

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2025

48.2.1.15 Contingencies and commitments

	2025	2024
	------(Rupees in '000)-----	
Credit risk by industry sector		
Agriculture, Forestry, Hunting and Fishing	65,843	229,085
Mining and Quarrying	3,609,445	3,559,445
Textile	16,941,597	21,024,719
Chemical and Pharmaceuticals	3,819,621	8,756,360
Cement	3,730,245	2,567,426
Sugar	7,073	221,542
Footwear and Leather garments	50,705	32,793
Automobile and Transportation Equipment	3,652,961	4,382,093
Electronics and Electrical Appliances	3,472,137	3,470,564
Construction	9,697,499	9,909,840
Oil & Gas	97,591,318	108,118,521
Power (electricity), Water, Sanitary	48,482,335	50,826,895
Wholesale and Retail Trade	3,831,734	2,332,478
Transport, Storage and Communication	50,694,291	54,873,340
Financial	1,068,554,345	847,846,794
Services	1,636,470,911	1,567,386,041
Individuals	134,868	212,308
Fertilizer	2,666,249	3,613,420
Metal Products	26,955,384	13,540,609
Telecommunication	29,555,809	31,452,915
Public Sector Commodity Operations	27,399,543	27,399,543
Rice processing and Trading	50,276	483,325
Food and Tobacco	1,263,399	2,866,583
Glass and Ceramics	276,173	594,346
Paper and Board	1,080,907	2,134,032
Engineering	251,013,943	90,458,587
Plastic Products	108,245	108,908
Sports Goods	4,321	33,709
Surgical equipment	35,832	76,299
Others	256,584	258,866
	3,291,473,596	2,858,771,385
Credit risk by public / private sector		
Public / Government	2,073,573,977	1,798,995,582
Private	1,217,899,619	1,059,775,803
	3,291,473,596	2,858,771,385

* Contingent liabilities for the purpose of this note are presented at cost and includes direct credit substitutes, transaction related contingent liabilities and trade related contingent liabilities.

48.2.1.16 Concentration of advances

The bank's top ten (10) exposures on the basis of total (funded and non-funded exposures) aggregated to Rs. 2,258,435 million (2024: Rs. 2,074,573 million) are as following:

	2025	2024
	------(Rupees in '000)-----	
Funded	465,470,277	554,555,082
Non Funded	1,792,965,238	1,520,018,147
Total Exposure	2,258,435,515	2,074,573,229

The sanctioned limits against these top 10 exposures aggregated to Rs. 2,335,888 million (2024: Rs. 2,158,452 million).

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

Total funded classified therein	2025		2024	
	Amount	Credit loss allowance held	Amount	Credit loss allowance held
	(Rupees in '000)			
OAEM	-	-	-	-
Substandard	-	-	51,000,000	-
Doubtful	-	-	-	-
Loss	-	-	-	-
Total	-	-	51,000,000	-

48.2.1.17 Advances - Province / Region-wise disbursement & utilization

Province / Region	Disbursements	2025					
		Utilization					
		Punjab	Sindh	KPK including FATA	Balochistan	Islamabad	AJK including Gilgit-Baltistan
Punjab	574,711,692	565,408,601	5,441,257	3,861,834	-	-	-
Sindh	580,993,562	294,997	496,823,774	-	-	83,874,790	-
KPK including FATA	18,810,485	-	-	18,810,485	-	-	-
Balochistan	5,772,973	-	-	-	5,772,973	-	-
Islamabad	119,760,736	-	-	-	-	119,760,736	-
AJK including Gilgit-Baltistan	6,020,103	-	-	-	-	-	6,020,103
Total	1,306,069,551	565,703,598	502,265,031	22,672,319	5,772,973	203,635,526	6,020,103

Province / Region	Disbursements	2024					
		Utilization					
		Punjab	Sindh	KPK including FATA	Balochistan	Islamabad	AJK including Gilgit-Baltistan
Punjab	659,220,612	657,735,567	-	1,485,044	-	-	-
Sindh	587,484,427	1,000,000	584,837,367	1,647,060	-	-	-
KPK including FATA	16,881,142	-	-	16,881,142	-	-	-
Balochistan	5,078,348	-	-	-	5,078,348	-	-
Islamabad	120,272,040	-	-	-	-	120,272,040	-
AJK including Gilgit-Baltistan	5,123,306	-	-	-	-	-	5,123,306
Total	1,394,059,874	658,735,567	584,837,367	20,013,246	5,078,348	120,272,040	5,123,306

48.2.2 Market risk

Market Risk is the potential loss in the value of on and off-balance-sheet positions of a financial institution due to adverse movements in market factors such as interest rates, foreign exchange rates, equity prices, credit spreads, and commodity prices, which can negatively impact earnings and capital.

