27,289**	**113,427,958**
Fair value through other comprehensive income (FVOCI)				
Federal Government securities				
- Ijarah Sukuk	**422,246,936**	**-**	**(2,512,508)**	**419,734,428**
Non-Government debt securities				
- Listed	**999,903**	**(12)**	**6,629**	**1,006,520**
	423,246,839	**(12)**	**(2,505,879)**	**420,740,948**
Amortised cost				
Federal Government securities				
- Ijarah Sukuk	**134,476,807**	**-**	**-**	**134,476,807**
- Other Federal Government securities	**65,287,629**	**-**	**-**	**65,287,629**
Non-Government debt securities				
- Unlisted	**10,045,308**	**(612,157)**	**-**	**9,433,151**
	209,809,744	**(612,157)**	**-**	**209,197,587**
Total Investments	**746,457,252**	**(612,169)**	**(2,478,590)**	**743,366,493**

	December 31, 2025 (Audited)			
	Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value
	---------- (Rupees in '000) ----------			
Fair value through profit and loss (FVTPL)				
Federal Government securities				
- Ijarah Sukuk	998,031	-	(1,250)	996,781
- Other Federal Government securities	719,629	-	-	719,629
Non-Government debt securities				
- Listed	191,674	-	1,871	193,545
- Unlisted	801,000		(455)	800,545
	2,710,334	-	166	2,710,500
Fair value through other comprehensive income (FVOCI)				
Federal Government securities				
- Ijarah Sukuk	332,704,602	-	8,299,343	341,003,945
Non-Government debt securities				
- Listed	1,750,000	(36)	16,661	1,766,625
	334,454,602	(36)	8,316,004	342,770,570
Amortised cost				
Federal Government securities				
- Ijarah Sukuk	57,457,769	-	-	57,457,769
- Other Federal Government securities	52,430,110	-	-	52,430,110
Non-Government debt securities				
- Unlisted	11,068,724	(612,195)	-	10,456,529
	120,956,603	(612,195)	-	120,344,408
Total Investments	458,121,539	(612,231)	8,316,170	465,825,478

		September 30, 2026 (Unaudited)			
		Stage 1	Stage 2	Stage 3	Total
		---------- (Rupees in '000) ----------			
38.2.1	**Particulars of credit loss allowance**				
	Non-Government debt securities	**169**	**-**	**612,000**	**612,169**

		December 31, 2025 (Audited)			
		Stage 1	Stage 2	Stage 3	Total
		---------- (Rupees in '000) ----------			
	Particulars of credit loss allowance				
	Non-Government debt securities	231	-	612,000	612,231

		(Unaudited) September 30, 2026	(Audited) December 31, 2025
		-----(Rupees in '000)-----	
38.3	**Islamic financing and related assets - net**		
	Diminishing Musharakah	**171,531,585**	106,722,174
	Running Musharakah	**60,905,890**	48,617,049
	Wakalah	**4,020,928**	7,147,268
	Ijarah	**64,680,708**	43,845,969
	Murabaha	**53,563,190**	61,547,955
	Salam	**1,033,511**	-
	Tijarah	**1,933,818**	3,160,409
	Istisna	**4,921,686**	3,304,359
	Musawamah	**405,002**	961,375
	Tawarruq	**606,052**	-
	Advance for Diminishing Musharakah	**9,387,665**	9,649,454
	Advance for Ijarah	**1,232,120**	372,353
	Advance for Murabaha	**9,314,383**	1,949,578
	Advance for Salam	**1,271,000**	1,398,949
	Advance for Istisna	**41,457,540**	16,710,399
	Advance for Musawamah	**2,540,879**	1,501,201
	Inventories against Murabaha	**4,989,188**	1,215,851
	Inventories against Salam	**438,551**	-
	Inventories against Tijarah	**5,468,518**	4,363,726
	Inventories against Istisna	**4,639,134**	5,549,810
	Inventories against Musawamah	**2,896,932**	-
	Islamic financing and related assets - gross	**447,238,280**	318,017,879
	Credit loss allowance against Islamic financing and related assets		
	- Stage 1	**(81,220)**	(296,182)
	- Stage 2	**(123,935)**	(441,082)
	- Stage 3	**(9,808,000)**	(9,801,704)
	General provision	**(4,891,412)**	(3,973,751)
		(14,904,567)	(14,512,719)
	Islamic financing and related assets - net of credit loss allowance	**432,333,713**	303,505,160
38.4	**Due to financial institutions**		
	Unsecured acceptances of funds	**6,500,000**	7,500,000
	Acceptances from the SBP under:		
	- Islamic export refinance scheme	**1,525,000**	3,498,491
	- Islamic export refinance scheme for bill discounting	**1,429,494**	1,408,591
	- Islamic long term financing facility	**3,836,448**	4,552,322
	- Islamic financing facility for renewable energy power plants	**299,955**	455,009
	- Islamic refinance facility for modernization of Small and Medium Enterprises (SMEs)	**96,778**	147,681
	- Islamic refinance facility for combating COVID-19	**87,617**	157,288
	- Islamic temporary economic refinance facility	**983,359**	1,306,898
	Acceptances from Pakistan Mortgage Refinance Company	**4,340,000**	4,920,000
		19,098,651	23,946,280
38.5	**Deposits and other accounts**		
	Customers		
	Current deposits	**505,624,328**	411,207,347
	Savings deposits	**410,005,181**	350,204,662
	Term deposits	**131,077,256**	31,888,021
		1,046,706,765	793,300,030
	Financial Institutions		
	Current deposits	**2,287,727**	330,779
	Savings deposits	**101,604,756**	35,539,198
	Term deposits	**1,943,000**	1,568,083
		105,835,483	37,438,060
		1,152,542,248	830,738,090

			(Unaudited) September 30, 2026	(Audited) December 31, 2025
			-----(Rupees in '000)-----	
38.6	**Islamic Banking business unappropriated profit**			
	Opening Balance		**76,438,557**	58,083,715
	Impact of adoption of EIR		**(225,311)**	-
	Add: Islamic Banking profit for the period / year		**33,275,048**	39,102,597
	Less: Taxation		**(17,303,025)**	(20,724,376)
	Less: Transferred / Remitted to Head Office		**(39,622)**	(23,379)
	Closing Balance		**92,145,647**	76,438,557
38.7	**Contingencies and commitments**			
	- Financial Guarantees		**290,743**	230,305
	- Performance Guarantees		**9,829,582**	8,923,616
	- Commitments	38.7.1	**126,612,503**	79,405,774
			136,732,828	88,559,695
38.7.1	**Commitments:**			
	Trade-related contingent liabilities		**55,347,678**	26,223,434
	Commitments in respect of forward foreign exchange contracts	38.7.1.1	**71,264,825**	53,182,340
			126,612,503	79,405,774
38.7.1.1	**Commitments in respect of forward foreign exchange contracts**			
	Purchase		**46,288,977**	33,956,795
	Sale		**24,975,848**	19,225,545
			71,264,825	53,182,340

		(Unaudited) For the nine months ended	
		September 30, 2026	September 30, 2025
		-----(Rupees in '000)-----	
38.8	**Profit / return earned**		
	On:		
	Financing	**30,723,451**	20,839,733
	Investments	**41,134,836**	34,807,153
	Amounts due from financial institutions	**6,758,524**	1,135,780
		78,616,811	56,782,666
38.9	**Profit / return expensed**		
	On:		
	Deposits and other accounts	**26,611,167**	16,482,127
	Amounts due to financial institutions	**4,058,057**	3,876,190
	Foreign currency deposits for Wa'ad based transactions	**743,764**	312,025
	Lease liability against right-of-use assets	**1,723,527**	1,086,746
		33,136,515	21,757,088

39 NON-ADJUSTING EVENTS AFTER THE BALANCE SHEET DATE

39.1 The Board of Directors, in its meeting held on October 22, 2026, has declared a cash dividend of Rs 6.00 per share in respect of the quarter ended September 30, 2026 (September 30, 2025: Rs 5.00 per share). These condensed interim consolidated financial statements do not include the effect of this appropriation which will be accounted for subsequent to the period end.

40 DATE OF AUTHORISATION FOR ISSUE

These condensed interim consolidated financial statements were authorised for issue in the Board of Directors meeting held on October 22, 2026.

41 GENERAL

41.1 Comparative figures have been re-arranged and reclassified for comparison purposes.

Muhammad Nassir Salim President and Chief Executive Officer	**Irfan Ahmed Meer** Chief Financial Officer	**Khaleel Ahmed** Director	**Moez Ahamed Jamal** Director	**Dr. Najeeb Samie** Director

CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

DIRECTORS' REPORT

On behalf of the Board of Directors, we are pleased to present the Unconsolidated Financial Statements for the nine months ended September 30, 2026.

Macroeconomic Review

With a 3.65% GDP growth in FY'26, Pakistan's economy continues to consolidate gains from the macro stability during the first quarter of FY'27 with encouraging signs from manufacturing sectors. Large-Scale Manufacturing grew by 5% in the last fiscal year and further grew by 2% in the last two months. Recent resurgence of Middle East conflict has led to further increase in already elevated global commodity prices. Inflation of 10.3% in Sep'26 remains in double-digit with Q3'26 average of 10.2% compared to 4.3% in same period last year; 7.1% in FY'26.

Pakistan's economic pick-up has led to a surge in the import bill, fuelled by domestic demand and elevated commodity prices. Imports for Q3'26 rose by 14.3% YoY, outstripping a 7.7% growth in exports. Trade deficit thus widened by 21.1% to $ 1.6 billion. Remittances provided a robust offset growing by 14.0% YoY to $ 10.9 billion in this quarter, partially mitigating the higher trade gap. Therefore, current account deficit rose by 15.8% to $0.9 billion in Q3 compared to $ 0.8 billion in the same period last year. To encourage remittance through formal channels, Pasban Remittance Reward Scheme, a self-sustained scheme with Rs 16 billion in annual prizes was launched.

The external position improved significantly as SBP reserves reached an all-time high of $ 21.4 billion, successfully exceeding the Dec'26 target of $ 20.0 billion. The proceeds from largest ever bond issuance of $ 3 billion through a dual-tranche Eurobond transaction in Sep'26 pushed the FX reserves to record levels. Staff-level agreement was reached with the IMF on the fourth review under the Extended Fund Facility and the third review under the Resilience and Sustainability Facility, paving the way for the release of $ 1.2 billion upon Executive Board approval.

After the recent S&P upgrade, Moody's has also upgraded Pakistan's sovereign credit rating from Caa1 last year to B3 with a Stable Outlook. The upgrade acknowledges the recent improvements in the country's external and fiscal metrics.

In the volatile geo-political backdrop, surge in already high oil prices and a volatile global bond market, the equity market displayed a cautious and moderately weaker tone during the quarter. The KSE-100 declined 5.7% in Q3'26 to close at 170k points as escalation in Middle East conflict turned sentiment sore. Average daily volumes on the KSE-100 declined by 12% quarter-on-quarter, with a sharper 42% drop in the month of Sep'26 reflecting the more restrained approach adopted by investors.

The SBP's monetary policy committee meeting in Sep'26 decided to maintain the policy rate at 11.5%. The committee reiterated its commitment towards price stability amid elevated risks from volatile global commodity prices, potential electricity and gas tariff adjustments, and food price movements.

Financial Performance

HBL continued its growth trajectory and declared an unconsolidated profit before tax of Rs 109.3 billion in the nine months of 2026, compared to Rs 105.0 billion in the same period last year. With a 1% reduction in applicable tax rate, the profit after tax rose to Rs 51.7 billion, an increase of 9% year-on-year. The Bank's revenue remained robust, despite the impact of spread compression, supported by tighter cost controls. The earnings per share improved from Rs 32.31 in 9M'25 to Rs 35.23 in 9M'26.

HBL's balance sheet grew by 17% over Dec'25 to Rs 8.5 trillion. The Bank's deposits have increased to Rs 5.6 trillion in Sep'26, an increase of Rs 328 billion. This was led by strong growth in domestic deposits of which over 75% was driven by growth in current account deposits. CA mix has jumped above 40% in Sep'26 to reach 40.2% vs 37.6% in Dec'25. The Bank's lending book has increased to Rs 1.9 trillion, reflecting the Bank's sustained support for economic activity through supporting priority sectors. The industry-leading consumer business continued to grow, reaching Rs 199 billion. The Bank's agriculture portfolio increased to Rs 67 billion, while the SME lending book expanded to Rs 163 billion. The Bank actively supports government schemes covering priority sectors, while continuing its organic expansion across consumer, agriculture, and SME lending.

HBL's net interest income rose to Rs 190 billion, despite the impact of spread compression. Average balance sheet volumes grew by 12%, with current account deposits playing a major role in average deposit growth. This has reduced deposit cost compared to 9M'25, helping offset the impact of margin compression. HBL's non-fund income continues its positive trajectory, increasing by 9% to reach Rs 63 billion. This was driven by a double-digit growth in fees of 22% and steady support from treasury related income. While the Bank's flagship Cards business continued to deliver strong performance; Remittances, Trade, and G2P income registered stellar growth. Consequently, HBL's total revenue for 9M'26 increased to Rs 253 billion.

With a sharper focus on cost discipline, the growth in administrative expenses was constrained to 5%. A provision reversal during the quarter helped contain 9M'26 provision charge to Rs 0.3 billion compared to Rs 4.1 billion in 9M'25. However, total provision coverage, including general provisions, remained well above 100% with asset quality improving to 4.2%.

Movement in Reserves

	Rupees in million
Unappropriated profit brought forward	254,264
Impact of change in accounting policy	(935)
Unappropriated profit brought forward – restated	253,329
Profit after tax	51,683
Transferred from surplus on revaluation of assets – net of tax	1,603
Realised gain on equity investments designated as FVOCI	403
	53,689
Profit available for appropriation	307,018
Appropriations:	
Transferred to statutory reserves	(5,169)
Cash dividend – Final 2025	(8,801)
Cash Dividend – Q1 2026	(8,801)
Cash Dividend – Q2 2026	(8,801)
Total appropriations	(31,572)
Unappropriated profit carried forward	275,446
Earnings per share (Rupees)	35.23

Capital Ratios

The strong results continued to increase internally generated capital, adding 67 bps to the Tier-1 Capital Adequacy Ratio (CAR). Unconsolidated Tier 1 CAR decreased by 107 bps over Jun'26 to 13.23%, primarily as a result of implementation of Basel III credit risk framework. HBL's unconsolidated total CAR of 16.5% was lower due to the impact of new regulations and the drop in surplus on investments. Both ratios remain comfortably above regulatory requirements.

Dividend

The Board of Directors, in its meeting held on October 22, 2026, has declared an interim cash dividend of Rs 6 per share (60%) for the quarter ended September 30, 2026, taking nine-month dividends to Rs 18 per share.

Future Outlook

Looking ahead, the global and geopolitical landscape remains challenging, marked by the continuation of the Middle East conflict and the associated risks to trade flows. Brent crude briefly touched its highest level since May, underscoring the fragility of energy supply flows. Against this backdrop, the Government's amended refinery upgradation policy and the recent signing of upgrade agreements represent an important step towards building greater resilience in the domestic energy supply chain. These projects are expected to modernize capacity and production capabilities, strengthening the country's ability to absorb external shocks. In an environment of elevated geopolitical uncertainty, progress on these measures will be important for supporting medium-term energy security.

Inflation is expected to remain above the 5 – 7% target range in the near term, with both headline and core measures staying elevated. Inflation expectations of businesses and consumers have risen, and the risks to the outlook have increased with the likely return to the upper bound of the inflation target range which remains sensitive to developments in the global energy markets, climate risks and the subsequent trajectory of domestic food prices.

On the external front, elevated international oil prices and momentum in domestic economy is expected to keep the import bill elevated in the coming months, sustaining the trade deficit. Remittances, which have remained resilient and are projected to provide a meaningful buffer, should help contain the current account gap. Foreign exchange reserves are expected to receive a further boost from the forthcoming IMF disbursement of the $ 1.2 billion tranche upon board approval. The authorities have also indicated plans to diversify external financing through further Panda bond issuances under the existing programme and potential Sukuk offerings, subject to market conditions.

The government's commitment to fiscal discipline under the IMF programme is expected to continue. The IMF has emphasized the need to phase out the broad fuel support scheme given its high cost, and to channel any future assistance through targeted social programmes within the existing budget envelope.

Looking ahead to the upcoming Monetary Policy Committee meeting, the SBP is expected to maintain a prudent and measured approach. With inflation remaining above the target range, the Committee is likely to prioritize anchoring inflation expectations.

HBL continues to have a strong 2026. Our digital presence continues to grow, with more than 5.5 million users of Mobile Banking transacting over Rs 11 trillion during 9M'26, reflecting a growth of 36% over the same period last year. HBL also continued to support national priorities in financial inclusion and digital payments. HBL launched the HBL PayPak UnionPay co-badge Debit Card in partnership with PayPak and UnionPay International, combining domestic acceptance with international reach on a single card. HBL is also amongst the leading banks under the Government's Apna Ghar Program (Ghar Ho to Apna), with disbursements exceeding Rs 7 billion. On the B2B front with HBL Konnect, cash digitization initiatives recorded 8% growth, contributing to reduced cash dependency, enhanced transactional transparency, and a more digitally connected economy.

HBL has maintained its leadership across the agriculture industry, in line with the Government and regulators' focus towards enhancing access to finance for SME and agriculture sector, playing a pioneering role as the first to adopt the new crop insurance framework CLIS+, while actively contributing key recommendations to further refine and improve insurance for farmers.

HBL remains committed to its gender diversity goals, and in recognition of these efforts, the Bank secured first place in the financial sector category at the IFC-PBC Employer of Choice Gender Diversity Awards. In recognition of its Islamic Banking efforts, HBL received a plethora of awards at the Islamic Finance News Awards 2025 and the Asset Triple A Islamic Finance Awards 2026.

Appreciation and Acknowledgement

On behalf of the Board and management, we would like to place on record our appreciation for the efforts of our regulators and the Government of Pakistan, in particular the State Bank of Pakistan, the Ministry of Finance and the Securities and Exchange Commission of Pakistan. In these challenging times, they have stepped up with policies and measures that are prudent, proactive and balanced, protecting the economy, customers and people of Pakistan, while also safeguarding the integrity and soundness of the banking and financial services industry.

We are indebted to our customers, many of whom have banked with us for generations, and who continue to entrust us with their business and confidence. Our shareholders have provided steadfast support and to them, and to all our stakeholders, we are deeply grateful. The Board and the management remain committed to maintaining the highest standards of governance and we assure our stakeholders that we will be industry leaders in this area.

Lastly, but certainly not the least, we express our deepest appreciation and gratitude to our employees and their families, especially in customer facing units and branches, who continually go the extra mile, even at personal cost, to ensure that our customers are able to meet their critical needs. They are our heroes and heroines and we salute them for their dedication and tireless efforts.