The Bank's market risk is managed through Market & Liquidity Risk Management Policy, which is duly approved by the Board. The Bank has established market risk limits to manage risks within its approved risk appetite / tolerance limits & zones.

The Standardized Approach is used to calculate the capital charge for market risk in accordance with the Basel framework. Stress testing for interest rate-sensitive, equity, and FX exposures is conducted regularly to assess their potential impact on the Bank's capital.

In addition to regulatory requirements, the Bank has developed proprietary stress testing scenarios which are periodically performed to assess their impact on the Bank's capital for Internal Capital Adequacy and Assessment Process (ICAAP). Limits / zones and management action triggers / plans corresponding to various ratios, limits and thresholds are defined in the Market & Liquidity Risk Procedure Manual. Appropriate segregation of duties exists between the front, middle, and back-office functions.

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

48.2.2.1 Statement of Financial Position split by trading and banking books

	2025			2024		
	Banking book	Trading book	Total	Banking book	Trading book	Total
------(Rupees in '000)-----						
Cash and balances with treasury banks	375,045,628	-	375,045,628	314,234,036	-	314,234,036
Balances with other banks	33,440,273	-	33,440,273	56,836,483	-	56,836,483
Lendings to financial institutions	46,000,000	-	46,000,000	30,000,000	-	30,000,000
Investments	4,842,751,132	79,349,025	4,922,100,157	4,519,204,236	93,129,962	4,612,334,198
Advances	1,338,085,653	-	1,338,085,653	1,404,867,872	-	1,404,867,872
Property and equipment	66,907,175	-	66,907,175	61,668,070	-	61,668,070
Right-of-use assets	6,215,360	-	6,215,360	6,317,624	-	6,317,624
Intangible assets	2,519,665	-	2,519,665	1,939,636	-	1,939,636
Deferred tax assets	-	-	-	-	-	-
Other assets	276,666,993	-	276,666,993	255,880,334	-	255,880,334
	6,987,631,879	79,349,025	7,066,980,904	6,650,948,291	93,129,962	6,744,078,252

48.2.2.2 Foreign exchange risk

Foreign exchange risk arises from the impact of currency movements on the value of the Bank's foreign exchange exposures, which result from its participation in financial markets and international operations.

To manage currency risk, the Bank engages in ready, spot, forward, and swap transactions with the SBP, financial institutions, and corporates. The Bank's foreign exchange exposure consists of forward contracts, purchases of foreign bills, foreign currency cash on hand, balances with banks abroad, foreign placements, and foreign currency assets and liabilities. Foreign exchange exposure is managed within both regulatory and internal limits.

	2025				2024			
	Foreign currency assets	Foreign currency liabilities	Off-balance sheet items	Net foreign currency exposure	Foreign currency assets	Foreign currency liabilities	Off-balance sheet items	Net foreign currency exposure
------(Rupees in '000)-----								
United States Dollar	341,937,527	607,649,799	263,967,795	(1,744,477)	407,614,555	566,598,696	183,543,747	24,559,606
Great Britain Pound Sterling	4,647,555	7,710,522	3,121,097	58,130	1,327,328	7,393,733	5,479,782	(586,623)
Euro	8,518,161	2,096,056	62,622	6,484,727	10,343,955	13,886,149	7,455,351	3,913,157
Japanese Yen	16,365,831	14,587,120	6,757,196	8,535,906	5,521,105	1,673,326	(162,608)	3,685,171
Other currencies	112,415,246	46,031,994	8,306,108	74,689,360	128,626,622	48,668,830	4,582,589	84,540,381
	483,884,320	678,075,491	282,214,818	88,023,646	553,433,565	638,220,735	200,898,861	116,111,692

	2025		2024	
	Banking book	Trading book	Banking book	Trading book
------(Rupees in '000)-----				
Impact of 1% change in foreign exchange rates on				
- Profit and loss account	-	128,649	-	28,304
- Other comprehensive income	880,236	-	1,161,117	-

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

48.2.2.3 Equity position risk

Stock trading activities also carry risks arising from adverse movements in stock prices. The Bank's equity exposure is managed through limits imposed by the regulator for both overall investment and exposure in single scrip. Moreover, internal limits are set to manage equity risk by placing stop loss and VaR limits and / or through diversification within overall equity portfolio.