On behalf of the Board

Muhammad Nassir Salim
President & Chief Executive Officer

Moez Ahamed Jamal
Director

October 22, 2026

ڈائریکٹرز رپورٹ

ہمیں بورڈ آف ڈائریکٹرز کی جانب سے 30 ستمبر 2026ء کو ختم ہونے والی تیسری سہ ماہی کے مختصر عبوری غیر مجموعی مالیاتی گوشوارے پیش کرتے ہوئے مسرت محسوس ہو رہی ہے۔

کلیاتی اقتصادیات کا جائزہ

مالی سال 26ء میں 3.65% جی ڈی پی نمو کے بعد، مالی سال 27ء کی پہلی سہ ماہی کے دوران مجموعی استحکام کی بدولت پاکستان کی معیشت میں بہتری کا سلسلہ جاری ہے، جبکہ مینوفیکچرنگ شعبے سے حوصلہ افزا اشارے سامنے آ رہے ہیں۔ بڑے پیمانے کی مینوفیکچرنگ میں گزشتہ مالی سال کے دوران 5% اضافہ ہوا جبکہ گزشتہ دو ماہ کے دوران اس میں مزید 2% اضافہ ریکارڈ کیا گیا۔ مشرقِ وسطیٰ میں حالیہ کشیدگی کے دوبارہ بڑھنے کے باعث پہلے ہی بلند سطح پر موجود عالمی اجناس کی قیمتوں میں مزید اضافہ ہوا ہے۔ ستمبر 26ء میں افراطِ زر دو ہندسوں میں برقرار رہتے ہوئے 10.3% رہی، جبکہ تیسری سہ ماہی کی اوسط افراطِ زر 10.2% رہی ہے، جو گزشتہ سال کے اسی عرصے میں 4.3% اور مالی سال 26ء کی اوسط 7.1% ریکارڈ کی گئی۔

پاکستان میں معاشی سرگرمیوں میں اضافے کے باعث درآمدی بل میں اضافہ ہوا، جسے مقامی طلب اور اجناس کی بلند قیمتوں نے مزید تقویت دی۔ مالی سال 26ء کی تیسری سہ ماہی میں درآمدات سال بہ سال 14.3% بڑھیں جو برآمدات میں 7.7% اضافے کے مقابلے میں زیادہ تھیں۔ نتیجتاً، تجارتی خسارہ 21.1% بڑھ کر 1.6 بلین ڈالر تک پہنچ گیا۔ ترسیلاتِ زر سال بہ سال 14.0% کے بھرپور اضافے کے ساتھ اس سہ ماہی میں 10.9 بلین ڈالر تک پہنچ گئیں، جس سے اس خسارے کو جزوی طور پر کم کرنے میں مدد ملی۔ یوں تیسری سہ ماہی میں کرنٹ اکاؤنٹ خسارہ 15.8% بڑھ کر 0.9 بلین ڈالر ہو گیا جو گزشتہ سال اسی عرصے میں 0.8 بلین ڈالر تھا۔ ترسیلاتِ زر کے قانونی ذرائع کو فروغ دینے کے لیے، 16 بلین روپے کے سالانہ انعامات پر مشتمل خود کفیل پاسبان ترسیلاتِ زر ریوارڈ اسکیم کا آغاز کیا گیا۔

بیرونی پوزیشن میں نمایاں بہتری آئی اور اسٹیٹ بینک آف پاکستان کے زرِ مبادلہ کے ذخائر دسمبر 2026ء کے 20.0 بلین ڈالر کے ہدف کو پیچھے چھوڑتے ہوئے تاریخ کی بلند ترین سطح 21.4 بلین ڈالر تک پہنچ گئے۔ ستمبر 2026ء میں تاریخ کے سب سے بڑے بانڈ اجرا کے ساتھ دو قسطوں پر مشتمل یورو بانڈ ٹرانزیکشن کے ذریعے حاصل ہونے والی 3 بلین ڈالر کی رقم نے زرِ مبادلہ کے ذخائر کو ریکارڈ سطح تک پہنچانے میں اہم کردار ادا کیا۔ آئی ایم ایف کے ساتھ ایکسٹنڈڈ فیسلٹی کے تحت چوتھے جائزے اور ریزیلینس اینڈ سسٹین ایبلٹی کے تحت تیسرے جائزے پر اسٹاف لیول ایگریمنٹ طے پایا، جس کی ایگزیکٹیو بورڈ سے منظوری کے بعد 1.2 بلین ڈالر کے اجرا کی راہ ہموار ہوئی۔

S&P کی حالیہ اپگریڈیشن کے بعد Moody's نے بھی پاکستان کی خود مختار کریڈٹ ریٹنگ گزشتہ سال کی Caa1 سے بڑھا کر B3 کر دی اور مستحکم آؤٹ لک برقرار رکھا۔ یہ اپگریڈیشن ملک کے بیرونی اور مالیاتی اشاروں میں حالیہ بہتری کا اعتراف ہے۔

بڑھتی ہوئی جغرافیائی سیاسی کشیدگی، تیل کی بلند قیمتوں اور عالمی بانڈ مارکیٹ میں اتار چڑھاؤ کے پس منظر میں ایکویٹی مارکیٹ نے سہ ماہی کے دوران محتاط اور نسبتاً کمزور رجحان کا مظاہرہ کیا۔ مشرقِ وسطیٰ میں کشیدگی بڑھنے سے سرمایہ کاروں کے جذبات متاثر ہوئے اور KSE-100 انڈیکس مالی سال 26ء کی تیسری سہ ماہی میں 5.7% کمی کے ساتھ 170 ہزار پوائنٹس پر بند ہوا۔ KSE-100 میں اوسط یومیہ تجارت کا حجم گزشتہ سال اسی سہ ماہی کے مقابلے میں 12% کم ہوا جبکہ ستمبر 26ء میں یہ کمی مزید بڑھ کر 42% تک پہنچ گئی جو سرمایہ کاروں کے محتاط رویے کی عکاسی کرتی ہے۔

ستمبر 26ء میں منعقدہ اسٹیٹ بینک آف پاکستان کی مانیٹری پالیسی کمیٹی کے اجلاس میں پالیسی ریٹ 11.5% پر برقرار رکھنے کا فیصلہ کیا گیا۔ کمیٹی نے عالمی اجناس کی قیمتوں میں اتار چڑھاؤ، بجلی اور گیس کے نرخوں میں ممکنہ ردوبدل اور غذائی اشیا کی قیمتوں سے متعلق خطرات کے باوجود قیمتوں کے استحکام کے لیے اپنے عزم کا اعادہ کیا۔

مالیاتی کارکردگی

HBL نے اپنی ترقی کی رفتار برقرار رکھتے ہوئے 2026ء کے ابتدائی نو ماہ کے دوران 109.3 بلین روپے کا غیر مجموعی قبل از ٹیکس منافع حاصل کیا، جبکہ گزشتہ سال کے اسی عرصے میں یہ منافع 105.0 بلین روپے تھا۔ رائج ٹیکس کی شرح میں 1% کمی کے نتیجے میں بعد از ٹیکس منافع بڑھ کر 51.7 بلین روپے ہو گیا، جو سال بہ سال 9% اضافے کی عکاسی کرتا ہے۔ اسپریڈز پر دباؤ کے باوجود بینک کی آمدنی مستحکم رہی، جسے مؤثر لاگت کنٹرولز سے سہارا ملا۔ فی حصص آمدنی جو 2025ء کے نو مہینوں میں 32.31 روپے تھی، بڑھ کر 2026ء کے نو مہینوں میں 35.23 روپے ہو گئی۔

HBL کی بیلنس شیٹ دسمبر 2025ء کے مقابلے میں 17% اضافے کے ساتھ 8.5 ٹریلین روپے تک پہنچ گئی۔ ستمبر 2026ء میں بینک کے ڈپازٹس بڑھ کر 5.6 ٹریلین روپے ہو گئے، جو 328 بلین روپے کا اضافہ ظاہر کرتے ہیں۔ اس میں سرِفہرست مقامی ڈپازٹس کا کردار رہا، جس میں 75% سے زائد اضافہ کرنٹ اکاؤنٹ ڈپازٹس کی بدولت حاصل ہوا۔ کرنٹ اکاؤنٹ مکس ستمبر 2026ء میں 40% کی سطح عبور کرتے ہوئے 40.2% تک پہنچ گیا، جبکہ دسمبر 2025 میں یہ 37.6% تھا۔ بینک کی لینڈنگ نبک بڑھ کر 1.9 ٹریلین روپے تک پہنچ گئی، جو ترجیحی شعبوں کی معاونت کے ذریعے اقتصادی سرگرمیوں کے فروغ کے لیے بینک کے مسلسل عزم کی عکاسی کرتی ہے۔ بینک کا انڈسٹری لیڈنگ کنزیومر بزنس اپنی ترقی کی رفتار برقرار رکھتے ہوئے 199 بلین روپے کی سطح تک پہنچ گیا۔ بینک کا زرعی پورٹ فولیو بڑھ کر 67 بلین روپے تک پہنچ گیا جبکہ ایس ایم ای لینڈنگ پورٹ فولیو 163 بلین روپے تک وسیع ہو گیا۔ بینک ترجیحی شعبوں کے لیے حکومتی اسکیموں کی فعال معاونت جاری رکھے ہوئے ہے، جبکہ کنزیومر، زرعی اور ایس ایم ای فنانسنگ میں اپنی نامیاتی نمو کو بھی آگے بڑھا رہا ہے۔

اسپریڈز پر مسلسل دباؤ کے باوجود HBL کی خالص سودی آمدنی بڑھ کر 190 بلین روپے تک پہنچ گئی۔ اوسط بیلنس شیٹ کے حجم میں 12% اضافہ ہوا، جس میں کرنٹ اکاؤنٹ ڈپازٹس نے نمایاں کردار ادا کیا۔ اس کے نتیجے میں 25ء کے نو مہینوں کے مقابلے میں ڈپازٹس کی لاگت میں کمی آئی، جس نے مارجن میں دباؤ کے اثرات کو جزوی طور پر کم کرنے میں مدد دی۔ HBL کی نان فنڈڈ انکم نے اپنی مثبت رفتار برقرار رکھی اور 9% اضافے کے ساتھ 63 بلین روپے تک پہنچ گئی۔ یہ پیش رفت فیسوں کی مد میں آمدنی میں 22 فیصد کی دوہندسی شرح نمو اور ٹریژری سے حاصل ہونے والی آمدنی کے مستحکم کردار کی بدولت ممکن ہوئی۔ بینک کے فلیگ شپ کارڈز بزنس مضبوط کارکردگی کے تسلسل کے ساتھ ساتھ، ترسیلاتِ زر، ٹریڈ اور G2P آمدنی میں بھی نمایاں نمو ریکارڈ کی گئی۔ نتیجتاً، 26ء کے نو مہینوں کے دوران HBL کی مجموعی آمدنی بڑھ کر 253 بلین روپے تک پہنچ گئی۔

لاگت میں کفایت بینک کی بدستور ترجیح رہی۔ انتظامی اخراجات میں اضافہ 5% تک محدود رکھا گیا۔ سہ ماہی کے دوران پروویژن ریورسل کے نتیجے میں 26ء کے نو مہینوں کا مجموعی پروویژن چارج 0.3 بلین روپے تک محدود رہا، جبکہ 25ء کے نو مہینوں میں یہ 4.1 بلین روپے تھا۔ تاہم، مجموعی پروویژن کوریج، بشمول عمومی پروویژن، 100% سے نمایاں طور پر اوپر رہی، جبکہ اثاثوں کے معیار میں بہتری کے ساتھ یہ شرح 2% تک بہتر ہو گئی۔۔

ذخائر میں اتار چڑھاؤ

	ملین روپے
افتتاحی غیر تخصیص شدہ منافع	254,264
اکاؤنٹنگ پالیسی میں تبدیلی کے اثرات	(935)
افتتاحی غیر تخصیص شدہ منافع کی دوبارہ تخصیص	253,329
ایسوسی ایٹس کے متعین فوائد کی ذمہ داریوں کی دوبارہ پیمائش پر منافع – محصول کا خالص	51,683
اثاثہ جات کی دوبارہ تشخیص پر سرپلس سے منتقل شدہ – محصول کا خالص	1,603
FVOCI کے طور پر ایکویٹی کی سرمایہ کاری پر موصولہ منافع	403
	53,689
مناسب کارروائی کے لیے دستیاب منافع	307,018
مختلف مدوں میں رکھی گئی رقوم:	
قانونی ذخائر میں منتقل شدہ	(5,169)
نقد منافع منقسمہ – حتمی 2025ء	(8,801)
نقد منافع منقسمہ – پہلی سہ ماہی 2026ء	(8,801)
نقد منافع منقسمہ – دوسری سہ ماہی 2026ء	(8,801)
کُل تخصیص	(31,572)
اختتامی غیر تخصیص شدہ منافع	275,446
فی حصص (شیئر) آمدنی (روپے)	35.23

سرمائے کا تناسب

مضبوط نتائج نے اندرونی طور پر پیدا ہونے والے سرمائے کو مزید مضبوط بنانا جاری رکھا، جس کے نتیجے میں Tier-1 کیپٹل ایڈیکویسی ریشو (CAR) میں 67 bps کا اضافہ ہوا۔ غیر مجموعی Tier 1 CAR جون 2026ء کے مقابلے میں 107 bps کم ہو کر 13.23% رہ گیا، جس کی بنیادی وجہ Basel III کریڈٹ رسک فریم ورک کا نفاذ تھا۔ نئی ریگولیشنز کے نفاذ اور سرمایہ کاری پر سرپلس میں کمی کے باعث HBL کا غیر مجموعی کُل CAR کم ہو کر 16.5% پر رہا۔ تاہم، دونوں تناسب بدستور ریگولیٹری تقاضوں سے خاصی بلند سطح پر ہیں۔

منافع منقسمہ

بورڈ آف ڈائریکٹرز نے 22 اکتوبر 2026ء کو منعقد ہونے والے اجلاس میں 30 ستمبر 2026ء کو اختتام پذیر ہونے والی سہ ماہی کے لیے 6 روپے فی حصص (60%) کے عبوری نقد منافع منقسمہ کا اعلان کیا۔ اس اعلان کے بعد 2026ء کے ابتدائی نو ماہ کے لیے مجموعی منافع منقسمہ 18 روپے فی حصص ہو گیا ہے۔

مستقبل کی صورتِ حال

مستقبل میں عالمی اور جغرافیائی سیاسی منظر نامہ بدستور چیلنجز سے دوچار رہنے کی توقع ہے، جس کی بنیادی وجہ مشرق وسطیٰ میں جاری تنازع اور اس سے وابستہ تجارتی بہاؤ کے خطرات ہیں۔ برینٹ خام تیل کی قیمت حال ہی میں مئی کے بعد بلند ترین سطح تک پہنچ گئی، جو توانائی کی رسد کے نظام کی نازک صورتحال کی عکاسی کرتی ہے۔ اس پس منظر میں حکومت کی نظر ثانی شدہ ریفائنری اپگریڈیشن پالیسی اور حالیہ اپگریڈیشن معاہدوں پر دستخط مقامی توانائی سپلائی چین کو مزید مضبوط بنانے کی جانب ایک اہم پیش رفت ہیں۔ توقع ہے کہ یہ منصوبے ریفائنری استعداد اور پیداواری صلاحیتوں کو جدید خطوط پر استوار کریں گے، جس سے ملک کی بیرونی دباؤ کو برداشت کرنے کی صلاحیت مزید بہتر ہو گی۔ بڑھتی ہوئی جغرافیائی سیاسی غیر یقینی صورتحال کے ماحول میں ان اقدامات پر پیش رفت درمیانی مدت میں توانائی کے تحفظ کے لیے اہم کردار ادا کرے گی۔

قریب المدت عرصے میں افراطِ زر 5% تا 7% کی مقررہ حد سے اوپر رہنے کا امکان ہے، جبکہ عمومی اور بنیادی افراطِ زر دونوں بلند سطح پر برقرار رہ سکتے ہیں۔ کاروباری اداروں اور صارفین کی افراطِ زر سے متعلق توقعات میں اضافہ ہوا ہے اور منظرنامے سے متعلق خطرات بھی بڑھ گئے ہیں۔ افراطِ زر کا دوبارہ مقررہ حد کی بالائی سطح تک پہنچنا عالمی توانائی منڈیوں میں ہونے والی پیش رفت، موسمیاتی خطرات اور مقامی غذائی اشیا کی قیمتوں کے آئندہ رجحانات پر منحصر ہوگا۔

بیرونی محاذ پر بین الاقوامی سطح پر تیل کی بلند قیمتیں اور مقامی معیشت میں جاری سرگرمیوں کی رفتار آنے والے مہینوں میں درآمدی بل کو بلند رکھنے کا باعث بن سکتی ہے، جس سے تجارتی خسارے پر دباؤ برقرار رہے گا۔ ترسیلاتِ زر، جو بدستور لچک کا مظاہرہ کر رہی ہیں اور جن سے اہم معاونت کی توقع ہے، کرنٹ اکاؤنٹ خسارے کو محدود رکھنے میں مددگار ثابت ہوں گی۔ ایگزیکٹو بورڈ کی منظوری کے بعد آئی ایم ایف کی 1.2 بلین ڈالر کی متوقع قسط سے زرمبادلہ کے ذخائر کو مزید تقویت ملنے کی توقع ہے۔ حکام نے موجودہ پروگرام کے تحت مزید پانڈ اباونڈز کے اجرا اور مارکیٹ کی صورتحال سے مشروط ممکنہ سکوک آفرنگز کے ذریعے بیرونی مالی وسائل کو متنوع بنانے کے منصوبوں کا بھی عندیہ دیا ہے۔

آئی ایم ایف پروگرام کے تحت مالیاتی نظم وضبط برقرار رکھنے کے لیے حکومت کی کوششیں بدستور جاری رہنے کی توقع ہے۔ آئی ایم ایف نے وسیع پیمانے پر دی جانے والی ایندھن سپورٹ اسکیم کو اس کی بلند لاگت کے باعث بتدریج ختم کرنے اور مستقبل کی کسی بھی معاونت کو موجودہ بجٹ دائرہ کار کے اندر خصوصی سماجی پروگراموں کے ذریعے فراہم کرنے کی ضرورت پر زور دیا ہے۔

آئندہ مانیٹری پالیسی کمیٹی کے اجلاس کے حوالے سے توقع ہے کہ اسٹیٹ بینک آف پاکستان محتاط اور متوازن پالیسی اپروچ برقرار رکھے گا۔ افراطِ زر کے ہدفی دائرے سے اوپر رہنے کے باعث کمیٹی کی توجہ افراطِ زر سے متعلق توقعات کو مستحکم رکھنے پر مرکوز رہنے کا امکان ہے۔

HBL کے لیے 2026ء بدستور ایک مضبوط سال ثابت ہو رہا ہے۔ ہماری ڈیجیٹل موجودگی مسلسل بڑھ رہی ہے، جہاں موبائل بینکنگ کے صارفین کی تعداد 5.5 ملین سے تجاوز کر چکی ہے اور انھوں نے 26ء کے نو مہینوں کے دوران 11 ٹریلین روپے سے زائد کے مالیاتی لین دین انجام دیے، جو گزشتہ سال کے اسی عرصے کے مقابلے میں 36% اضافے کی عکاسی کرتا ہے۔ HBL مالی شمولیت اور ڈیجیٹل ادائیگیوں سے متعلق قومی ترجیحات کی معاونت بھی جاری رکھے ہوئے ہے۔ بینک نے پے پاک اور یونین پے انٹرنیشنل کے اشتراک سے HBL پے پاک یونین پے کو بیج ڈیبٹ کارڈ متعارف کیا، جو ایک ہی کارڈ پر مقامی قبولیت اور بین الاقوامی رسائی فراہم کرتا ہے۔ HBL حکومت کے اپنا گھر پروگرام (گھر ہو تو اپنا) کے تحت بھی نمایاں بینکوں میں شامل ہے، جہاں قرضوں کی فراہمی 7 بلین روپے سے تجاوز کر چکی ہے۔ B2B شعبے میں HBL Konnect کے ذریعے کیش ڈیجیٹلائزیشن اقدامات میں 8% نمو ریکارڈ کی گئی، جس سے نقد رقم پر انحصار میں کمی، لین دین میں شفافیت کے فروغ اور زیادہ ڈیجیٹل طور پر مربوط معیشت کے قیام میں مدد ملی۔

HBL نے زرعی شعبے میں اپنی قائدانہ حیثیت برقرار رکھی ہے، جو SME اور زرعی شعبے کے لیے فنانس تک رسائی بڑھانے کے حوالے سے حکومت اور ریگولیٹرز کی ترجیحات سے ہم آہنگ ہے۔ بینک نے CLIS+ کے تحت نئے کراپ انشورنس فریم ورک کو اپنانے والا پہلا ادارہ بن کر قائدانہ کردار ادا کیا، جبکہ کسانوں کے لیے انشورنس کے نظام کو مزید مؤثر بنانے کے لیے اہم سفارشات بھی پیش کیں۔

HBL صنفی تنوع کے اہداف کے حصول کے لیے بدستور پُرعزم ہے اور انھی کوششوں کے اعتراف میں بینک نے IFC-PBC ایمپلائر آف چوائس جینڈر ڈائیورسٹی ایوارڈز میں مالیاتی شعبے کے زمرے میں پہلی پوزیشن حاصل کی۔ اسلامی بینکنگ کے شعبے میں شاندار کارکردگی کے اعتراف میں HBL کو اسلامک فنانس نیوز ایوارڈز 2025ء اور Asset Triple A اسلامک فنانس ایوارڈز 2026ء میں متعدد اعزازات سے نوازا گیا۔

اظہارِ تشکر

بورڈ اور مینجمنٹ کی جانب سے، ہم اپنے ریگولیٹرز اور حکومت پاکستان، بالخصوص اسٹیٹ بینک آف پاکستان، وزارتِ مالیات اور سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی کاوشوں کا اعتراف کرتے ہیں۔ اس غیر معمولی اور مشکل وقت میں، انھوں نے ایسی پالیسی سازی اور اقدامات کیے جو مصلحت اندیش، اور متوازن ہیں، معیشت، کسٹمرز اور پاکستانی عوام کی حفاظت کرتے ہیں، اور بینکنگ اور فنانشل سروسز انڈسٹری کی سالمیت اور بہتری کا تحفظ بھی کرتے ہیں۔

ہم اپنے کسٹمرز کے احسان مند ہیں جو نسلوں سے ہمارے ساتھ بینکاری کر رہے ہیں اور اپنے کاروبار اور اعتماد کے حوالے سے ہم پر بھروسا قائم رکھے ہوئے ہیں۔ ہمارے شیئر ہولڈرز نے ثابت قدمی سے ہمارا ساتھ دیا اور ان کے ساتھ ہم تمام اسٹیک ہولڈرز کے بھی انتہائی شکر گزار ہیں۔ بورڈ اور انتظامیہ گورننس کے اعلیٰ ترین معیارات برقرار رکھنے کے لیے پُرعزم ہے اور ہم اپنے اسٹیک ہولڈرز کو یقین دلاتے ہیں کہ اس خطے میں ہم اپنی کاروباری صنعت میں عروج پر ہوں گے۔

آخر میں، جن کی اہمیت کسی سے کم نہیں، ہم اپنے تمام ملازمین اور اُن کے اہلِ خانہ، بالخصوص کسٹمر کا سامنا کرنے والے یونٹس اور برانچوں میں موجود عملے کے شکر گزار ہیں، جو اپنی پرواہ کیے بغیر مسلسل اپنے فرائض سے بڑھ کر کام کرتے ہوئے ہمارے کسٹمرز کی بنیادی ضروریات کی تکمیل یقینی بنا رہے ہیں۔ یہ ہمارے ہیرو اور ہیروئن ہیں اور ہم اُن کے عزم اور انتھک محنت کے لیے انھیں خراجِ تحسین پیش کرتے ہیں۔

منجانب بورڈ

محمد ناصر سلیم
صدر اور چیف ایگزیکٹو افسر

معیز احمد جمال
ڈائریکٹر

22 اکتوبر 2026ء

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2026

	Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
		--------(Rupees in '000)--------	
ASSETS			
Cash and balances with treasury banks	5	**522,954,512**	534,020,346
Balances with other banks	6	**34,783,441**	40,891,524
Lendings to financial institutions	7	**53,301,983**	234,948,139
Investments	8	**5,334,246,605**	4,072,488,000
Advances	9	**1,911,332,973**	1,849,212,700
Property and equipment	10	**167,372,083**	134,006,176
Right-of-use assets	11	**28,609,045**	27,253,275
Intangible assets	12	**23,565,980**	22,221,191
Deferred tax assets		**-**	-
Other assets	13	**414,895,277**	352,329,424
		8,491,061,899	7,267,370,775
LIABILITIES			
Bills payable	14	**60,195,260**	58,852,506
Borrowings	15	**2,037,633,170**	1,179,248,080
Deposits and other accounts	16	**5,558,676,013**	5,230,771,466
Lease liabilities	17	**39,301,019**	36,122,376
Subordinated debt	18	**18,874,000**	18,874,000
Deferred tax liabilities	19	**2,050,243**	26,247,774
Other liabilities	20	**314,717,831**	271,250,924
		8,031,447,536	6,821,367,126
NET ASSETS		**459,614,363**	446,003,649
REPRESENTED BY			
Shareholders' equity			
Share capital		**14,668,525**	14,668,525
Reserves		**94,165,901**	90,097,602
Surplus on revaluation of assets - net of tax	21	**75,333,463**	86,973,861
Unappropriated profit		**275,446,474**	254,263,661
		459,614,363	446,003,649
CONTINGENCIES AND COMMITMENTS	22		

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

Muhammad Nassir Salim President and Chief Executive Officer	Irfan Ahmed Meer Chief Financial Officer	Khaleel Ahmed Director	Moez Ahamed Jamal Director	Dr. Najeeb Samie Director

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF PROFIT AND LOSS ACCOUNT

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

	Note	January 01 to September 30, 2026	January 01 to September 30, 2025	July 01 to September 30, 2026	July 01 to September 30, 2025
		(Rupees in '000)			
Mark-up / return / profit / interest earned	24	**544,611,777**	468,273,076	**196,148,034**	167,695,843
Mark-up / return / profit / interest expensed	25	**354,620,871**	280,412,300	**132,480,026**	104,840,793
Net mark-up / return / profit / interest income		**189,990,906**	187,860,776	**63,668,008**	62,855,050
Non mark-up / interest income					
Fee and commission income	26	**33,732,692**	27,713,909	**11,417,205**	10,031,122
Dividend income		**7,390,701**	4,565,123	**773,292**	1,217,978
Foreign exchange income		**11,135,067**	6,702,659	**4,168,198**	2,379,613
Income from derivatives		**1,607,532**	1,978,242	**647,769**	1,027,726
Gain on securities - net	27	**7,692,092**	13,987,409	**4,028,386**	4,659,545
Other income	28	**1,018,040**	2,489,745	**458,484**	167,418
Total non mark-up / interest income		**62,576,124**	57,437,087	**21,493,334**	19,483,402
Total income		**252,567,030**	245,297,863	**85,161,342**	82,338,452
Non mark-up / interest expenses					
Operating expenses	29	**140,550,904**	133,962,088	**47,312,589**	45,788,376
Workers' Welfare Fund		**2,188,381**	2,102,484	**783,208**	677,031
Other charges	30	**224,813**	112,426	**45,382**	471
Total non mark-up / interest expenses		**142,964,098**	136,176,998	**48,141,179**	46,465,878
Profit before credit loss allowance and taxation		**109,602,932**	109,120,865	**37,020,163**	35,872,574
Credit loss allowance / (reversals) and write offs - net	31	**262,245**	4,078,174	**(2,100,502)**	1,466,512
Profit before taxation		**109,340,687**	105,042,691	**39,120,665**	34,406,062
Taxation	32	**57,657,245**	57,655,191	**20,980,558**	18,437,103
Profit after taxation		**51,683,442**	47,387,500	**18,140,107**	15,968,959
		(Rupees)			
Basic and diluted earnings per share	33	**35.23**	32.31	**12.36**	10.89

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

Muhammad Nassir Salim	Irfan Ahmed Meer	Khaleel Ahmed	Moez Ahamed Jamal	Dr. Najeeb Samie
President and Chief Executive Officer	Chief Financial Officer	Director	Director	Director

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

	January 01 to September 30, 2026	January 01 to September 30, 2025	July 01 to September 30, 2026	July 01 to September 30, 2025
	(Rupees in '000)			
Profit after taxation for the period	**51,683,442**	47,387,500	**18,140,107**	15,968,959
Other comprehensive income / (loss)				
Items that may be reclassified to the profit and loss account in subsequent periods:				
Effect of translation of net investment in foreign branches - net of tax	**(405,716)**	548,317	**146,722**	(581,604)
Movement in surplus / deficit on revaluation of debt investments designated at Fair Value through Other Comprehensive Income (FVOCI) - net of tax	**(23,603,057)**	10,185,016	**(7,561,895)**	1,832,551
Movement in fair value of effective portion of hedging instruments - net of tax	**(694,329)**	-	**(282,331)**	-
Items that will not to be reclassified to the profit and loss account in subsequent periods:				
Movement in surplus / deficit on revaluation of equity investments designated at FVOCI - net of tax	**(892,428)**	2,445,121	**(926,244)**	2,075,848
Movement in surplus on revaluation of property and equipment - net of tax	**14,969,967**	-	**14,969,967**	-
Movement in surplus on revaluation of non-banking assets - net of tax	**(2,468)**	83,729	**-**	83,729
Total comprehensive income	**41,055,411**	60,649,683	**24,486,326**	19,379,483

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

Muhammad Nassir Salim President and Chief Executive Officer	Irfan Ahmed Meer Chief Financial Officer	Khaleel Ahmed Director	Moez Ahamed Jamal Director	Dr. Najeeb Samie Director

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

	Share capital	Reserves				Surplus / (deficit) on revaluation of		Unappropriated profit	Total
		Statutory	Capital		Cash flow hedge (Note 3.3)	Investments	Property & Equipment / Non Banking Assets		
			Exchange Translation	Non-distributable					
	(Rupees in '000)								
Balance as at December 31, 2024 - as reported	14,668,525	54,492,258	27,597,510	547,115	-	15,363,056	42,125,832	222,991,000	377,785,296
Change in accounting policy as at January 01, 2025	-	-	-	-	-	3,120,285	-	1,945,829	5,066,114
Balance as at January 01, 2025 - as restated	14,668,525	54,492,258	27,597,510	547,115	-	18,483,341	42,125,832	224,936,829	382,851,410
Comprehensive income for the nine months ended September 30, 2025									
Profit after taxation for the nine months ended September 30, 2025	-	-	-	-	-	-	-	47,387,500	47,387,500
Other comprehensive income									
Effect of translation of net investment in foreign branches - net of tax	-	-	548,317	-	-	-	-	-	548,317
Movement in surplus / deficit on revaluation of equity investments - net of tax	-	-	-	-	-	2,445,121	-	-	2,445,121
Movement in surplus / deficit on revaluation of debt investments - net of tax	-	-	-	-	-	10,185,016	-	-	10,185,016
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	83,729	-	83,729
	-	-	548,317	-	-	12,630,137	83,729	47,387,500	60,649,683
Transferred to statutory reserve	-	4,738,750	-	-	-	-	-	(4,738,750)	-
Net gain transferred on sale of equity investments - net of tax	-	-	-	-	-	(200,086)	-	200,086	-
Transferred from surplus on revaluation of assets - net of tax	-	-	-	-	-	-	(60,166)	60,166	-
Exchange gain realised on closure of the Bank's branch - net of tax	-	-	(931,277)	-	-	-	-	-	(931,277)
Transactions with owners, recorded directly in equity									
Final cash dividend - Rs 4.25 per share declared subsequent to the year ended December 31, 2024	-	-	-	-	-	-	-	(6,234,123)	(6,234,123)
1st interim cash dividend - Rs 4.50 per share	-	-	-	-	-	-	-	(6,600,836)	(6,600,836)
2nd interim cash dividend - Rs 4.50 per share	-	-	-	-	-	-	-	(6,600,836)	(6,600,836)
	-	-	-	-	-	-	-	(19,435,795)	(19,435,795)
Balance as at September 30, 2025	14,668,525	59,231,008	27,214,550	547,115	-	30,913,392	42,149,395	248,410,036	423,134,021
Comprehensive income for the three months ended December 31, 2025									
Profit after taxation for the three months ended December 31, 2025	-	-	-	-	-	-	-	15,104,917	15,104,917
Other comprehensive Income									
Effect of translation of net investment in foreign branches - net of tax	-	-	1,594,437	-	-	-	-	-	1,594,437
Movement in surplus / deficit on revaluation of equity investments - net of tax	-	-	-	-	-	1,595,917	-	-	1,595,917
Movement in surplus / deficit on revaluation of debt investments - net of tax	-	-	-	-	-	11,002,152	-	-	11,002,152
Net remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	-	-	906,468	906,468
	-	-	1,594,437	-	-	12,598,069	-	16,011,385	30,203,891
Transferred to statutory reserve	-	1,510,492	-	-	-	-	-	(1,510,492)	-
Net loss transferred on sale of equity investments - net of tax	-	-	-	-	-	1,333,066	-	(1,333,066)	-
Transferred from surplus on revaluation of assets - net of tax	-	-	-	-	-	-	(20,061)	20,061	-
Transactions with owners, recorded directly in equity									
3rd interim cash dividend - Rs 5.00 per share	-	-	-	-	-	-	-	(7,334,263)	(7,334,263)
	-	-	-	-	-	-	-	(7,334,263)	(7,334,263)
Balance as at December 31, 2025 - as reported	14,668,525	60,741,500	28,808,987	547,115	-	44,844,527	42,129,334	254,263,661	446,003,649
Change in accounting policy as at January 01, 2026 - note 3.2	-	-	-	-	-	(106,706)	-	(934,646)	(1,041,352)
Balance as at January 01, 2026 - as restated	14,668,525	60,741,500	28,808,987	547,115	-	44,737,821	42,129,334	253,329,015	444,962,297
Comprehensive income for the nine months ended September 30, 2026									
Profit after taxation for the nine months ended September 30, 2026	-	-	-	-	-	-	-	51,683,442	51,683,442
Other comprehensive income / (loss)									
Effect of translation of net investment in foreign branches - net of tax	-	-	(405,716)	-	-	-	-	-	(405,716)
Movement in fair value of effective portion of hedging instruments - net of tax	-	-	-	-	(694,329)	-	-	-	(694,329)
Movement in surplus / deficit on revaluation of equity investments - net of tax	-	-	-	-	-	(892,428)	-	-	(892,428)
Movement in surplus / deficit on revaluation of debt investments - net of tax	-	-	-	-	-	(23,603,057)	-	-	(23,603,057)
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	-	14,969,967	-	14,969,967
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	(2,468)	-	(2,468)
	-	-	(405,716)	-	(694,329)	(24,495,485)	14,967,499	51,683,442	41,055,411
Transferred to statutory reserve	-	5,168,344	-	-	-	-	-	(5,168,344)	-
Net gain transferred on sale of equity investments - net of tax	-	-	-	-	-	(402,598)	-	402,598	-
Transferred from surplus on revaluation of assets - net of tax	-	-	-	-	-	-	(1,603,108)	1,603,108	-
Transactions with owners, recorded directly in equity									
Final cash dividend - Rs 6.00 per share declared subsequent to the year ended December 31, 2025	-	-	-	-	-	-	-	(8,801,115)	(8,801,115)
1st interim cash dividend - Rs 6.00 per share	-	-	-	-	-	-	-	(8,801,115)	(8,801,115)
2nd interim cash dividend - Rs 6.00 per share	-	-	-	-	-	-	-	(8,801,115)	(8,801,115)
	-	-	-	-	-	-	-	(26,403,345)	(26,403,345)
Balance as at September 30, 2026	**14,668,525**	**65,909,844**	**28,403,271**	**547,115**	**(694,329)**	**19,839,738**	**55,493,725**	**275,446,474**	**459,614,363**

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

Muhammad Nassir Salim
President and Chief Executive Officer

Irfan Ahmed Meer
Chief Financial Officer

Khaleel Ahmed
Director

Moez Ahamed Jamal
Director

Dr. Najeeb Samie
Director

CONDENSED INTERIM UNCONSOLIDATED CASH FLOW STATEMENT (UNAUDITED)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

	January 01 to September 30, 2026	January 01 to September 30, 2025
	----------(Rupees in '000)----------	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	**109,340,687**	105,042,691
Dividend income	**(7,390,701)**	(4,565,123)
Mark-up / return / profit / interest expensed on subordinated debt	**1,840,348**	1,910,653
	103,790,334	102,388,221
Adjustments:		
Depreciation	**8,055,660**	8,353,350
Amortisation	**1,862,371**	1,931,932
Depreciation on right-of-use assets	**3,031,632**	2,861,831
Mark-up / return / profit / interest expensed on lease liability against right-of-use assets	**3,619,517**	2,515,145
Charge / (reversal) of credit loss allowance against investments	**30,430**	(658,634)
(Reversal) / charge of credit loss allowance against loans and advances	**(1,244,680)**	4,826,463
Credit loss allowance against other assets	**450,525**	350,604
Credit loss allowance against off-balance sheet obligations	**1,980,864**	87,029
Unrealised (gain) / loss on securities designated at fair value through profit and loss (FVTPL)	**(409,852)**	342,190
Gain realised on closure of the Bank's branch	**-**	(1,940,160)
(Gain) / loss on sale of property and equipment - net	**(271,029)**	33,378
Workers' Welfare Fund	**2,188,381**	2,102,484
	19,293,819	20,805,612
	123,084,153	123,193,833
(Increase) / decrease in operating assets		
Lendings to financial institutions	**181,646,156**	(46,059,319)
FVTPL securities	**(399,580,710)**	(97,843,459)
Advances	**(60,875,593)**	493,416,653
Other assets (excluding advance taxation)	**(43,792,704)**	(40,550,279)
	(322,602,851)	308,963,596
Increase / (decrease) in operating liabilities		
Bills payable	**1,342,754**	(36,860,257)
Borrowings from financial institutions	**858,385,090**	449,499,336
Deposits and other accounts	**327,904,547**	700,537,909
Other liabilities	**7,268,997**	16,681,936
	1,194,901,388	1,129,858,924
	995,382,690	1,562,016,353
Income tax paid	**(74,962,695)**	(73,863,305)
Net cash flows generated from operating activities	**920,419,995**	1,488,153,048
CASH FLOWS FROM INVESTING ACTIVITIES		
Net investment in FVOCI securities	**(713,226,356)**	(1,324,503,221)
Net investment in securities carried at Amortised Cost	**(173,262,897)**	(66,120,716)
Net investment in subsidiaries	**90,261**	(4,933,019)
Net (investment) / divestment in associates	**(1,672)**	9,195
Dividend received	**7,320,235**	4,535,844
Investments in property and equipment	**(24,282,510)**	(11,869,849)
Investments in intangible assets	**(3,185,552)**	(5,108,300)
Proceeds from sale of property and equipment	**2,163,949**	42,545
Effect of translation of net investment in foreign branches - net of tax	**(405,716)**	548,317
Net cash flows used in investing activities	**(904,790,258)**	(1,407,399,204)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of mark-up on subordinated debt	**(1,844,091)**	(1,920,116)
Payment of lease liability against right-of-use assets	**(4,684,511)**	(3,751,733)
Dividend paid	**(26,275,052)**	(19,305,920)
Net cash flows used in financing activities	**(32,803,654)**	(24,977,769)
(Decrease) / increase in cash and cash equivalents during the period	**(17,173,917)**	55,776,075
Cash and cash equivalents at the beginning of the period	**573,618,947**	465,385,544
Effect of exchange rate changes on cash and cash equivalents	**1,292,923**	(2,199,292)
	574,911,870	463,186,252
Cash and cash equivalents at the end of the period	**557,737,953**	518,962,327

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

Muhammad Nassir Salim President and Chief Executive Officer	Irfan Ahmed Meer Chief Financial Officer	Khaleel Ahmed Director	Moez Ahamed Jamal Director	Dr. Najeeb Samie Director

NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

1 STATUS AND NATURE OF BUSINESS

Habib Bank Limited (the Bank) is incorporated in Pakistan and is engaged in commercial banking services in Pakistan and overseas. The Bank's registered office is at Habib Bank Tower, 9th Floor, Jinnah Avenue, Blue Area, Islamabad, Pakistan and its principal office is at HBL Tower, Plot # G-4, KDA Scheme 5, Block 7, Clifton, Karachi, Pakistan. The Bank's shares are listed on the Pakistan Stock Exchange. The Bank operates 1,799 (December 31, 2025: 1,715) branches inside Pakistan including 656 (December 31, 2025: 608) Islamic Banking Branches and 25 (December 31, 2025: 25) branches outside the country including in the Karachi Export Processing Zone (KEPZ). The Aga Khan Fund for Economic Development S.A. (AKFED) is the parent company of the Bank and its registered office is in Geneva, Switzerland.