	2025		2024	
	Banking book	Trading book	Banking book	Trading book
Impact of 5% change in equity prices on	------(Rupees in '000)-----			
- Profit and loss account	-	1,122,585	-	1,329,805
- Other comprehensive income	3,862,339	-	4,387,208	-

48.2.2.4 Yield / Interest Rate Risk in the Banking Book (IRRBB)-Basel II Specific

Interest rate risk arises from adverse movements in the yield curve and is monitored by ALCO, with the objective of managing potential negative impacts on the Bank's profitability. This may arise due to volatility in market interest rates and any mismatch / gaps in the amount of financial assets / liabilities in different maturity time bands. The sources of IRR are based on following sub-risks.

- **Re-pricing risk:** Arises from changes in the overall level of interest rates and from inherent mismatches in the re-pricing terms of banking book items.
- **Yield curve risk:** Arises from changes in the relative levels of interest rates for different tenors, as well as changes in the slope or shape of the yield curve.
- **Basis risk:** Arises from differences between the actual and expected interest margins on banking book items relative to the implied cost of funds of those items.

	2025		2024	
	Banking book	Trading book	Banking book	Trading book
Impact of 1% change in interest rates on	------(Rupees in '000)-----			
- Profit and loss account	-	150,852	-	321,262
- Other comprehensive income	27,724,251	-	21,487,481	-

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

48.2.2.5 Mismatch of Interest Rate Sensitive Assets and Liabilities

Effective Yield / interest rate	2025										Non-interest bearing financial instruments	
	Total	Exposed to Yield / interest risk										
		Upto 1 Months	Over 1 to 3 Months	Over 3 to 6 Months	Over 6 months to 1 Year	Over 1 to 2 Years	Over 2 to 3 Years	Over 3 to 5 years	5 to 10 years	Above 10 Years		
----- (Rupees in '000) -----												
On-balance sheet financial instruments												
Assets												
3.1%	375,045,628	51,338,439	-	-	-	-	-	-	-	-	-	323,707,189
5.4%	33,440,273	4,292,917	1,295,314	19,420	-	-	-	-	-	-	-	27,852,622
6.8%	46,000,000	46,000,000	-	-	-	-	-	-	-	-	-	-
13.1%	4,922,100,157	719,861,187	811,518,679	1,444,913,317	266,897,560	49,793,776	330,669,348	361,367,939	21,631,812	-	-	152,422,601
11.1%	1,338,095,653	202,893,885	571,218,128	185,992,550	99,635,296	46,817,290	47,183,408	85,377,824	21,197,949	-	-	51,490,042
0%	204,994,547	-	-	-	-	-	-	-	-	-	-	204,994,547
	6,919,666,258	1,024,386,428	1,382,736,807	1,250,311,803	1,244,568,033	313,714,850	377,852,756	446,745,763	42,829,761	-	-	760,447,001
Liabilities												
0%	20,817,212	-	-	-	-	-	-	-	-	-	-	20,817,212
11.3%	1,689,657,086	1,606,606,715	36,861,230	17,546,678	3,772,847	1,478,575	5,414,349	16,827,004	-	-	-	-
7.2%	4,428,285,022	2,621,388,449	146,431,825	288,153,274	127,988,905	31,641,739	32,233,021	4,673,737	-	-	-	1,179,707,710
14%	8,021,852	81,955	23,035	135,593	275,495	758,147	2,008,994	2,921,317	1,146,391	-	-	-
0%	-	-	-	-	-	-	-	-	-	-	-	-
0%	338,308,778	-	-	-	-	-	-	-	-	-	-	338,308,778
	6,486,069,950	4,228,077,119	183,316,090	275,837,545	132,037,247	33,878,461	39,656,404	24,422,058	1,146,391	-	-	1,538,833,700
	433,596,308	(3,203,691,691)	1,199,420,717	974,474,258	1,112,530,786	279,836,389	338,196,352	422,323,705	41,683,370	-	-	(778,386,699)
	1,836,712,713	-	-	-	-	-	-	-	-	-	-	1,836,712,713
Off-balance sheet financial instruments												
Documentary credits and short-term trade-related transactions												
Commitments in respect of:												
- forward foreign exchange contracts	282,214,817	55,004,369	156,694,439	72,943,154	(2,417,144)	-	-	-	-	-	-	-
- forward government securities transactions	4,418,963	151,845	-	-	(4,541,540)	-	8,808,658	-	-	-	-	-
- derivatives	-	-	-	-	-	-	-	-	-	-	-	-
- forward lending	20,217,417	-	-	-	-	-	-	-	-	-	-	20,217,417
Commitments for acquisition of:												
- fixed assets	2,433,113	-	-	-	-	-	-	-	-	-	-	2,433,113
- other commitments	-	-	-	-	-	-	-	-	-	-	-	-
	2,145,997,023	55,156,214	156,694,439	72,943,154	(6,958,684)	-	8,808,658	-	-	-	-	1,859,363,243
	2,579,593,331	(3,148,534,477)	1,356,105,156	1,047,417,412	1,105,572,102	279,836,389	347,005,010	422,323,705	41,683,370	-	-	1,080,976,544
	2,579,593,331	(3,148,534,477)	1,356,105,156	1,047,417,412	1,105,572,102	279,836,389	347,005,010	422,323,705	41,683,370	-	-	1,080,976,544
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	2,579,593,331	(3,148,534,477)	1,356,105,156	1,047,417,412	1,105,572,102	279,836,389	347,005,010	422,323,705	41,683,370	-	-	1,080,976,544
	2,579,593,331	(3,148,534,477)	1,356,105,156	1,047,417,412	1,105,572,102	279,836,389	347,005,010	422,323,705	41,683,370	-	-	1,080,976,544
	2,579,593,331	(3,148,534,477)	1,356,105,156	1,047,417,412	1,105,572,102	279,836,389	347,005,010	422,323,705	41,683,370	-	-	1,080,976,544
	2,579,593,331	(3,148,534,477)	1,356,105,156	1,047,417,412	1,105,572,102	279,836,389	347,005,010	422,323,705	41,683,370	-	-	1,080,976,544
	2,579,593,331	(3,148,534,477)	1,356,105,156	1,047,417,412	1,105,572,102	279,836,389	347,005,010	422,323,705	41,683,370	-	-	1,080,976,544
	2,579,593,331	(3,148,534,477)	1,356,105,156	1,047,417,412	1,105,572,102	279,836,389	347,005,010</					