1.1 The Bank had commenced an orderly winding down of its operations in Afghanistan and banking operations were ceased on June 10, 2019. The remaining formalities required for closure are in progress.

1.2 The deregistration has been completed, and the Bank has sold its operations in Mauritius and transferred the business to its new owners. However, some exit formalities are underway.

1.3 The Bank has commenced an orderly wind-down of its Lebanon operations. Formalities for completion of the wind-down are underway.

1.4 The Bank has closed its operations in Belgium after obtaining necessary approvals from the Regulators and has also surrendered the Banking License. Moreover, commercial license has been cancelled and income tax return was filed however, Value Added Tax deregistration is pending.

1.5 The Bank has received regulatory approval for the voluntary liquidation of its operations in Turkey. The Bank is in the process of completing the formalities for branch closure.

2 BASIS OF PRESENTATION

2.1 STATEMENT OF COMPLIANCE

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Companies Act, 2017;
- Provisions of, directives and notifications issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) and the Securities 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.

2.2 The disclosures made in these condensed interim unconsolidated financial statements have been limited based on the format prescribed by the SBP vide BPRD Circular Letter No. 2 dated February 09, 2023 and IAS 34. These condensed interim unconsolidated financial statements do not include all the information and disclosures required for annual unconsolidated financial statements and should be read in conjunction with the unconsolidated financial statements for the year ended December 31, 2025.

2.3 New Standard and amendments to existing accounting and reporting standards that have become effective in the current year

There are certain standards and amendments to existing accounting and reporting standards that have become applicable to the Bank for accounting periods beginning on or after January 1, 2026. These are considered either to not be relevant or to not have any material impact on these condensed interim unconsolidated financial statements, except for the following:

- Effective Interest Rate (EIR) requirements of IFRS 9 have become applicable from January 01, 2026 pursuant to relaxations earlier provided by the SBP. The impact of EIR is summarized in note 3.1.

As per the BPRD circular letter no. 01 of 2025 dated January 22, 2025, the Banks are allowed to continue the existing accounting methodology for Islamic products, including the requirements of IFAS 1 and IFAS 2 until further instructions. Had IFRS 9 Effective Interest Rate (EIR) methodology been applied on Islamic products, the retained earnings would have been lower by Rs 1,674.886 million net of tax. The current period's profit after tax would have been higher by Rs 1,549.443 million.

2.4 Standard and amendments to existing accounting and reporting standards that are not yet effective

There are various standards and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective. These are not likely to have a material effect on the Bank's condensed interim unconsolidated financial statements, except for the following:

- IFRS 18 'Presentation and Disclosure in Financial Statements' will become applicable from January 01, 2027. The application of IFRS 18 will impact the presentation of the 'Statement of Profit and Loss Account' with certain additional disclosures as and when instructed by the SBP.

- General provision, over and above the ECL for Stage 1 and Stage 2 exposures may be maintained up to December 31, 2026 as per the relaxations earlier provided by the SBP in respect of the implementation of IFRS 9.

2.5 Critical accounting estimates and judgements

The basis for accounting estimates and judgements adopted in the preparation of these condensed interim unconsolidated financial statements is the same as that applied in the preparation of the unconsolidated financial statements for the year ended December 31, 2025, except the following:

During the period, the Bank has revised its estimate of the useful life of lease hold improvements in its operations in Pakistan from 5 years to 10 years. This revision has been accounted for as a change in accounting estimate in accordance with the requirements of IAS 8 and accordingly, has been recognised prospectively in the unconsolidated statement of profit and loss account.

The effect of this change on depreciation expense in the current period and the next corresponding period is as follows:

	January 01 to September 30, 2027	January 01 to September 30, 2026
	---------(Rupees in '000) ---------	
Decrease in other operating expenses - depreciation	1,230,624	1,207,452

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies adopted in the preparation of these condensed interim unconsolidated financial statements are consistent with those followed in the preparation of the unconsolidated financial statements for the year ended December 31, 2025 except for changes as discussed in notes below:

3.1 Transitional Impact of EIR

To account for the changes, the Bank has elected to follow the modified retrospective approach for restatement as allowed under IFRS 9. The cumulative impact has been recorded as an adjustment to equity as of January 01, 2026. Accordingly, the information presented as of December 31, 2025 and for the nine months ended September 30, 2025 respectively has not been restated.

The following table reconciles the carrying amounts of financial instruments reported in accordance with the previous financial reporting framework with the carrying amounts reported under the new financial reporting framework.

Financial Assets / Liabilities	Carrying amount as of December 31, 2025	EIR	Carrying amount as of January 01, 2026
	---------- (Rupees in '000) ----------		
Cash and balances with treasury banks	534,020,346	-	534,020,346
Balances with other banks	40,891,524	-	40,891,524
Lendings to financial institutions	234,948,139	-	234,948,139
Investments	4,072,488,000	54,100	4,072,542,100
Advances	1,849,212,700	-	1,849,212,700
Other assets	295,153,682	(4,024,784)	291,128,898
Total Financial Assets	7,026,714,391	(3,970,684)	7,022,743,707
Bills payable	58,852,506	-	58,852,506
Borrowings	1,179,248,080	-	1,179,248,080
Deposits and other accounts	5,230,771,466	-	5,230,771,466
Subordinated debt	18,874,000	-	18,874,000
Lease liabilities	36,122,376	-	36,122,376
Other liabilities	241,443,192	(1,801,200)	239,641,992
Total Financial Liabilities	6,765,311,620	(1,801,200)	6,763,510,420
Net Financial Assets	261,402,771	(2,169,484)	259,233,287
Net Non Financial Assets	184,600,878	1,128,132	185,729,010
Total Net Assets	446,003,649	(1,041,352)	444,962,297

3.2 Reconciliation of retained earnings and surplus on revaluation of investments

The impact of EIR on retained earnings as at January 01, 2026 is as follows:

	(Rupees in '000)
Retained earnings	
Closing balance as at December 31, 2025 - as reported	254,263,661
Impact of EIR	(1,947,180)
Less: related tax	1,012,534
Opening balance as at January 01, 2026 - as restated	253,329,015
Surplus on revaluation of investments	
Closing balance as at December 31, 2025 - as reported	44,844,527
Impact of EIR	(222,304)
Less: related tax	115,598
Opening balance as at January 01, 2026 - as restated	44,737,821

3.3 Cash flow hedge

If the cash flow hedge meets the qualifying criteria, the hedging instrument is re-measured at fair value. Gains or losses on the effective portion of the hedging instrument are recognised in Other Comprehensive Income (OCI). These amounts will be taken to a 'cashflow hedging reserve' as a separate component of equity. The ineffective portion of the gain or loss on the hedging instrument is recognised in the statement of profit and loss account. When cash flows relating to the hedged item are reported in profit and loss, amounts in OCI are also recycled to statement of profit and loss account.

The Bank assesses hedge effectiveness using the hypothetical derivative method, which creates a derivative instrument to serve as a proxy for the hedged transaction. If a cash flow hedge is discontinued, the amount accumulated in the cash flow hedge reserve is released to the statement of profit and loss account.

4 FINANCIAL RISK MANAGEMENT

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

	Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
		------(Rupees in '000)------	
5 CASH AND BALANCES WITH TREASURY BANKS			
In hand			
Local currency		**69,494,609**	72,817,510
Foreign currencies		**6,650,867**	7,134,327
		76,145,476	79,951,837
With State Bank of Pakistan in			
Local currency current accounts		**270,494,202**	263,002,310
Foreign currency current accounts		**12,960,447**	10,833,509
Foreign currency deposit accounts		**25,677,394**	22,064,778
		309,132,043	295,900,597
With other Central Banks in			
Foreign currency current accounts		**32,787,290**	31,880,021
Foreign currency deposit accounts		**24,753,117**	35,078,706
		57,540,407	66,958,727
With National Bank of Pakistan in local currency current accounts		**79,981,377**	90,990,380
National Prize Bonds		**163,903**	223,246
Less: credit loss allowance	5.1	**(8,694)**	(4,441)
Cash and balances with Treasury banks - net of credit loss allowance		**522,954,512**	534,020,346

5.1 Cash and balances with Treasury banks are all classified as Stage 1.

6 BALANCES WITH OTHER BANKS

In Pakistan			
In current accounts		**46,543**	551,845
Outside Pakistan			
In current accounts		**28,753,952**	25,985,594
In deposit accounts		**6,001,060**	14,371,357
		34,755,012	40,356,951
Less: credit loss allowance	6.1	**(18,114)**	(17,272)
Balances with other banks - net of credit loss allowance		**34,783,441**	40,891,524

6.1 Balances with other banks are all classified as Stage 1.

7 LENDINGS TO FINANCIAL INSTITUTIONS

Call money lendings		**9,500,000**	22,800,000
Repurchase agreement lendings (reverse repo)		**43,803,704**	212,149,424
		53,303,704	234,949,424
Less: credit loss allowance	7.1	**(1,721)**	(1,285)
Lendings to financial institutions - net of credit loss allowance		**53,301,983**	234,948,139

7.1 Lendings to financial institutions are all classified as Stage 1.

8 INVESTMENTS

	Note	September 30, 2026 (Unaudited)				December 31, 2025 (Audited)			
		Cost / amortised cost	Credit loss allowance / provision for diminution	Surplus / (deficit)	Carrying value	Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value
8.1 Investments by type		(Rupees in '000)							
Fair value through profit or loss (FVTPL)									
Federal Government securities									
- Market Treasury Bills		51,134,421	-	(55,787)	51,078,634	79,700,928	-	59,753	79,760,681
- Pakistan Investment Bonds		386,367,952	-	855,579	387,223,531	73,365,505	-	776,169	74,141,674
- Ijarah Sukuk		110,985,888	-	26,834	111,012,722	998,031	-	(1,250)	996,781
- Government of Pakistan US Dollar Bonds		6,708,278	-	(24,280)	6,683,998	3,673,975	-	13,095	3,687,070
- Other Federal Government securities		1,420,691	-	-	1,420,691	719,629	-	-	719,629
Shares									
- Listed companies		2,174,408	-	(193,713)	1,980,695	-	-	-	-
- Unlisted companies		7,632,130	-	-	7,632,130	8,639,530	-	(1,007,400)	7,632,130
Non-Government debt securities									
- Listed		2,672,598	-	119,751	2,792,349	2,691,019	-	(18,421)	2,672,598
- Unlisted		800,545	-	455	801,000	801,000	-	(455)	800,545
Foreign securities									
- Government debt securities		6,944,736	-	(243,738)	6,700,998	7,049,971	-	(244,542)	6,805,429
Preference shares									
- Listed		840,000	-	141,400	981,400	835,400	-	49,000	884,400
- Unlisted		14,465	-	-	14,465	14,465	-	-	14,465
Real Estate Investment Trust units - Listed		2,301,339	-	(216,649)	2,084,690	3,369,107	-	(1,067,768)	2,301,339
		579,997,451	-	409,852	580,407,303	181,858,560	-	(1,441,819)	180,416,741
Fair value through other comprehensive income (FVOCI)									
Federal Government securities									
- Market Treasury Bills		553,690,067	-	(2,814,891)	550,875,176	199,222,100	-	532,830	199,754,930
- Pakistan Investment Bonds		2,781,309,091	-	28,131,967	2,809,441,058	2,457,496,854	-	61,171,974	2,518,668,828
- Ijarah Sukuk		422,246,936	-	(2,512,508)	419,734,428	344,928,733	-	8,639,930	353,568,663
- Government of Pakistan US Dollar Bonds		-	-	-	-	6,727,811	(415,376)	415,938	6,728,373
Shares									
- Listed companies		12,198,296	-	10,274,210	22,472,506	11,641,136	-	12,586,543	24,227,679
- Unlisted companies		859,384	-	6,716,937	7,576,321	922,686	-	7,091,848	8,014,534
Non-Government debt securities									
- Listed		6,565,490	(1,956,906)	1,701,507	6,310,091	7,379,580	(1,649,809)	1,369,931	7,099,702
- Unlisted		347,328	(347,328)	-	-	357,512	(357,512)	-	-
Foreign securities									
- Government debt securities		129,128,405	(795,998)	(63,544)	128,268,863	146,889,059	(717,797)	1,043,042	147,214,304
- Non-Government debt securities Listed		21,906,577	(4,572)	(394,282)	21,507,723	11,997,359	(2,652)	269,944	12,264,651
- Equity securities - Unlisted		6,367	-	65,042	71,409	6,469	-	64,940	71,409
National Investment Unit Trust units		11,113	-	87,999	99,112	11,113	-	101,928	113,041
Real Estate Investment Trust units - Listed		55,000	-	140,350	195,350	55,000	-	137,250	192,250
		3,928,324,054	(3,104,804)	41,332,787	3,966,552,037	3,187,635,412	(3,143,146)	93,426,098	3,277,918,364
Amortised cost	8.2								
Federal Government securities									
- Market Treasury Bills		46,045,300	-	-	46,045,300	57,841,350	-	-	57,841,350
- Pakistan Investment Bonds		453,784,924	-	-	453,784,924	366,233,577	-	-	366,233,577
- Ijarah Sukuk		134,476,807	-	-	134,476,807	57,457,769	-	-	57,457,769
- Other Federal Government securities		65,287,629	-	-	65,287,629	52,430,110	-	-	52,430,110
Non-Government debt securities									
- Listed		955,161	(42)	-	955,119	899,190	(64)	-	899,126
- Unlisted		17,011,161	(612,266)	-	16,398,895	18,713,060	(612,276)	-	18,100,784
Foreign Securities									
- Government debt securities		21,364,222	-	-	21,364,222	12,087,251	-	-	12,087,251
		738,925,204	(612,308)	-	738,312,896	565,662,307	(612,340)	-	565,049,967
Investments in associates	8.2	7,133,805	(39,970)	-	7,093,835	7,132,133	-	-	7,132,133
Investment in subsidiary companies		41,880,534	-	-	41,880,534	41,970,795	-	-	41,970,795
Total Investments		5,296,261,048	(3,757,082)	41,742,639	5,334,246,605	3,984,259,207	(3,755,486)	91,984,279	4,072,488,000

		(Unaudited) September 30, 2026	(Audited) December 31, 2025
8.1.1	**Investments given as collateral**	---------(Rupees in '000) ---------	
	The market value of investments given as collateral against borrowings is as follows:		
	Federal Government securities		
	- Market Treasury Bills	**246,302,900**	14,722,264
	- Pakistan Investment Bonds	**1,600,340,995**	897,462,824
	Foreign securities		
	- Government debt securities	**-**	2,757,024
		1,846,643,895	914,942,112

8.2 The market value of investments classified as amortised cost and investment in listed associates are as follows:

	(Unaudited) September 30, 2026		(Audited) December 31, 2025	
	Book value	Market value	Book value	Market value
	----------(Rupees in '000) ----------			
- Investments classified as amortised cost	**738,312,896**	**718,305,086**	565,049,967	578,693,684
- Investment in listed associates	**6,837,604**	**19,182,076**	6,875,902	17,792,580
	745,150,500	**737,487,162**	571,925,869	596,486,264

		(Unaudited) September 30, 2026	(Audited) December 31, 2025
8.3	**Particulars of provision / credit loss allowance against investments**	---------(Rupees in '000) ---------	
	Opening balance	**3,755,486**	5,611,818
	Exchange adjustment	**(28,834)**	33,077
	Charge / (reversal)		
	Charge for the period / year	**178,810**	29,251
	Reversal for the period / year	**(138,196)**	(1,081,058)
	Reversal on disposal during the period / year	**(10,184)**	(837,602)
	Net charge / (reversal)	**30,430**	(1,889,409)
	Closing balance	**3,757,082**	3,755,486

8.4 **Particulars of credit loss allowance against debt securities**

Category of classification	(Unaudited) September 30, 2026		(Audited) December 31, 2025	
	Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
	---------- (Rupees in '000) ----------			
Domestic				
Performing	**5,025,487,207**	**320**	3,763,998,146	377
Underperforming	**-**	**-**	225,000	1
Non-performing				
Loss	**959,328**	**959,328**	969,512	969,512
	5,026,446,535	**959,648**	3,765,192,658	969,890
Overseas				
Performing	**185,276,020**	**292,443**	178,007,193	55,034
Underperforming	**34,158,715**	**2,465,021**	40,489,460	2,730,562
Non-performing	**-**	**-**	-	-
	219,434,735	**2,757,464**	218,496,653	2,785,596
Total	**5,245,881,270**	**3,717,112**	3,983,689,311	3,755,486

9 ADVANCES

	Note	Performing		Non - performing		Total	
		(Unaudited) September 30, 2026	(Audited) December 31, 2025	(Unaudited) September 30, 2026	(Audited) December 31, 2025	(Unaudited) September 30, 2026	(Audited) December 31, 2025
		----------(Rupees in '000)----------					
Loans, cash credits, running finances, etc.		**1,341,065,149**	1,398,639,758	**70,605,890**	73,854,046	**1,411,671,039**	1,472,493,804
Islamic financing and related assets	38.3	**436,482,850**	307,460,494	**10,755,430**	10,557,385	**447,238,280**	318,017,879
Bills discounted and purchased		**154,290,158**	166,900,123	**3,547,895**	4,797,757	**157,838,053**	171,697,880
Advances - gross		**1,931,838,157**	1,873,000,375	**84,909,215**	89,209,188	**2,016,747,372**	1,962,209,563
Credit loss allowance	9.3						
- Stage 1		**(9,546,749)**	(8,973,274)	**-**	-	**(9,546,749)**	(8,973,274)
- Stage 2		**(6,922,353)**	(7,160,181)	**-**	-	**(6,922,353)**	(7,160,181)
- Stage 3		**-**	-	**(76,896,368)**	(79,779,906)	**(76,896,368)**	(79,779,906)
General provision	9.4	**(12,048,929)**	(17,083,502)	**-**	-	**(12,048,929)**	(17,083,502)
		(28,518,031)	(33,216,957)	**(76,896,368)**	(79,779,906)	**(105,414,399)**	(112,996,863)
Advances - net of provision / credit loss allowance		**1,903,320,126**	1,839,783,418	**8,012,847**	9,429,282	**1,911,332,973**	1,849,212,700

9.1 Particulars of advances (gross)

	(Unaudited) September 30, 2026	(Audited) December 31, 2025
	---------(Rupees in '000) ---------	
In local currency	**1,539,846,164**	1,500,846,932
In foreign currencies	**476,901,208**	461,362,631
	2,016,747,372	1,962,209,563

9.2 Advances include Rs 84,909.215 million (December 31, 2025: Rs 89,209.188 million) which have been placed under non-performing (Stage 3) status as detailed below:

Category of Classification	(Unaudited) September 30, 2026		(Audited) December 31, 2025	
	Non - performing advances	Credit loss allowance	Non - performing advances	Credit loss allowance
	---------- (Rupees in '000) ----------			
Domestic				
Substandard	**10,534,097**	**6,175,019**	15,339,440	9,349,680
Doubtful	**2,856,869**	**2,107,273**	2,631,072	1,524,622
Loss	**56,898,587**	**55,807,166**	56,452,035	55,979,766
	70,289,553	**64,089,458**	74,422,547	66,854,068
Overseas				
Substandard	**-**	**-**	-	-
Doubtful	**1,368,299**	**769,411**	1,141,641	639,106
Loss	**13,251,363**	**12,037,499**	13,645,000	12,286,732
	14,619,662	**12,806,910**	14,786,641	12,925,838
	84,909,215	**76,896,368**	89,209,188	79,779,906

9.3 Particulars of provisions / credit loss allowance against advances

	(Unaudited) September 30, 2026					
	Stage 1	Stage 2	Stage 3	Specific	General	Total
	(Rupees in '000)					
Opening balance	8,973,274	7,160,181	79,779,906	-	17,083,502	112,996,863
Transfer to stage 1	117,473	(117,473)	-	-	-	-
Transfer to stage 2	(984,754)	1,053,574	(68,820)	-	-	-
Transfer to stage 3	-	(1,189,511)	1,189,511	-	-	-
Exchange adjustment	(126,762)	(17,590)	(48,588)	-	-	(192,940)
Charge for the period	2,060,243	253,910	8,427,166	-	-	10,741,319
Reversal for the period	(492,419)	(220,738)	(6,238,269)	-	(5,034,573)	(11,985,999)
Net charge / (reversal) against advances	1,567,824	33,172	2,188,897	-	(5,034,573)	(1,244,680)
Charged off during the period - agriculture financing	-	-	(295,138)	-	-	(295,138)
Charged off during the period - corporate, commercial and SME advances	-	-	(4,742,022)	-	-	(4,742,022)
Written off during the period	-	-	(1,107,378)	-	-	(1,107,378)
Transferred out	(306)	-	-	-	-	(306)
Closing balance	9,546,749	6,922,353	76,896,368	-	12,048,929	105,414,399

	(Audited) December 31, 2025					
	Stage 1	Stage 2	Stage 3	Specific	General	Total
	(Rupees in '000)					
Opening balance - as reported	11,345,420	12,926,671	90,087,556	998,810	11,088,568	126,447,025
Impact of adoption of IFRS 9	117,736	-	998,810	(998,810)	(117,736)	-
Opening balance - as restated	11,463,156	12,926,671	91,086,366	-	10,970,832	126,447,025
Transfer to stage 1	258,939	(258,939)	-	-	-	-
Transfer to stage 2	(282,594)	2,449,549	(2,166,955)	-	-	-
Transfer to stage 3	(56,131)	(762,067)	818,198	-	-	-
Exchange adjustment	(281,348)	1,137	119,201	-	-	(161,010)
Charge for the year	2,178,118	342,297	18,262,487	-	6,112,670	26,895,572
Reversal for the year	(4,306,866)	(7,538,467)	(7,383,141)	-	-	(19,228,474)
Net (reversal) / charge against advances	(2,128,748)	(7,196,170)	10,879,346	-	6,112,670	7,667,098
Charged off during the year - agriculture financing	-	-	(682,583)	-	-	(682,583)
Charged off during the year - corporate, commercial and SME advances	-	-	(7,983,388)	-	-	(7,983,388)
Written off during the year	-	-	(12,310,066)	-	-	(12,310,066)
Other movement	-	-	19,787	-	-	19,787
Closing balance	8,973,274	7,160,181	79,779,906	-	17,083,502	112,996,863

9.4 General provision is carried as a matter of prudence, on account of borrowers that may be impacted by stressed economic conditions.

9.5 Advances - Category of classification

	(Unaudited) September 30, 2026		(Audited) December 31, 2025	
	Outstanding amount	Provision / credit loss allowance	Outstanding amount	Provision / credit loss allowance
	(Rupees in '000)			
Domestic				
Performing	1,275,078,449	16,241,682	1,292,001,748	20,913,211
Underperforming	320,774,000	5,120,001	246,611,646	5,274,592
Non-performing	70,289,553	64,089,458	74,422,547	66,854,069
	1,666,142,002	85,451,141	1,613,035,941	93,041,872
Overseas				
Performing	268,186,531	5,353,996	275,553,370	5,143,565
Underperforming	67,799,177	1,802,352	58,833,611	1,885,589
Non-performing	14,619,662	12,806,910	14,786,641	12,925,837
	350,605,370	19,963,258	349,173,622	19,954,991
Total	2,016,747,372	105,414,399	1,962,209,563	112,996,863

		Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
			------(Rupees in '000)------	
10	**PROPERTY AND EQUIPMENT**			
	Capital work-in-progress	10.1	**25,260,362**	17,206,223
	Property and equipment		**142,111,721**	116,799,953
			167,372,083	134,006,176
10.1	**Capital work-in-progress**			
	Land and under construction building		**15,624,467**	-
	Civil works		**3,945,565**	3,719,771
	Equipment		**1,091,084**	1,533,027
	Advances to suppliers and contractors		**4,599,246**	11,953,425
			25,260,362	17,206,223

		(Unaudited) For the nine months ended	
		September 30, 2026	September 30, 2025
		------(Rupees in '000)------	
10.2	**Additions to property and equipment**		
	The following additions have been made to property and equipment during the period:		
	Capital work-in-progress - net	**8,054,139**	774,304
	Property and equipment		
	Leasehold land	**2,067,755**	677,301
	Building on leasehold land	**1,524,568**	1,945,592
	Machinery	**12,690**	14,739
	Leasehold improvements	**3,515,633**	1,468,244
	Furniture and fixtures	**985,819**	460,023
	Electrical, office and computer equipment	**6,383,113**	4,124,950
	Vehicles	**1,738,793**	2,404,696
		16,228,371	11,095,545
		24,282,510	11,869,849
10.3	**Disposal of property and equipment**		
	The net book value of property and equipment disposed off during the period is as follows:		
	Property and equipment		
	Leasehold land	**1,497,503**	-
	Building on leasehold land	**217,115**	-
	Leasehold Improvements	**-**	375
	Furniture and fixtures	**2,452**	987
	Electrical, office and computer equipment	**8,664**	7,479
	Vehicles	**167,186**	67,082
		1,892,920	75,923

10.4 The properties of the Bank were revalued by independent professional valuers as at September 30, 2026. The revaluation was carried out by M/s KGT (Pvt) Limited, M/s United Valuers (Pte) Limited (Singapore), M/s Sunil Fernando & Associates (Pvt) Limited (Sri Lanka), on the basis of an assessment of their present market values. The revaluation has resulted in an increase of Rs 18,907.795 million in the surplus. The total surplus arising against revaluation of fixed assets as at September 30, 2026 amounts to Rs 62,711.618 million.

		(Unaudited) September 30, 2026	(Audited) December 31, 2025
		-------(Rupees in '000)-------	
11	**RIGHT-OF-USE ASSETS**		
	Buildings		
	At January 1,		
	Cost	**43,511,828**	37,033,836
	Accumulated depreciation	**(16,258,553)**	(13,630,899)
	Net carrying amount at January 1,	**27,253,275**	23,402,937
	Exchange adjustment	**17,038**	75,928
	Additions during the period / year	**4,595,818**	9,134,364
	Deletions during the period / year	**(299,458)**	(1,533,147)
	Depreciation charge for the period / year	**(3,031,632)**	(3,826,807)
	Other adjustments	**74,004**	-
	Net carrying amount at the end of the period / year	**28,609,045**	27,253,275

	Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
		------(Rupees in '000)------	
12 INTANGIBLE ASSETS			
Capital work-in-progress - computer software		**18,159,703**	16,827,931
Computer software		**5,406,277**	5,393,260
		23,565,980	22,221,191

	(Unaudited) For the nine months ended	
	September 30, 2026	September 30, 2025
	------(Rupees in '000)------	
12.1 Additions to intangibles assets		
The following additions have been made to intangible assets during the period:		
Capital work-in-progress - net	**1,331,772**	4,335,000
Computer software	**1,853,780**	773,300
	3,185,552	5,108,300

	Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
		------(Rupees in '000)------	
13 OTHER ASSETS			
Mark-up / return / profit / interest accrued in local currency - net of provision		**167,948,901**	148,049,240
Mark-up / return / profit / interest accrued in foreign currency - net of provision		**7,661,845**	8,280,392
Advances, deposits, advance rent and other prepayments		**6,736,276**	6,481,310
Advance taxation		**70,520,214**	50,008,768
Advance against subscription of securities		**2,278,514**	228,514
Stationery and stamps on hand		**207,859**	201,935
Accrued fees and commissions		**515,272**	730,711
Due from Government of Pakistan / SBP		**12,135,022**	14,833,131
Mark to market gain on forward foreign exchange contracts		**8,786,060**	3,472,620
Mark to market gain on derivative instruments		**483,589**	253,662
Non-banking assets acquired in satisfaction of claims		**188,975**	188,976
Receivable from defined benefit plan		**2,996,685**	2,783,715
Acceptances		**66,712,692**	60,193,132
Branch adjustment account		**1,266,220**	-
Clearing and settlement accounts		**20,465,879**	15,003,702
Dividend receivable		**76,555**	6,089
Claims receivable against fraud and forgeries		**983,740**	1,011,663
Deferred fair value loss	13.2	**3,727,049**	3,727,049
Prepaid deferred expense	13.3	**40,477,648**	37,923,385
Others		**6,624,845**	4,631,757
		420,793,840	358,009,751
Provision / credit loss allowance held against other assets	13.1	**(6,190,848)**	(5,975,080)
Other assets - net of credit loss allowance		**414,602,992**	352,034,671
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	21	**292,285**	294,753
Other assets - total		**414,895,277**	352,329,424

		(Unaudited) September 30, 2026	(Audited) December 31, 2025
		-----(Rupees in '000)-----	
13.1	**Provision / credit loss allowance held against other assets**		
	Claims receivable against fraud and forgeries	**983,740**	1,011,663
	Suit filed cases	**10,129**	4,979
	Others	**5,196,979**	4,958,438
		6,190,848	5,975,080
13.1.1	**Movement in provision / credit loss allowance held against other assets**		
	Opening balance	**5,975,080**	4,889,886
	Exchange adjustment	**(2,440)**	772
	Charge for the period / year	**991,140**	1,537,914
	Reversal for the period / year	**(540,615)**	(386,375)
	Net charge	**450,525**	1,151,539
	Written off during the period / year	**(2,751)**	(101,788)
	Transfer (out) / in - net	**(229,566)**	34,671
	Closing balance	**6,190,848**	5,975,080

13.2 This represents the deferred fair value loss arising from the restructuring of the exposure to Pakistan International Airlines Corporation Limited (PIACL). To date, the Bank has amortized 30% of the loss, as allowed by the SBP.

13.3 This represents the difference between the fair value of subsidised employee loans and the actual amount disbursed, and will be expensed over the tenor of the loans.

		Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
			-----(Rupees in '000)-----	
14	**BILLS PAYABLE**			
	In Pakistan		**58,369,457**	57,880,170
	Outside Pakistan		**1,825,803**	972,336
			60,195,260	58,852,506
15	**BORROWINGS**			
	Secured			
	Borrowings from the SBP under			
	- Export refinance scheme		**9,468,358**	26,577,935
	- Export refinance scheme for bill discounting		**21,568,587**	22,920,448
	- Long term financing facility		**19,480,899**	23,858,769
	- Financing facility for renewable energy power plants		**5,255,535**	6,142,227
	- Refinance facility for modernization of Small and Medium Enterprises (SMEs)		**762,882**	1,117,806
	- Refinance and credit guarantee scheme for women entrepreneurs		**43,744**	57,106
	- Financing facility for storage of agricultural produce		**946,494**	1,134,407
	- Refinance facility for combating COVID-19		**87,617**	315,574
	- Temporary economic refinance facility		**15,603,304**	18,032,655
	- Refinance facility for SME Asaan Finance (SAAF)		**6,014,524**	7,977,197
			79,231,944	108,134,124
	Repurchase agreement borrowings		**1,829,548,657**	906,645,583
			1,908,780,601	1,014,779,707
	Unsecured			
	- Call money borrowings		**6,500,000**	63,274,598
	- Overdrawn nostro accounts		**13,677,936**	674,261
	- Borrowings of overseas branches		**46,642,186**	32,527,837
	- Other long-term borrowings	15.1	**62,032,447**	67,991,677
			128,852,569	164,468,373
			2,037,633,170	1,179,248,080

15.1 This includes the following:

15.1.1 A long-term financing facility from China Development Bank, utilized for on-lending to projects of the Bank's customers. The current amount outstanding is US$ 133.190 million (December 31, 2025: US$ 150.157 million). Drawn amounts are payable in semi-annual installments from January 2023 to January 2033. Interest at a fixed spread over SOFR is payable semi-annually.

15.1.2 A mortgage refinancing facility on Musharakah basis from Pakistan Mortgage Refinance Company Limited (PMRC) amounting to Rs 500.000 million (December 31, 2025: 1,000.000 million) for on-lending to customers.The principal amount is payable in equal semi-annual installments from April 2025 to October 2026. Profit at a rate of 16.61% per annum (December 31, 2025: 16.61% per annum) is payable semi-annually.

15.1.3 A mortgage refinancing facility on Musharakah basis from PMRC amounting to Rs 3,840.000 million (December 31, 2025: Rs 3,920.000) for on-lending to customers. The principal amount is payable in semi-annual installments from December 2025 to June 2028. Profit at a rate of 1-year KIBOR minus 2.25% with a floor of 9.00% per annum is payable semi-annually.

15.1.4 A long-term financing facility of US$ 75.000 million (December 31, 2025: US$ 75.000 million) was arranged from British International Investment plc to support farmers and Agri businesses in Pakistan. The principal amount of the facility is payable in semi-annual installments till July 2030. Interest rate on the facility is SOFR plus a fixed spread payable semi-annually.

16 DEPOSITS AND OTHER ACCOUNTS

	September 30, 2026 (Unaudited)			December 31, 2025 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	(Rupees in '000)					
Customers						
Current deposits	**1,849,470,997**	**257,359,496**	**2,106,830,493**	1,620,846,899	251,346,789	1,872,193,688
Savings deposits	**1,942,304,923**	**103,066,266**	**2,045,371,189**	1,903,376,115	115,766,607	2,019,142,722
Term deposits	**530,332,038**	**380,981,548**	**911,313,586**	606,645,300	356,342,706	962,988,006
	4,322,107,958	**741,407,310**	**5,063,515,268**	4,130,868,314	723,456,102	4,854,324,416
Financial institutions						
Current deposits	**29,183,718**	**9,618,147**	**38,801,865**	16,204,266	3,468,847	19,673,113
Savings deposits	**435,751,029**	**1,200,752**	**436,951,781**	338,703,531	3,229,562	341,933,093
Term deposits	**4,285,200**	**15,121,899**	**19,407,099**	1,814,491	13,026,353	14,840,844
	469,219,947	**25,940,798**	**495,160,745**	356,722,288	19,724,762	376,447,050
	4,791,327,905	**767,348,108**	**5,558,676,013**	4,487,590,602	743,180,864	5,230,771,466

17 LEASE LIABILITIES

	(Unaudited) September 30, 2026	(Audited) December 31, 2025
	(Rupees in '000)	
Opening balance	**36,122,376**	30,788,980
Exchange adjustment	**(31,843)**	56,703
Additions during the period / year	**4,520,412**	8,601,687
Interest expense	**3,619,517**	3,615,599
Lease payments including interest	**(4,684,511)**	(5,228,170)
Deletions during the period / year	**(244,932)**	(1,712,423)
Closing balance	**39,301,019**	36,122,376

17.1 Liabilities outstanding at the end of the period / year

Not later than one year	**1,513,330**	1,604,502
Later than one year and upto five years	**10,076,953**	9,479,771
Over five years	**27,710,736**	25,038,103
Total	**39,301,019**	36,122,376

		Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
18	**SUBORDINATED DEBT**		--------- (Rupees in '000) ---------	
	Additional Tier I Term Finance Certificates	18.1.1	**12,374,000**	12,374,000
	Additional Tier I Term Finance Certificates	18.1.2	**6,500,000**	6,500,000
			18,874,000	18,874,000

18.1 The Bank has issued listed, fully paid up, rated, privately placed, perpetual, unsecured, subordinated, non-cumulative and contingent convertible debt instruments in the nature of Term Finance Certificates (TFCs) issued as instruments of redeemable capital under Section 66 of the Companies Act, 2017 which qualify as Additional Tier 1 Capital (AT 1) as outlined by the SBP under BPRD Circular No. 6 dated August 15, 2013.

The key features of these issue are as follows:

18.1.1

Issue Date	September 26, 2019
Issue amount	Rs 12.374 billion
Rating	AA+ (Double A plus) [December 31, 2025: AA+ (Double A plus)]
Original Tenor	Perpetual
Security	Unsecured and subordinated to all other indebtedness of the Bank including depositors and general creditors, but will rank pari passu with other Additional Tier 1 instruments and superior to the claims of ordinary shareholders.
Mark-up payment frequency	Quarterly in arrears
Redemption	Perpetual, hence not applicable.
Mark-up	Floating rate of return at Base Rate + 1.60%. The Base Rate is defined as the average “Ask Side” rate of the three months Karachi Interbank Offered Rate (KIBOR).
Call option	The Bank may, at its sole discretion, call the TFCs any time after five years from the Issue Date subject to the following: (a) Prior approval of the SBP having been obtained; and (b) The Bank replacing the TFCs with capital of the same or better quality and the capital position of the Bank being above the minimum capital requirement after the Call Option is exercised. If the Bank decides to exercise the Call Option, the Bank shall notify the Trustee and the Investors not less than 30 calendar days prior to the date of exercise of such Call Option, which notice shall specify the date fixed for the exercise of the Call Option (the “Call Option Exercise Date”).
Lock-in clause	Mark-up will only be paid from the current year’s earnings and only if the Bank is in compliance with regulatory capital and liquidity requirements.
Loss absorbency clause	The TFCs will be subject to a loss absorbency clause as stipulated under the SBP's "Instructions for Basel III Implementation in Pakistan".

18.1.2

Issue Date	December 28, 2022
Issue amount	Rs 6.500 billion
Rating	AA+ (Double A plus) [December 31, 2025: AA+ (Double A plus)]
Original Tenor	Perpetual
Security	Unsecured and subordinated to all other indebtedness of the Bank including depositors and general creditors, but will rank pari passu with other Additional Tier 1 instruments and superior to the claims of ordinary shareholders.
Mark-up payment frequency	Quarterly in arrears
Redemption	Perpetual, hence not applicable.
Mark-up	Floating rate of return at Base Rate + 2.00%. The Base Rate is defined as the average “Ask Side” rate of the three months Karachi Interbank Offered Rate (KIBOR).
Call option	The Bank may, at its sole discretion, call the TFCs any time after five years from the Issue Date subject to the following: (a) Prior approval of the SBP having been obtained; and (b) The Bank replacing the TFCs with capital of the same or better quality and the capital position of the Bank being above the minimum capital requirement after the Call Option is exercised. If the Bank decides to exercise the Call Option, the Bank shall notify the Trustee and the Investors not less than 30 calendar days prior to the date of exercise of such Call Option, which notice shall specify the date fixed for the exercise of the Call Option (the “Call Option Exercise Date”).
Lock-in clause	Mark-up will only be paid from the current year’s earnings and only if the Bank is in compliance with regulatory capital and liquidity requirements.
Loss absorbency clause	The TFCs will be subject to a loss absorbency clause as stipulated under the SBP's "Instructions for Basel III Implementation in Pakistan".

		Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
			------(Rupees in '000)------	
19	**DEFERRED TAX LIABILITIES**			
	Deductible temporary differences on			
	- Credit loss allowance against investments		**(491,657)**	(475,833)
	- Credit loss allowance against doubtful debts and off-balance sheet obligations		**(19,507,352)**	(20,216,084)
	- Liabilities written back under section 34(5) of the Income Tax Ordinance (ITO) 2001		**(1,860,760)**	(3,135,118)
	- Ijarah financing		**(702,164)**	(706,226)
	- Cash flow hedge reserve		**(752,189)**	-
	- Exchange translation reserve		**(1,419,942)**	413,734
	- Right-of-use assets and related lease liabilities		**(6,157,537)**	(5,332,809)
			(30,891,601)	(29,452,336)
	Taxable temporary differences on			
	- Accelerated tax depreciation		**3,938,617**	3,419,757
	- Surplus on revaluation of investments	21	**21,493,049**	48,581,571
	- Surplus on revaluation of property and equipment	21	**7,510,178**	3,698,782
			32,941,844	55,700,110
	Net deferred tax liabilities		**2,050,243**	26,247,774

20	**OTHER LIABILITIES**			
	Mark-up / return / profit / interest payable in local currency		**51,798,910**	36,588,795
	Mark-up / return / profit / interest payable in foreign currency		**7,514,794**	8,681,048
	Security deposits		**1,804,676**	1,717,876
	Accrued expenses		**46,334,665**	46,260,061
	Mark to market loss on forward foreign exchange contracts		**11,487,729**	4,835,394
	Mark to market loss on derivative instruments		**5,576,768**	4,823,073
	Unclaimed dividends		**897,704**	868,471
	Dividends payable		**434,292**	335,232
	Provision for post retirement medical benefits		**4,811,901**	4,680,270
	Provision for employees' compensated absences		**547,991**	615,462
	Credit loss allowance against off-balance sheet obligations	20.1	**7,085,566**	5,117,334
	Acceptances		**66,712,692**	60,193,132
	Branch adjustment account		**-**	2,316,121
	Provision for staff retirement benefits		**2,272,522**	2,071,794
	Payable to defined benefit plans		**-**	898,009
	Provision for Workers' Welfare Fund		**18,516,393**	16,328,012
	Unearned income		**25,848,157**	24,179,950
	Qarz-e-Hasna fund		**338,409**	338,409
	Levies and taxes payable		**9,336,271**	13,479,720
	Insurance payable		**759,270**	566,716
	Provision for rewards program expenses		**5,680,217**	3,769,494
	Liability against trading of securities		**21,468,244**	1,696,133
	Clearing and settlement accounts		**16,856,461**	21,463,697
	Payable to HBL Foundation		**813,085**	1,001,336
	Charity fund balance		**101,690**	53,582
	Unclaimed deposits		**397,831**	760,881
	Others		**7,321,593**	7,610,922
			314,717,831	271,250,924

20.1	**Credit loss allowance against off-balance sheet obligations**		
	Opening balance	**5,117,334**	8,149,567
	Exchange adjustment	**(10,420)**	46,553
	Charge for the period / year	**2,636,716**	569,312
	Reversal for the period / year	**(655,852)**	(3,651,422)
	Net charge / (reversal)	**1,980,864**	(3,082,110)
	Other movement	**(2,212)**	3,324
	Closing balance	**7,085,566**	5,117,334

		Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
21	**SURPLUS ON REVALUATION OF ASSETS - NET OF TAX**		------(Rupees in '000)------	
	Surplus arising on revaluation of:			
	- Property and equipment		**62,711,618**	45,533,363
	- FVOCI securities - debt	8.1	**24,048,249**	73,443,589
	- FVOCI securities - equity		**17,284,538**	19,982,509
	- Non-banking assets acquired in satisfaction of claims	13	**292,285**	294,753
			104,336,690	139,254,214
	Deferred tax on surplus on revaluation of:			
	- Property and equipment		**7,510,178**	3,698,782
	- FVOCI securities - debt		**12,505,089**	38,190,666
	- FVOCI securities - equity		**8,987,960**	10,390,905
	- Non-banking assets acquired in satisfaction of claims		**-**	-
			29,003,227	52,280,353
	Surplus on revaluation of assets - net of tax		**75,333,463**	86,973,861
22	**CONTINGENCIES AND COMMITMENTS**			
	- Guarantees	22.1	**453,367,801**	399,548,368
	- Commitments	22.2	**2,476,755,875**	1,242,520,426
	- Other contingent liabilities	22.3	**17,763,182**	18,230,367
			2,947,886,858	1,660,299,161
22.1	**Guarantees:**			
	Financial guarantees		**114,640,431**	84,729,179
	Performance guarantees		**322,849,841**	302,559,613
	Other guarantees		**15,877,529**	12,259,576
			453,367,801	399,548,368
22.2	**Commitments:**			
	Trade-related contingent liabilities		**401,498,777**	280,786,065
	Commitments in respect of:			
	- forward foreign exchange contracts	22.2.1	**1,519,718,285**	806,363,022
	- forward Government securities transactions	22.2.2	**444,290,605**	60,126,054
	- derivatives	22.2.3	**77,127,475**	58,229,568
	- forward lending	22.2.4	**23,785,370**	26,698,958
			2,064,921,735	951,417,602
	Commitments for acquisition of:			
	- property and equipment		**5,097,209**	5,089,389
	- intangible assets		**5,238,154**	5,227,370
			10,335,363	10,316,759
			2,476,755,875	1,242,520,426
22.2.1	**Commitments in respect of forward foreign exchange contracts**			
	Purchase		**849,140,740**	472,022,929
	Sale		**670,577,545**	334,340,093
			1,519,718,285	806,363,022

		(Unaudited) September 30, 2026	(Audited) December 31, 2025
		-------(Rupees in '000)-------	
22.2.2	**Commitments in respect of forward Government securities transactions**		
	Purchase	**128,742,595**	47,282,681
	Sale	**315,548,010**	12,843,373
		444,290,605	60,126,054
22.2.3	**Commitments in respect of derivatives**		
	Foreign currency options		
	Purchase	**10,579,657**	11,601,055
	Sale	**10,579,657**	11,601,055
		21,159,314	23,202,110
	Cross currency swaps		
	Purchase	**15,811,957**	14,653,517
	Sale	**20,156,204**	20,173,941
		35,968,161	34,827,458
	Interest rate swaps		
	Purchase	**-**	-
	Sale	**20,000,000**	200,000
		20,000,000	200,000
22.2.4	**Commitments in respect of forward lending**		
	Undrawn formal standby facilities, credit lines and other commitments to extend credit	**23,785,370**	26,698,958

These represent commitments that are irrevocable because they can not be withdrawn at the discretion of the Bank without the risk of incurring a significant penalty or expense.

		(Unaudited) September 30, 2026	(Audited) December 31, 2025
		-------(Rupees in '000)-------	
22.3	**Other contingent liabilities**		
22.3.1	Claims against the Bank not acknowledged as debts	**17,763,182**	18,230,367

These mainly represent counter claims by borrowers for damages, claims filed by former employees of the Bank and other claims relating to banking transactions. Based on legal advice and / or internal assessments, management is confident that the matters will be decided in the Bank's favour and the possibility of any adverse outcome is unlikely. Accordingly, no provision has been made in these condensed interim unconsolidated financial statements.

22.3.2 There were no tax related contingencies as at the period end except for those disclosed in the unconsolidated financial statements for the year ended December 31, 2025.

23 DERIVATIVE INSTRUMENTS

Product Analysis

	September 30, 2026 (Unaudited)					
	Foreign Currency Options		Cross currency swaps		Interest rate swaps	
	Notional principal	Mark to market (loss) / gain	Notional principal	Mark to market loss	Notional principal	Mark to market loss
	---------- (Rupees in '000) ----------					
Hedging	**10,579,657**	**(234,086)**	**-**	**-**	**-**	**-**
Market Making	**10,579,657**	**234,086**	**35,968,164**	**(3,393,200)**	**20,000,000**	**(1,699,979)**

	December 31, 2025 (Audited)					
	Foreign Currency Options		Cross currency swaps		Interest rate swaps	
	Notional principal	Mark to market (loss) / gain	Notional principal	Mark to market loss	Notional principal	Mark to market loss
	---------- (Rupees in '000) ----------					
Hedging	11,601,055	(88,043)	-	-	-	-
Market Making	11,601,055	88,043	34,827,458	(4,569,223)	200,000	(188)

		Note	(Unaudited) For the nine months ended September 30, 2026	September 30, 2025
			-------(Rupees in '000)-------	
24	**MARK-UP / RETURN / PROFIT / INTEREST EARNED**			
	On:			
	Loans and advances		**154,110,182**	161,630,877
	Investments		**371,451,484**	294,832,025
	Lendings to financial institutions		**13,602,068**	5,732,452
	Balances with banks		**5,448,043**	6,077,722
			544,611,777	468,273,076
24.1	**INTEREST INCOME RECOGNISED**			
	On:			
	Financial assets measured at amortised cost		**211,120,128**	210,659,346
	Financial assets measured at FVOCI		**321,999,267**	245,253,361
	Financial assets measured at FVTPL		**11,492,382**	12,360,369
			544,611,777	468,273,076
25	**MARK-UP / RETURN / PROFIT / INTEREST EXPENSED**			
	On:			
	Deposits		**201,672,652**	192,192,534
	Securities sold under repurchase agreement borrowings		**126,211,957**	63,079,155
	Borrowings		**13,039,613**	17,753,185
	Subordinated debt		**1,840,348**	1,910,653
	Cost of foreign currency swaps against foreign currency deposits / borrowings		**8,236,784**	2,961,628
	Lease liability against right-of-use assets		**3,619,517**	2,515,145
			354,620,871	280,412,300
26	**FEE AND COMMISSION INCOME**			
	Branch banking customer fees		**4,125,854**	4,205,268
	Branchless banking customer fees		**500,383**	(44,233)
	Consumer finance related fees		**2,511,441**	2,406,280
	Card related fees (debit and credit cards)		**12,498,346**	11,291,161
	Credit related fees		**852,321**	1,026,841
	Investment banking fees		**1,644,240**	1,163,145
	Commission on trade related products		**4,381,148**	3,996,114
	Commission on guarantees		**1,816,396**	1,090,724
	Commission on cash management		**1,602,612**	1,281,289
	Commission on remittances (including home remittances)		**716,011**	(1,100,527)
	Commission on bancassurance		**1,043,665**	1,418,939
	Commission on Government to Person (G2P) payments		**1,723,298**	(192,452)
	Merchant discount and interchange fees		**5,283,750**	5,803,969
	Wealth management fee		**34,615**	15,513
	Others		**168,640**	208,509
			38,902,720	32,570,540
	Less: Sales tax / Federal Excise Duty on fee and commission income		**(5,170,028)**	(4,856,631)
			33,732,692	27,713,909
27	**GAIN ON SECURITIES - NET**			
	Realised	27.1	**7,282,240**	14,329,599
	Unrealised - measured at FVTPL	8.1	**409,852**	(342,190)
			7,692,092	13,987,409
27.1	**Gain / (loss) on securities - realised**			
	On:			
	Federal Government securities			
	- Market Treasury Bills		**273,644**	3,571,547
	- Pakistan Investment Bonds		**6,836,492**	5,986,044
	- Ijarah Sukuk		**580,012**	4,126,426
	Shares		**(124,577)**	748,331
	Non-Government debt securities		**-**	10,718
	Foreign securities		**(284,665)**	(111,358)
	Associates		**1,334**	(2,109)
			7,282,240	14,329,599

		(Unaudited) For the nine months ended	
		September 30, 2026	September 30, 2025
27.1.1	**Composition of gain / (loss) on securities - realised**	-------(Rupees in '000)-------	
	Net (loss) / gain on securities measured at FVTPL	**(153,177)**	3,895,073
	Net gain on debt securities measured at FVOCI	**7,434,083**	10,436,635
	Net gain / (loss) on sale of associates	**1,334**	(2,109)
		7,282,240	14,329,599
28	**OTHER INCOME**		
	Incidental charges	**613,466**	461,094
	Gain / (loss) on sale of property and equipment - net	**271,029**	(33,378)
	Gain realised on closure of the Bank's branch	**-**	1,940,160
	Rent on properties	**133,545**	121,869
		1,018,040	2,489,745
29	**OPERATING EXPENSES**		
	Total compensation expense	**49,424,467**	45,058,246
	Property expense		
	Rent and taxes	**1,430,403**	997,286
	Insurance	**220,095**	190,864
	Utilities cost	**3,585,873**	4,158,404
	Security (including guards)	**2,625,314**	2,462,202
	Repair and maintenance (including janitorial charges)	**4,133,530**	4,241,570
	Depreciation on property and equipment	**3,585,461**	4,252,126
	Depreciation on right-of-use assets	**3,031,632**	2,861,831
		18,612,308	19,164,283
	Information technology expenses		
	Software maintenance	**7,861,808**	7,935,527
	Hardware maintenance	**1,832,643**	1,911,299
	Depreciation	**3,082,341**	3,258,085
	Amortisation	**1,862,371**	1,931,932
	Network charges	**1,246,185**	1,294,306
	Consultancy charges	**222,174**	273,216
		16,107,522	16,604,365
	Other operating expenses		
	Legal and professional charges	**2,613,233**	6,218,991
	Outsourced services costs	**3,334,030**	2,663,357
	Travelling and conveyance	**898,970**	1,192,228
	Insurance	**910,231**	868,160
	Remittance charges	**371,398**	364,125
	Cash transportation and sorting charges	**1,988,760**	2,342,623
	Repairs and maintenance	**1,706,813**	1,981,791
	Depreciation	**1,387,858**	843,139
	Training and development	**167,217**	158,330
	Postage and courier charges	**682,477**	683,262
	Communication	**2,799,015**	2,656,551
	Stationery and printing	**2,147,202**	2,521,838
	Marketing, advertisement and publicity	**9,766,535**	6,696,092
	Donations	**822,657**	809,210
	Auditors' remuneration	**246,452**	292,929
	Brokerage and commission	**1,514,266**	740,584
	Subscription	**455,707**	339,518
	Documentation and processing charges	**12,131,111**	10,470,160
	Entertainment	**513,765**	523,542
	Consultancy charges	**1,078,136**	1,871,259
	Deposits insurance premium expense	**3,412,412**	3,139,611
	Product feature cost	**6,144,451**	4,577,467
	Others	**1,313,911**	1,180,427
		56,406,607	53,135,194
		140,550,904	133,962,088

	Note	(Unaudited) For the nine months ended	
		September 30, 2026	September 30, 2025
		-------(Rupees in '000)-------	

30 OTHER CHARGES

Penalties imposed by the State Bank of Pakistan		**217,714**	102,354
Penalties imposed by other regulatory bodies		**7,099**	10,072
		224,813	112,426

31 CREDIT LOSS ALLOWANCE / (REVERSALS) AND WRITE OFFS - NET

Charge / (reversal) of credit loss allowance against investments	8.3	**30,430**	(658,634)
(Reversal) / charge of credit loss allowance against loans and advances	9.3	**(1,244,680)**	4,826,463
(Reversal) / charge credit loss allowance against cash and cash equivalents		**(2,129)**	2,446
Credit loss allowance against lendings to financial institutions		**436**	-
Credit loss allowance against other assets	13.1.1	**450,525**	350,604
Credit loss allowance against off-balance sheet obligations	20.1	**1,980,864**	87,029
Recoveries against written off / charged off bad debts		**(973,625)**	(706,319)
Other write offs and operational lossess		**20,424**	176,585
		262,245	4,078,174

32 TAXATION

- Current	**53,165,015**	56,964,977
- For the period	**2,892,947**	6,309,843
- Prior period	**56,057,962**	63,274,820
- Deferred		
- For the period	**4,075,835**	(1,068,363)
- Prior period	**(2,476,552)**	(4,551,266)
	1,599,283	(5,619,629)
	57,657,245	57,655,191

33 BASIC AND DILUTED EARNINGS PER SHARE

Profit for the period	**51,683,442**	47,387,500
	(Number)	
Weighted average number of ordinary shares	**1,466,852,508**	1,466,852,508
	(Rupees)	
Basic and diluted earnings per share	**35.23**	32.31

33.1 Diluted earnings per share has not been presented separately as the Bank does not have any convertible instruments in issue.

34 FAIR VALUE OF FINANCIAL INSTRUMENTS

The fair values of traded investments are based on quoted market prices.

The fair value of unquoted debt securities, fixed term advances, fixed term deposits and borrowings, other assets and other liabilities, cannot be calculated with sufficient reliability due to the absence of a current and active market for such assets and liabilities and reliable data regarding market rates for similar instruments and therefore, are not reported as part of this disclosure.

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

All assets and liabilities for which fair value is measured or disclosed in these condensed interim unconsolidated financial statements are categorised within the following fair value hierarchy based on the lowest level input that is significant to the fair value measurement.

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 liabilities, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
Level 3 - Fair value measurements using inputs that are not based on observable market data.

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

Federal Government securities	The fair values of Federal Government securities are determined on the basis of rates / prices sourced from Reuters.
Non-Government debt securities	Non-Government debt securities denominated in Rupees are valued on the basis of rates announced by the Mutual Funds Association of Pakistan (MUFAP). Non-Government debt securities denominated in other currencies are valued on the basis of rates taken from Bloomberg / Reuters.
Foreign Government debt securities	The fair values of Foreign Government debt securities are determined on the basis of rates taken from Bloomberg / Reuters.
Unquoted equity securities	The fair value of unquoted equity securities are valued on the basis of either income approach, or market approach. Where both the above valuation techniques cannot be used due to unavailability of data, the Bank uses the adjusted break-up value method as disclosed in note 34.1.1 below.
Units of mutual funds	The fair values of units of mutual funds are determined based on their net asset values as published at the close of each business day.
Derivatives	The Bank enters into derivatives contracts with various counterparties. 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 and Forward Government securities transactions	The fair values of forward foreign exchange contracts and forward Government securities transactions are determined using forward pricing calculations.
Property and equipment and non-banking assets acquired in satisfaction of claims	Land, buildings and non-banking assets acquired in satisfaction of claims are revalued on a periodic basis using professional valuers. The valuation is based on their assessment of the market value of the assets.

34.1 Level 3 fair valuation of unlisted equity securities

34.1.1 Adjusted breakup value method:
The valuations are based on latest available financial statements of the investee company. These are adjusted for factors such as lack of control and marketability using haircuts ranging from 15% to 25%. A 1% change in the haircut will change the total fair value by Rs 15.695 million. Any change to the valuation is reflected in other comprehensive income, since all of these investments are classified as FVOCI.