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2025

Effective Yield/ Interest rate	Total	Exposed to Yield/ Interest risk										Non-interest bearing financial instruments	
		2024											
		Upto 1 Months	Over 1 to 3 Months	Over 3 to 6 Months	Over 6 months to 1 Year	Over 1 to 2 Years	Over 2 to 3 Years	Over 3 to 5 years	5 to 10 years	Above 10 Years			
------(Rupees in '000)-----													
On-balance sheet financial instruments													
Assets													
4.5%	314,234,036	48,692,058	-	-	-	-	-	-	-	-	-	-	265,541,978
11.4%	56,836,483	5,971,331	727,671	694,364	-	-	-	-	-	-	-	-	48,656,597
12.6%	30,000,000	30,000,000	-	-	-	-	-	-	-	-	-	-	-
19.3%	4,612,334,198	699,580,724	1,202,338,355	865,531,338	284,743,998	171,160,429	124,571,173	102,309,695	2,335,155	170,666,515	-	-	-
15.4%	1,404,867,872	434,342,062	379,526,657	84,350,003	22,374,556	26,738,825	43,239,578	62,840,058	40,446,467	91,755,143	-	-	-
0%	187,030,212	-	-	-	-	-	-	-	-	-	-	-	187,030,212
	6,605,302,800	1,218,586,174	1,582,592,683	1,208,937,859	950,575,705	307,118,554	197,899,254	167,810,751	165,149,753	42,781,622	-	-	763,850,445
Liabilities													
0.0%	26,060,123	-	-	-	-	-	-	-	-	-	-	-	26,060,123
19.6%	1,937,756,922	1,866,830,523	16,077,088	19,720,345	967,481	3,573,437	2,605,938	4,995,166	22,850,206	136,740	-	-	-
13.0%	3,665,564,883	2,255,039,952	165,641,391	247,967,464	142,541,001	8,883,776	31,118,876	41,932,654	4,737,009	-	-	-	967,703,760
12.2%	8,030,117	944	4,405	30,138	156,408	579,252	1,064,353	1,709,555	4,010,508	474,556	-	-	-
0%	-	-	-	-	-	-	-	-	-	-	-	-	-
0%	392,093,268	-	-	-	-	-	-	-	-	-	-	-	392,093,268
	6,229,505,313	4,121,870,419	181,722,884	267,717,947	143,664,890	13,036,465	34,789,166	48,637,375	31,597,721	611,295	-	-	1,385,857,151
	375,797,487	(2,903,284,244)	1,400,869,799	941,219,912	806,910,814	294,082,089	163,110,087	119,173,377	133,552,032	42,170,326	-	-	(622,006,706)
Off-balance sheet financial instruments													
Documentary credits and short-term trade-related transactions													
Commitments in respect of:													
	1,565,818,397	-	-	-	-	-	-	-	-	-	-	-	1,565,818,397
	200,898,861	84,001,311	102,780,386	13,838,614	278,550	-	-	-	-	-	-	-	-
	66,747,535	-	-	211,235	50,500,000	(220,000)	-	18,256,300	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-	-	-
	15,467,596	-	-	-	-	-	-	-	-	-	-	-	15,467,596
Commitments for acquisition of:													
	1,062,641	-	-	-	-	-	-	-	-	-	-	-	1,062,641
	-	-	-	-	-	-	-	-	-	-	-	-	-
	1,872,015,030	84,001,311	102,780,386	14,049,849	50,778,550	(220,000)	-	18,256,300	-	-	-	-	1,612,368,634
Off-balance sheet gap													
	2,247,812,517	(2,819,282,933)	1,503,650,185	955,269,761	857,669,364	293,862,089	163,110,087	137,429,677	133,552,032	42,170,326	-	-	980,361,928
Total Yield / Interest Risk Sensitivity Gap													
Cumulative Yield / Interest Risk Sensitivity Gap													
	(2,819,282,933)	(1,315,632,748)	(360,362,987)	497,326,377	791,188,467	954,298,554	1,091,728,231	1,225,280,263	1,267,450,590	2,247,812,517	-	-	-

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

48.2.2.6 Reconciliation of Financial Assets & Liabilities with Total Assets & Liabilities

	2025	2024
Note	------(Rupees in '000)-----	
Total Financial Assets as per note 48.2.2.5	6,919,666,258	6,605,302,800
Add: Non-Financial Assets		
Property and equipment	66,907,173	61,668,070
Intangible assets	2,519,666	1,939,636
Right-of-use assets	6,215,361	6,317,624
Other assets	71,672,445	68,850,120
	147,314,646	138,775,450
Total assets as per statement of financial position	7,066,980,904	6,744,078,252
Total Financial Liabilities as per note 48.2.2.5	6,486,069,950	6,229,505,313
Add: Non-Financial Liabilities		
Deferred tax liabilities	36,545,766	40,944,092
Other liabilities	12,945,988	16,677,401
Total liabilities as per statement of financial position	6,535,561,704	6,287,126,806

48.2.3 Operational Risk

Operational risk is the risk of loss resulting from inadequate or failed internal processes, people, and systems, or from external events. This definition includes legal risk but excludes strategic and reputational risks. For effective management, the Bank has established a comprehensive Operational Risk Management Policy Framework (ORMPF) and related procedures. These provide guidance on defining the Bank's operational risk strategy, selecting and adopting risk and loss measurement tools, reporting, and establishing operational risk management processes.

Operational risks are inherent in the Bank's day-to-day activities, including the launch of new products and services. The Bank recognizes that operational risks cannot be fully eliminated; therefore, it seeks an appropriate balance between accepting potential losses and the costs associated with mitigation.

Further, the Bank has adopted an Operational Risk Management Policy Framework and an Operational Risk Appetite, both duly approved by the Board. In addition, the Bank has implemented a mechanism for collecting Operational Risk Events (OREs), under which field functionaries and Groups / Divisions at the head office are responsible for reporting operational losses within their jurisdictions on an immediate basis. OREs are reviewed regularly, and appropriate corrective measures are taken as needed. A risk evaluation exercise is conducted for new products, processes, and systems in accordance with the ORM procedures.

To further strengthen this area, the Bank has implemented an Operational Risk Management System (ORMS). The system includes key modules such as loss data collection, Risk and Control Self-Assessment (RCSA), Key Risk Indicators (KRI), action plan tracking, and control testing.

The Bank also conducts root cause analyses of major OREs identifying key control lapses and recommending appropriate mitigating actions. In accordance with the regulatory framework, the Bank calculates the capital charge for operational risk using the Basic Indicator Approach (BIA).