34.1.2 Reconciliation of Level 3 fair values

The following table shows reconciliation of investments held at Level 3 fair value movement:

	(Unaudited) September 30, 2026	(Audited) December 31, 2025
	------(Rupees in '000)------	
Opening balance - as reported	**1,800,002**	-
Impact of adoption of IFRS 9	**-**	1,034,454
Opening balance - as restated	**1,800,002**	1,034,454
Remeasurement recognised in OCI	**(230,467)**	765,548
	1,569,535	1,800,002

34.2 Fair value of financial assets

The following table provides the fair values of those of the Bank's financial assets that are recognised or disclosed at fair value in these condensed interim unconsolidated financial statements:

	As at September 30, 2026 (Unaudited)				
	Carrying value	Level 1	Level 2	Level 3	Total
	---------- (Rupees in '000) ----------				
On balance sheet financial instruments					
Financial assets - measured at fair value					
Investments					
- Federal Government securities	**4,336,049,547**	**-**	**4,336,049,547**	**-**	**4,336,049,547**
- Shares - listed companies	**24,453,201**	**24,453,201**	**-**	**-**	**24,453,201**
- Shares - unlisted companies	**15,208,451**	**-**	**13,638,916**	**1,569,535**	**15,208,451**
- Non-Government debt securities - listed	**9,102,440**	**-**	**9,102,440**	**-**	**9,102,440**
- Foreign securities					
Government debt securities	**134,969,861**	**-**	**134,969,861**	**-**	**134,969,861**
Non-Government debt securities - listed	**21,507,723**	**-**	**21,507,723**	**-**	**21,507,723**
- National Investment Unit Trust units	**99,112**	**-**	**99,112**	**-**	**99,112**
- Real Estate Investment Trust units - listed	**2,280,040**	**2,280,040**	**-**	**-**	**2,280,040**
- Preference shares - listed	**981,400**	**981,400**	**-**	**-**	**981,400**
	4,544,651,775	**27,714,641**	**4,515,367,599**	**1,569,535**	**4,544,651,775**
Financial assets - disclosed but not measured at fair value					
Investments					
- Federal Government securities	**699,594,660**	**-**	**679,401,344**	**-**	**679,401,344**
- Non-Government debt securities - listed	**955,119**	**-**	**955,695**	**-**	**955,695**
- Foreign securities					
Government debt securities	**21,364,222**	**-**	**21,549,152**	**-**	**21,549,152**
- Associates	**6,837,604**	**19,182,076**	**-**	**-**	**19,182,076**
	728,751,605	**19,182,076**	**701,906,191**	**-**	**721,088,267**
	5,273,403,380	**46,896,717**	**5,217,273,790**	**1,569,535**	**5,265,740,042**

	As at September 30, 2026 (Unaudited)				
Off-balance sheet financial instruments - measured at fair value	Notional Value	Level 1	Level 2	Level 3	Total
	(Rupees in '000)				
Commitments					
- Forward foreign exchange contracts	1,519,718,285	-	(2,701,669)	-	(2,701,669)
- Forward Government securities transactions	444,290,605	-	(667,672)	-	(667,672)
- Derivative instruments	55,968,161	-	(5,093,179)	-	(5,093,179)

	As at December 31, 2025 (Audited)				
On- balance sheet financial instruments	Carrying value	Level 1	Level 2	Level 3	Total
	(Rupees in '000)				
Financial assets - measured at fair value					
Investments					
- Federal Government securities	3,237,307,000	-	3,237,307,000	-	3,237,307,000
- Shares - listed companies	24,227,679	24,227,679	-	-	24,227,679
- Shares - unlisted companies	15,646,662	-	13,846,660	1,800,002	15,646,662
- Non-Government debt securities - listed	9,772,300	-	9,772,300	-	9,772,300
- Foreign securities					
Government debt securities	154,019,733	-	154,019,733	-	154,019,733
Non-Government debt securities - listed	12,264,651	-	12,264,651	-	12,264,651
- National Investment Unit Trust units	113,041	-	113,041	-	113,041
- Real Estate Investment Trust units - listed	2,493,589	2,493,589	-	-	2,493,589
- Preference Shares - listed	884,400	884,400	-	-	884,400
	3,456,729,055	27,605,668	3,427,323,385	1,800,002	3,456,729,055
Financial assets - disclosed but not measured at fair value					
Investments					
- Federal Government securities	533,962,806	-	547,602,560	-	547,602,560
- Non-Government debt securities - Listed	899,126	-	847,841	-	847,841
- Foreign securities					
Government debt securities	12,087,251	-	12,142,499	-	12,142,499
- Associates	6,875,902	17,792,580	-	-	17,792,580
	553,825,085	17,792,580	560,592,900	-	578,385,480
	4,010,554,140	45,398,248	3,987,916,285	1,800,002	4,035,114,535

	As at December 31, 2025 (Audited)				
Off-balance sheet financial instruments - measured at fair value	Notional Value	Level 1	Level 2	Level 3	Total
	(Rupees in '000)				
Commitments					
- Forward foreign exchange contracts	806,363,022	-	(1,362,774)	-	(1,362,774)
- Forward Government securities transactions	60,126,054	-	(327,919)	-	(327,919)
- Derivative instruments	58,229,568	-	(4,569,411)	-	(4,569,411)

34.3 Fair value of non-financial assets

	As at September 30, 2026 (Unaudited)				
	Carrying value	Level 1	Level 2	Level 3	Total
	(Rupees in '000)				
Land and Buildings	107,957,477	-	107,957,477	-	107,957,477
Non-banking assets acquired in satisfaction of claims	481,260	-	481,260	-	481,260
	108,438,737	-	108,438,737	-	108,438,737

	As at December 31, 2025 (Audited)				
	Carrying value	Level 1	Level 2	Level 3	Total
	(Rupees in '000)				
Land and Buildings	87,429,383	-	87,429,383	-	87,429,383
Non-banking assets acquired in satisfaction of claims	483,729	-	483,729	-	483,729
	87,913,112	-	87,913,112	-	87,913,112

35 SEGMENT INFORMATION

35.1 Segment Details with respect to Business Activities

	For the nine months ended September 30, 2026 (Unaudited)								
	Retail Banking	Consumer, SME & Agriculture Lending	Corporate, Commercial and Investment Banking	Treasury	Financial Institutions	Branchless Banking	International and global remittances	Head office / Others	Total
	(Rupees in million)								
Profit and loss account									
Net mark-up / return / profit / interest income	(152,691)	48,038	50,618	235,563	(3,146)	249	12,523	(1,163)	189,991
Inter segment revenue / (expense) - net	250,042	(27,230)	(15,615)	(214,259)	3,325	1,785	(32)	1,984	0
Non mark-up / interest income	4,663	17,398	8,718	24,584	1,014	2,592	3,430	176	62,576
Total income	102,014	38,206	43,722	45,888	1,193	4,626	15,921	997	252,567
Segment direct expenses	41,965	25,250	4,351	1,604	297	2,321	18,233	48,944	142,964
Inter segment expense allocation	26,926	8,814	8,228	1,346	566	1,070	669	(47,620)	-
Total expenses	68,890	34,064	12,579	2,950	863	3,391	18,903	1,324	142,964
Credit loss allowance - (reversal) / charge	(108)	828	189	(3)	(1,683)	-	590	450	262
Profit before tax	33,231	3,314	30,954	42,941	2,013	1,235	(3,572)	(776)	109,340

	As at September 30, 2026 (Unaudited)								
	Retail Banking	Consumer, SME & Agriculture Lending	Corporate, Commercial and Investment Banking	Treasury	Financial Institutions	Branchless Banking	International and global remittances	Head office / Others	Total
	(Rupees in million)								
Statement of financial position									
Cash and bank balances	191,608	-	2,578	284,775	-	-	78,777	-	557,738
Lendings to financial institutions	-	-	-	53,302	-	-	-	-	53,302
Inter segment lending	3,529,808	-	-	-	392,129	15,119	11,108	174,211	4,122,375
Investments	-	-	27,546	5,045,713	4,661	-	230,500	25,827	5,334,247
Advances - performing	0	417,828	1,081,426	-	44,870	-	323,910	35,286	1,903,320
Advances - non-performing	-	2,330	3,929	-	-	-	1,813	(59)	8,013
Others	31,491	7,152	87,390	141,738	501	1,860	32,427	331,883	634,442
Total assets	3,752,906	427,309	1,202,871	5,525,528	442,160	16,979	678,536	567,149	12,613,437
Borrowings	-	2,316	76,916	1,854,058	-	-	104,343	-	2,037,633
Subordinated debt	-	-	-	-	-	-	-	18,874	18,874
Deposits and other accounts	3,690,813	2,223	934,484	-	441,948	13,081	476,129	-	5,558,676
Inter segment borrowing	-	394,087	120,063	3,608,226	-	-	-	-	4,122,375
Others	62,094	28,684	71,408	43,595	213	3,898	39,833	166,540	416,264
Total liabilities	3,752,906	427,309	1,202,871	5,505,879	442,160	16,979	620,304	185,414	12,153,823
Equity	-	-	-	19,649	-	-	58,232	381,734	459,614
Total equity and liabilities	3,752,906	427,309	1,202,871	5,525,528	442,160	16,979	678,536	567,149	12,613,437
Contingencies and commitments	-	56,469	711,984	1,804,180	48,858	-	298,754	27,642	2,947,887

	For the nine months ended September 30, 2025 (Unaudited)								
	Retail Banking	Consumer, SME & Agriculture lending	Corporate, Commercial and Investment Banking	Treasury	Financial Institutions	Branchless banking	International and global remittances	Head office / Others	Total
	(Rupees in million)								
Profit and loss account									
Net mark-up / return / profit / interest income	(143,169)	42,037	54,437	213,030	9,412	(94)	14,236	(2,029)	187,860
Inter segment revenue / (expense) - net	224,980	(25,085)	(20,478)	(184,174)	(10,544)	1,538	252	13,511	-
Non mark-up / interest income	6,065	16,037	5,990	24,508	652	264	2,153	1,768	57,437
Total income / (loss)	87,876	32,989	39,949	53,364	(480)	1,708	16,641	13,250	245,297
Segment direct expenses	36,015	21,400	3,267	1,839	216	1,846	15,214	56,380	136,177
Inter segment expense allocation	32,057	8,961	9,327	1,578	550	1,313	763	(54,549)	-
Total expenses	68,072	30,361	12,594	3,417	766	3,159	15,977	1,831	136,177
Credit loss allowance - charge / (reversal)	68	640	3,831	1	147	377	180	(1,165)	4,079
Profit / (loss) before tax	19,736	1,988	23,524	49,946	(1,393)	(1,828)	484	12,584	105,041

	As at December 31, 2025 (Audited)								
	Retail Banking	Consumer, SME & Agriculture lending	Corporate, Commercial and Investment Banking	Treasury	Financial Institutions	Branchless banking	International and global remittances	Head Office / Others	Total
	(Rupees in million)								
Statement of financial position									
Cash and bank balances	202,746	-	647	263,592	-	-	107,926	-	574,911
Lendings to financial institutions	-	-	-	234,948	-	-	-	-	234,948
Inter segment lending	3,270,349	-	-	-	232,553	15,262	8,596	179,070	3,705,830
Investments	-	-	30,811	3,774,721	4,673	-	229,624	32,659	4,072,488
Advances - performing	-	374,598	982,171	-	132,861	-	327,358	22,795	1,839,783
Advances - non-performing	-	1,536	5,718	-	-	-	1,860	315	9,429
Others	22,195	4,400	118,475	65,948	1,274	2,238	34,193	287,087	535,810
Total assets	3,495,290	380,534	1,137,822	4,339,209	371,361	17,500	709,557	521,926	10,973,199
Borrowings	-	7,247	100,891	972,867	-	-	98,243	-	1,179,248
Subordinated debt	-	-	-	-	-	-	-	18,874	18,874
Deposits and other accounts	3,428,496	3,148	904,609	-	371,279	13,096	510,143	-	5,230,771
Inter segment borrowing	-	338,862	56,593	3,310,375	-	-	-	-	3,705,830
Others	66,794	31,277	75,729	18,085	82	4,404	42,342	153,761	392,474
Total liabilities	3,495,290	380,534	1,137,822	4,301,327	371,361	17,500	650,728	172,635	10,527,197
Equity	-	-	-	37,882	-	-	58,829	349,291	446,002
Total equity and liabilities	3,495,290	380,534	1,137,822	4,339,209	371,361	17,500	709,557	521,926	10,973,199
Contingencies and commitments	-	10,684	589,077	714,048	41,130	-	277,421	27,939	1,660,299

36 RELATED PARTY TRANSACTIONS

The Bank has related party relationships with various parties including its Directors, Key Management Personnel, Group entities, subsidiaries, associated companies and employee benefit schemes of the Bank.

Transactions with related parties, other than those under terms of employment, are executed on an arm's length basis i.e. do not involve more than normal risk and are substantially on the same terms, including mark-up rates and collateral, as those prevailing at the time for comparable transactions with unrelated parties.

Contributions to and accruals in respect of staff retirement and other benefit schemes are made in accordance with the actuarial valuations / terms of the schemes.

Details of transactions and balances with related parties as at the period / year end are as follows:

	As at September 30, 2026 (Unaudited)					
	Directors	Key Management Personnel	Group Entities	Subsidiary companies	Associates	Other related parties
Statement of financial position	---------- (Rupees in '000) ----------					
Balances with other banks						
In current accounts	-	-	9,286	356,110	-	-
Investments						
Opening balance	-	-	-	41,970,795	7,132,133	15,429,911
Impact of adoption of IFRS 9	-	-	-	-	-	(2,815)
Exchange Adjustment	-	-	-	(90,261)	-	-
Investment made during the year	-	-	-	-	1,672	-
Investment redeemed / disposed off during the period	-	-	-	-	-	(112,500)
Revaluation of investment during the year	-	-	-	-	-	(175,090)
Provision of diminution in the value of investments	-	-	-	-	(39,970)	-
Closing balance	-	-	-	41,880,534	7,093,835	15,139,506
Provision of diminution in the value of investments - held	-	-	-	-	39,970	-
Advances						
Opening balance	2,182	572,817	3,055,931	2,106,624	1,400,807	9,587,070
Exchange adjustment	-	-	(18,521)	-	(7,618)	-
Addition during the period	14,790	233,975	22,129,980	7,261,244	2,544,981	11,427,542
Repaid during the period	(16,891)	(227,206)	(22,779,314)	(5,935,894)	(3,938,170)	(11,053,234)
Transfer out - net	-	(19,056)	-	-	-	-
Closing balance	81	560,530	2,388,076	3,431,974	-	9,961,378
Other Assets						
Interest / mark-up accrued	-	532	12,142	645,297	-	342,915
Receivable from defined benefit plan	-	-	-	-	-	2,996,685
Prepaid insurance	-	-	-	-	966,487	-
Advance rent	-	3,646	-	-	54,062	-
Advance subscription of shares	-	-	-	1,500,000	-	-
Other receivable / prepayments	-	-	-	49,732	-	10,542
	-	4,178	12,142	2,195,029	1,020,549	3,350,142
Borrowings						
Opening balance	-	-	-	2,801,667	17,367,632	4,920,000
Exchange adjustment	-	-	-	(644)	(162,377)	-
Borrowings during the period	-	-	-	8,106,010	43,744,043	-
Settled during the period	-	-	-	(10,907,033)	(48,202,035)	(580,000)
Closing balance	-	-	-	-	12,747,263	4,340,000
Deposits and other accounts						
Opening balance	109,202	511,414	39,747,867	4,586,926	60,442,990	6,165,396
Exchange adjustment	(395)	(2,204)	(399,443)	(2,638)	(336)	(20,082)
Received during the period	461,797	3,392,136	226,331,870	648,063,440	1,995,110,751	215,894,707
Withdrawn during the period	(455,649)	(3,258,186)	(225,339,583)	(648,762,789)	(2,002,992,740)	(213,381,274)
Transfer out - net	-	(26,719)	-	-	-	(137)
Closing balance	114,955	616,441	40,340,711	3,884,939	52,560,665	8,658,610
Other liabilities						
Interest / mark-up payable	1,157	8,269	195,757	8,357	92,245	29,573
Payable to defined benefit plan	-	-	-	-	-	-
Donation payable	-	-	-	-	-	813,085
Unearned income	-	-	8,092	101,685	-	-
Insurance payable	-	-	-	-	116,132	-
Other payables	-	-	-	75,905	-	-
	1,157	8,269	203,849	185,947	208,377	842,658

	As at September 30, 2026 (Unaudited)					
	Directors	Key Management Personnel	Group Entities	Subsidiary companies	Associates	Other related parties
	(Rupees in '000)					
Contingencies and Commitments						
Letters of credits	-	-	890,756	-	-	89,072
Letters of guarantee	-	-	703,278	402,316	-	3,636,859
Forward purchase of foreign exchange contracts	-	-	-	5,531	-	-
	-	-	1,594,034	407,847	-	3,725,931
Others						
Securities held as custodian	45,900	85,840	9,620,480	-	203,620,400	43,700,575

	For the nine months ended September 30, 2026 (Unaudited)					
	Directors	Key Management Personnel	Group Entities	Subsidiary companies	Associates	Other related parties
	(Rupees in '000)					
Profit and loss account						
Income						
Mark-up / return / profit / interest earned	13	15,504	170,398	804,279	51,764	936,438
Fee and commission income	811	4,655	262,994	156,554	936,709	15,091
Dividend income	-	-	-	-	1,856,206	4,586,411
Rent on properties	-	-	-	124,264	-	272
Gain on sale of securities - net	-	-	-	-	-	1,334
Gain on disposal of property and equipment	-	-	-	-	4,466	-
Other income	-	-	-	210	-	-
Expense						
Mark-up / return / profit / interest expensed	2,271	24,452	1,278,924	368,363	1,498,636	405,550
Operating expenses						
Total compensation expense	-	2,405,517	-	-	-	1,295,412
Non-Executive Directors' fees	79,550	-	-	-	-	-
Insurance premium expense	-	-	-	-	2,612,071	-
Product Feature Cost	-	-	328,712	13,181	-	-
Travelling	-	-	4,220	-	-	-
Software maintenaince	-	-	-	-	-	15,468
Rent and taxes	-	-	42,187	-	54,056	7,367
Subscription	-	-	-	-	-	95,532
Donation	-	-	-	-	-	813,085
Brokerage and Commission	-	-	-	-	-	319,637
Documentation and processing charges	-	-	-	-	-	11,644
Marketing, advertisement and publicity	-	-	-	614,963	-	-
Other expenses	-	-	198	26,710	-	18,054
Credit loss allowance against investments	-	-	-	-	39,970	-
Others						
Purchase of Government securities	131,785	296,924	165,557	17,939,886	90,819,297	28,314,837
Sale of Government securities	173,192	332,987	12,731,170	6,082,116	174,271,837	16,716,243
Purchase of foreign currencies	-	-	9,185,132	20,621,799	465,876	-
Sale of foreign currencies	-	-	5,107,664	18,961,819	8,767,685	527,596
Purchase of Property	-	-	-	5,917,000	-	-
Insurance claims settled	-	-	-	-	436,761	-

	As at December 31, 2025 (Audited)					
	Directors	Key Management Personnel	Group Entities	Subsidiary companies	Associates	Other related parties
Statement of financial position	(Rupees in '000)					
Balances with other banks						
In current accounts	-	-	102,434	1,057,716	-	-
Investments						
Opening balance	-	-	-	37,073,602	7,080,101	13,758,615
Impact of adoption of IFRS 9	-	-	-	-	-	9,608,380
Exchange Adjustment	-	-	-	47,193	-	-
Investment made during the year	-	-	-	4,850,000	-	-
Investment redeemed / disposed off during the year	-	-	-	-	(5,056)	(8,343,628)
Revaluation of investment during the year	-	-	-	-	-	394,221
Reversal of provision for diminution in the value of investments / credit loss allowance	-	-	-	-	57,088	12,323
Closing balance	-	-	-	41,970,795	7,132,133	15,429,911
Credit loss allowance	-	-	-	-	-	1
Advances						
Opening balance	1,295	505,825	5,093,585	2,026,128	125,000	11,441,125
Exchange adjustment	-	-	34,662	-	(4,914)	-
Addition during the year	14,394	474,075	28,043,328	856,242	4,217,165	23,844,918
Repaid during the year	(13,507)	(384,245)	(30,115,644)	(775,746)	(2,936,444)	(25,698,973)
Transfer out - net	-	(22,838)	-	-	-	-
Closing balance	2,182	572,817	3,055,931	2,106,624	1,400,807	9,587,070
Other Assets						
Interest / mark-up accrued	-	459	16,981	128,493	3,461	189,433
Receivable from defined benefit plan	-	-	-	-	-	2,783,715
Prepaid insurance	-	-	-	-	672,973	-
Advance rent	-	5,474	11,833	-	34,089	-
Other receivables / prepayments	-	-	-	46,357	-	5,238
	-	5,933	28,814	174,850	710,523	2,978,386
Borrowings						
Opening balance	-	-	-	2,228,400	20,612,700	4,506,950
Exchange adjustment	-	-	-	55,264	128,585	-
Borrowings during the year	-	-	-	6,680,897	154,625,761	10,247,306
Settled during the year	-	-	-	(6,162,894)	(157,999,414)	(8,451,857)
Transfer out - net	-	-	-	-	-	(1,382,399)
Closing balance	-	-	-	2,801,667	17,367,632	4,920,000
Deposits and other accounts						
Opening balance	56,743	346,426	32,231,365	3,756,121	4,154,222	3,387,662
Exchange adjustment	80	1,968	41,087	9,620	164	(4,795)
Received during the year	439,687	3,816,403	416,635,708	839,879,209	2,308,953,825	255,924,029
Withdrawn during the year	(387,308)	(3,664,729)	(409,160,293)	(839,058,024)	(2,252,665,221)	(253,141,500)
Transfer in - net	-	11,346	-	-	-	-
Closing balance	109,202	511,414	39,747,867	4,586,926	60,442,990	6,165,396
Other liabilities						
Interest / mark-up payable	436	920	287,463	163	141,618	23,212
Payable to defined benefit plan	-	-	-	-	-	898,009
Donation payable	-	-	-	-	-	1,001,336
Unearned income	-	-	4,090	50,857	-	-
Insurance payable	-	-	-	-	7,900	-
Other payables	-	-	-	38,040	-	-
	436	920	291,553	89,060	149,518	1,922,557
Contingencies and Commitments						
Letters of credit	-	-	622,899	-	-	212,797
Letters of guarantee	-	-	537,282	560,724	-	3,541,727
	-	-	1,160,181	560,724	-	3,754,524
Others						
Securities held as custodians	-	138,635	19,404,845	-	240,721,530	43,617,665

	For the nine months ended September 30, 2025 (Unaudited)					
	Directors	Key Management Personnel	Group Entities	Subsidiary companies	Associates	Other related parties
	(Rupees in '000)					
Profit and loss account						
Income						
Mark-up / return / profit / interest earned	2	15,470	217,832	817,600	51,771	1,156,358
Fee and commission income	670	5,530	329,581	212,372	1,114,505	16,049
Dividend income	-	-	-	-	1,722,566	2,127,997
Gain on sale of securities - net	-	-	-	-	3,037	928
Rent on properties	-	-	-	115,312	-	248
Gain on disposal of property and equipment	-	-	-	-	2,091	-
Other income	-	-	-	172	-	-
Expense						
Mark-up / return / profit / interest expensed	1,247	14,598	1,365,807	341,280	1,943,391	670,824
Operating expenses						
Total compensation expense	-	1,942,647	-	-	-	1,324,006
Rent and taxes	-	-	41,417	-	51,719	4,694
Software maintenance	-	-	-	-	-	16,062
Non-Executive Directors' fees	67,500	-	-	-	-	-
Insurance premium expense	-	-	-	-	2,270,148	-
Product feature cost	-	-	278,723	-	-	-
Travelling	-	-	7,510	11,851	-	-
Subscription	-	-	-	-	-	12,115
Donation	-	-	-	-	-	788,045
Brokerage and commission	-	-	-	-	-	293,950
Documentation and processing charges	-	-	-	-	-	24,242
Marketing, advertisement and publicity	-	-	-	186,961	-	-
Other expenses	-	-	1,274	41,250	-	18,332
Reversal of credit loss allowance / provision for diminution in the value of investments	-	-	-	-	57,088	9,680
Others						
Purchase of Government securities	-	122,502	125,608,943	72,101,858	116,752,988	16,982,458
Sale of Government securities	1,183	264,684	182,101,271	81,940,176	197,836,793	26,758,745
Purchase of foreign currencies	-	-	10,397,188	23,660,487	166,766	245,091
Sale of foreign currencies	-	-	4,417,767	19,987,839	7,225,708	1,945,374
Insurance claims settled	-	-	-	-	444,229	-

36.1 Balances and transactions with group entities include deposits of Rs 28.635 million (December 31, 2025: Rs 28.170 million) from the parent and Rs 0.927 million (September 30, 2025: Rs 1.010 million) as mark-up expense thereon.

37 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	(Unaudited) September 30, 2026	(Audited) December 31, 2025
	---------- (Rupees in '000) ----------	
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	**14,668,525**	14,668,525
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	**357,009,935**	333,780,814
Eligible Additional Tier 1 (ADT 1) Capital	**12,849,192**	12,573,292
Total Eligible Tier 1 Capital	**369,859,127**	346,354,106
Eligible Tier 2 Capital	**92,084,151**	104,319,443
Total Eligible Capital (Tier 1 + Tier 2)	**461,943,278**	450,673,549
Risk Weighted Assets (RWAs):		
Credit Risk	**2,059,327,791**	1,650,919,776
Market Risk	**330,502,186**	318,390,963
Operational Risk	**405,690,239**	405,690,239
Total	**2,795,520,216**	2,375,000,978
CET 1 CAR	**12.77%**	14.05%
Tier 1 CAR	**13.23%**	14.58%
Total CAR	**16.52%**	18.98%
Bank specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus any other buffer requirement)	**9.00%**	8.50%
of which: capital conservation buffer requirement	**1.50%**	1.50%
of which: countercyclical buffer requirement	**-**	-
of which: D-SIB buffer requirement	**1.50%**	1.00%
CET1 available to meet buffers (as a percentage of risk weighted assets)	**6.77%**	8.05%
Other information:		
Minimum capital requirements prescribed by the SBP		
CET1 ratio (%)	**9.00%**	8.50%
Tier 1 ratio (%)	**10.50%**	10.00%
Total capital ratio (%)	**13.00%**	12.50%

	(Unaudited) September 30, 2026	(Audited) December 31, 2025
	---------- (Rupees in '000) ----------	
Leverage Ratio (LR)		
Eligible Tier-1 Capital	**369,859,127**	346,354,106
Total Exposure	**9,228,093,268**	7,831,299,364
Leverage Ratio (%)	**4.01%**	4.42%
Minimum Requirement (%)	**3.00%**	3.00%
Liquidity Coverage Ratio (LCR)		
Average High Quality Liquid Assets	**2,863,054,993**	2,559,571,409
Average Net Cash Outflow	**1,284,002,921**	1,032,663,501
Liquidity Coverage Ratio (%)	**222.98%**	247.86%
Minimum Requirement (%)	**100.00%**	100.00%
Net Stable Funding Ratio (NSFR)		
Total Available Stable Funding	**5,208,082,778**	5,049,539,928
Total Required Stable Funding	**2,898,068,066**	2,774,467,787
Net Stable Funding Ratio (%)	**179.71%**	182.00%
Minimum Requirement (%)	**100.00%**	100.00%

37.1 The SBP, through its letter No. ECD/M&PRD/PR/01/2025-67 dated August 29, 2025, has increased the D-SIB buffer requirement for the Bank from 1.00% to 1.50% applicable from March 31, 2026.

37.2 For the purpose of calculating CAR, the SBP has allowed banks to phase in the impact on opening retained earnings of the ECL calculated for financial assets classified as stage 1 and stage 2. The phasing is allowed over a period of five years. Had there been no such relaxation, the Bank's total CAR would have been lower by 2 bps and the Leverage Ratio would have been lower by 6 bps.

38 ISLAMIC BANKING BUSINESS

The Bank operates 656 (December 31, 2025: 608) Islamic Banking branches and 492 (December 31, 2025: 506) Islamic Banking windows.

STATEMENT OF FINANCIAL POSITION	Note	(Unaudited) September 30, 2026	(Audited) December 31, 2025
		-------(Rupees in '000)-------	
ASSETS			
Cash and balances with treasury banks		**74,684,296**	63,958,499
Balances with other banks		**35,536**	1,866,240
Due from financial institutions	38.1	**15,500,000**	75,800,000
Investments	38.2	**743,366,493**	465,825,478
Islamic financing and related assets - net	38.3	**432,333,713**	303,505,160
Property and equipment		**11,761,875**	7,234,675
Right-of-use assets		**11,934,730**	8,337,257
Intangible assets		**33,092**	28,261
Due from Head Office		**-**	31,815,763
Deferred tax assets		**1,303,057**	-
Other assets		**49,811,183**	42,347,099
		1,340,763,975	1,000,718,432
LIABILITIES			
Bills payable		**56,370**	33,195
Due to financial institutions	38.4	**19,098,651**	23,946,280
Deposits and other accounts	38.5	**1,152,542,248**	830,738,090
Due to Head Office		**7,105,911**	-
Lease liabilities		**16,746,963**	12,073,491
Subordinated debt		**-**	-
Deferred tax liabilities		**-**	4,324,322
Other liabilities		**53,771,007**	48,672,815
		1,249,321,150	919,788,193
NET ASSETS		**91,442,825**	80,930,239
REPRESENTED BY			
Islamic Banking Fund		**500,000**	500,000
Reserves		**-**	-
(Deficit) / surplus on revaluation of investments - net of tax		**(1,202,822)**	3,991,682
Unappropriated profit	38.6	**92,145,647**	76,438,557
		91,442,825	80,930,239
Contingencies and commitments	38.7		

PROFIT AND LOSS ACCOUNT	Note	(Unaudited) For the nine months ended September 30, 2026	September 30, 2025
		-------(Rupees in '000)-------	
Profit / return earned	38.8	**78,616,811**	56,782,666
Profit / return expensed	38.9	**33,136,515**	21,757,088
Net profit / return		**45,480,296**	35,025,578
Other income			
Fee and commission income		**2,296,409**	1,723,994
Dividend income		**-**	-
Foreign exchange income		**777,668**	412,046
Income from derivatives		**-**	-
Gain on securities - net		**403,843**	656,230
Others		**24,168**	-
Total other income		**3,502,088**	2,792,270
Total income		**48,982,384**	37,817,848
Other expenses			
Operating expenses		**14,643,688**	9,907,684
Workers' Welfare Fund		**665,085**	592,523
Other charges		**3,185**	975
Total other expenses		**15,311,958**	10,501,182
Profit before credit loss allowance		**33,670,426**	27,316,666
Credit loss allowance / (reversals) and write offs - net		**395,378**	(2,309,497)
Profit before taxation		**33,275,048**	29,626,163
Taxation		**17,303,025**	15,701,866
Profit after taxation		**15,972,023**	13,924,297

		(Unaudited) September 30, 2026	(Audited) December 31, 2025
38.1	**Due from Financial Institutions**	-------(Rupees in '000)-------	
	Call money lendings	**9,500,000**	22,800,000
	Secured lendings	**6,000,000**	53,000,000
		15,500,000	75,800,000

38.2 **Investments by segments**

	September 30, 2026 (Unaudited)			
	Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value
	---------- (Rupees in '000) ----------			
Debt Instruments				
Fair value through profit and loss (FVTPL)				
Federal Government securities				
- Ijarah Sukuk	**110,985,888**	**-**	**26,834**	**111,012,722**
- Other Federal Government securities	**1,420,691**	**-**	**-**	**1,420,691**
Non-Government debt securities				
- Listed	**193,545**	**-**	**-**	**193,545**
- Unlisted	**800,545**	**-**	**455**	**801,000**
	113,400,669	**-**	**27,289**	**113,427,958**
Fair value through other comprehensive income (FVOCI)				
Federal Government securities				
- Ijarah Sukuk	**422,246,936**	**-**	**(2,512,508)**	**419,734,428**
Non-Government debt securities				
- Listed	**999,903**	**(12)**	**6,629**	**1,006,520**
	423,246,839	**(12)**	**(2,505,879)**	**420,740,948**
Amortised cost				
Federal Government securities				
- Ijarah Sukuk	**134,476,807**	**-**	**-**	**134,476,807**
- Other Federal Government securities	**65,287,629**	**-**	**-**	**65,287,629**
Non-Government debt securities				
- Unlisted	**10,045,308**	**(612,157)**	**-**	**9,433,151**
	209,809,744	**(612,157)**	**-**	**209,197,587**
Total Investments	**746,457,252**	**(612,169)**	**(2,478,590)**	**743,366,493**

	December 31, 2025 (Audited)			
	Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value
	---------- (Rupees in '000) ----------			
Fair value through profit and loss (FVTPL)				
Federal Government securities				
- Ijarah Sukuk	998,031	-	(1,250)	996,781
- Other Federal Government securities	719,629	-	-	719,629
Non-Government debt securities				
- Listed	191,674	-	1,871	193,545
- Unlisted	801,000	-	(455)	800,545
	2,710,334	-	166	2,710,500
Fair value through other comprehensive income (FVOCI)				
Federal Government securities				
- Ijarah Sukuk	332,704,602	-	8,299,343	341,003,945
Non-Government debt securities				
- Listed	1,750,000	(36)	16,661	1,766,625
	334,454,602	(36)	8,316,004	342,770,570
Amortised cost				
Federal Government securities				
- Ijarah Sukuk	57,457,769	-	-	57,457,769
- Other Federal Government securities	52,430,110	-	-	52,430,110
Non-Government debt securities				
- Unlisted	11,068,724	(612,195)	-	10,456,529
	120,956,603	(612,195)	-	120,344,408
Total Investments	458,121,539	(612,231)	8,316,170	465,825,478

38.2.1 **Particulars of credit loss allowance**

	September 30, 2026 (Unaudited)			
	Stage 1	Stage 2	Stage 3	Total
	(Rupees in '000)			
Non-Government debt securities	169	-	612,000	612,169

	December 31, 2025 (Audited)			
	Stage 1	Stage 2	Stage 3	Total
	(Rupees in '000)			
Particulars of credit loss allowance				
Non-Government debt securities	231	-	612,000	612,231

38.3 **Islamic financing and related assets - net**

	(Unaudited) September 30, 2026	(Audited) December 31, 2025
	(Rupees in '000)	
Diminishing Musharakah	171,531,585	106,722,174
Running Musharakah	60,905,890	48,617,049
Wakalah	4,020,928	7,147,268
Ijarah	64,680,708	43,845,969
Murabaha	53,563,190	61,547,955
Salam	1,033,511	-
Tijarah	1,933,818	3,160,409
Istisna	4,921,686	3,304,359
Musawamah	405,002	961,375
Tawarruq	606,052	-
Advance for Diminishing Musharakah	9,387,665	9,649,454
Advance for Ijarah	1,232,120	372,353
Advance for Murabaha	9,314,383	1,949,578
Advance for Salam	1,271,000	1,398,949
Advance for Istisna	41,457,540	16,710,399
Advance for Musawamah	2,540,879	1,501,201
Inventories against Murabaha	4,989,188	1,215,851
Inventories against Salam	438,551	-
Inventories against Tijarah	5,468,518	4,363,726
Inventories against Istisna	4,639,134	5,549,810
Inventories against Musawamah	2,896,932	-
Islamic financing and related assets - gross	447,238,280	318,017,879
Credit loss allowance against Islamic financing and related assets		
- Stage 1	(81,220)	(296,182)
- Stage 2	(123,935)	(441,082)
- Stage 3	(9,808,000)	(9,801,704)
General provision	(4,891,412)	(3,973,751)
	(14,904,567)	(14,512,719)
Islamic financing and related assets - net of credit loss allowance	432,333,713	303,505,160

38.4 **Due to financial institutions**

Unsecured acceptances of funds	6,500,000	7,500,000
Acceptances from the SBP under:		
- Islamic export refinance scheme	1,525,000	3,498,491
- Islamic export refinance scheme for bill discounting	1,429,494	1,408,591
- Islamic long term financing facility	3,836,448	4,552,322
- Islamic financing facility for renewable energy power plants	299,955	455,009
- Islamic refinance facility for modernization of Small and Medium Enterprises (SMEs)	96,778	147,681
- Islamic refinance facility for combating COVID-19	87,617	157,288
- Islamic temporary economic refinance facility	983,359	1,306,898
Acceptances from Pakistan Mortgage Refinance Company	4,340,000	4,920,000
	19,098,651	23,946,280

			(Unaudited) September 30, 2026	(Audited) December 31, 2025
			------(Rupees in '000)------	
38.5	**Deposits and other accounts**			
	Customers			
	Current deposits		**505,624,328**	411,207,347
	Savings deposits		**410,005,181**	350,204,662
	Term deposits		**131,077,256**	31,888,021
			1,046,706,765	793,300,030
	Financial Institutions			
	Current deposits		**2,287,727**	330,779
	Savings deposits		**101,604,756**	35,539,198
	Term deposits		**1,943,000**	1,568,083
			105,835,483	37,438,060
			1,152,542,248	830,738,090
38.6	**Islamic Banking business unappropriated profit**			
	Opening Balance		**76,438,557**	58,083,715
	Impact of adoption of IFRS 9		**(225,311)**	-
	Add: Islamic Banking profit for the period / year		**33,275,048**	39,102,597
	Less: Taxation		**(17,303,025)**	(20,724,376)
	Less: Transferred / Remitted to Head Office		**(39,622)**	(23,379)
	Closing Balance		**92,145,647**	76,438,557
38.7	**Contingencies and commitments**			
	- Financial Guarantees		**290,743**	230,305
	- Performance Guarantees		**9,829,582**	8,923,616
	- Commitments	38.7.1	**126,612,503**	79,405,774
			136,732,828	88,559,695
38.7.1	**Commitments:**			
	Trade-related contingent liabilities		**55,347,678**	26,223,434
	Commitments in respect of forward foreign exchange contracts	38.7.1.1	**71,264,825**	53,182,340
			126,612,503	79,405,774
38.7.1.1	**Commitments in respect of forward foreign exchange contracts**			
	Purchase		**46,288,977**	33,956,795
	Sale		**24,975,848**	19,225,545
			71,264,825	53,182,340

			(Unaudited) For the nine months ended	
			September 30, 2026	**September 30, 2025**
38.8	**Profit / return earned**		------(Rupees in '000)------	
	On:			
	Financing		**30,723,451**	20,839,733
	Investments		**41,134,836**	34,807,153
	Amounts due from financial institutions		**6,758,524**	1,135,780
			78,616,811	56,782,666
38.9	**Profit / return expensed**			
	On:			
	Deposits and other accounts		**26,611,167**	16,482,127
	Amounts due to financial institutions		**4,058,057**	3,876,190
	Foreign currency deposits for Wa'ad based transactions		**743,764**	312,025
	Lease liability against right-of-use assets		**1,723,527**	1,086,746
			33,136,515	21,757,088

39 NON-ADJUSTING EVENTS AFTER THE BALANCE SHEET DATE

39.1 The Board of Directors, in its meeting held on October 22, 2026 has declared a cash dividend of Rs 6.00 per share in respect of the quarter ended September 30, 2026 (September 30, 2025: Rs 5.00 per share). These condensed interim unconsolidated financial statements do not include the effect of this appropriation which will be accounted for subsequent to the period end.

40 DATE OF AUTHORISATION FOR ISSUE

These condensed interim unconsolidated financial statements were authorised for issue in the Board of Directors meeting held on October 22, 2026.

41 GENERAL

41.1 Comparative figures have been re-arranged and reclassified for comparison purposes.

Muhammad Nassir Salim	Irfan Ahmed Meer	Khaleel Ahmed	Moez Ahamed Jamal	Dr. Najeeb Samie
President and Chief Executive Officer	Chief Financial Officer	Director	Director	Director

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