Moreover, the Bank closely monitors the overall operational environment and undertakes necessary actions to ensure the safety and security of its staff and assets. It also takes measures to continuously improve customer service levels and resolve related complaints, in order to meet stakeholder expectations.

The Bank's operations remain highly resilient, and all necessary measures are deployed to safeguard the health and safety of employees and protect them from any unwarranted situations.

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

48.2.4 Information Security Risk

The management of information security risk is given due importance, considering the Bank's extensive customer base and expanding digital footprint. A mechanism has been established to enhance technology infrastructure and related channels from an information security perspective. In response to the evolving cyber threat landscape, the Bank has taken appropriate measures to monitor and mitigate cybersecurity risks, maintaining a heightened state of cybersecurity readiness. In today's highly technology dependent environment, most business functions rely on information technology for storing, processing, and sharing information. The information "assets" used for these purposes face various types of threats. If such threats materialize and exploit vulnerabilities in these assets, the confidentiality, integrity, and availability of information may be compromised, potentially resulting in a breakdown of IT systems. To mitigate these risks, appropriate controls and countermeasures are assessed and implemented. The Bank has established a governance framework to manage information security risks through the development of policies and frameworks, and by deploying security tools to ensure effective implementation of internal controls and continuous monitoring of security threats across the technology infrastructure.

As the first line of defense, the Business Groups have primary responsibility for identifying, measuring, and controlling risks within their areas of accountability. The Information Security Division (ISD) serves as the second line of defense against cyber risks. Accordingly, the Bank regularly assesses information security controls and conducts employee awareness programs and training. It collaborates with key technology partners to identify potentially vulnerable systems and implement appropriate fixes and controls to secure them. Additionally, the Bank actively communicates with its customers on secure interaction practices through its full suite of channels, including online and digital banking.

Over the last two years, the Bank has undertaken various initiatives to strengthen its cybersecurity controls. Management is cognizant of the fact that cybersecurity is a top priority, and the Bank is taking appropriate steps to monitor and respond to related risks. The Information Security Division (ISD) operates under the supervision of the Chief Information Security Officer (CISO). The Bank has taken numerous measures to identify and address cybersecurity weaknesses in its systems and infrastructure.

48.2.5 Enterprise-wide Risk

The Bank has a Board-approved Enterprise Risk Management (ERM) Framework in place. The ERM Framework adopts a holistic approach, encompassing strategy setting, capital and financial planning, as well as the management, monitoring, and reporting of risks inherent in the Bank's day-to-day business. It documents the risk management structure and processes driven by the Bank's Board of Directors, management, and other personnel. Together, these elements provide reasonable assurance regarding the achievement of the Bank's strategic objectives.

In addition to Pillar I risks, the Bank has a structured process to periodically identify other material Pillar II risks. The Bank has established an Internal Capital Adequacy Assessment Process (ICAAP) to identify and quantify material risks, including Pillar II risks, and to continually reassess the adequacy of its capital buffer and risk appetite. These are reviewed periodically to ensure a strong foundation for sustainable business growth.

In accordance with regulatory requirements for Domestic Systemically Important Banks (D-SIBs), the Bank has put in place a Recovery Plan to enable it to act promptly and effectively in the event of stress situations that may threaten its financial and operational strength and viability, or pose a risk to its ability to continue as a going concern. Moreover, the Recovery Plan addresses material risks arising within the Bank or from developments in the country's market or economic conditions, whether occurring in isolation or in combination under stress scenarios.

The Bank's stress-testing framework comprises a range of tools designed to provide senior management with timely assessments of the resilience of the Bank's capital under stressed conditions. These tools range from simple sensitivity analyses to more sophisticated stress testing methodologies, capturing abnormal movements in market and economic indicators and translating such scenarios into projections of the Bank's profitability, liquidity, and capital position.

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

This framework enables a quantitative, forward-looking assessment of capital adequacy, including movements in and levels of the Bank's Capital Adequacy Ratio (CAR), and provides an indication of the amount of capital that may be required to absorb both expected and unforeseen losses. It also helps identify potential vulnerabilities within the Bank and assess solvency by applying plausible historical and adverse scenarios under extreme conditions

48.2.6 Liquidity Risk

Liquidity risk is the risk of loss to a bank arising from its inability to meet obligations as they fall due or to fund assets without incurring unacceptable costs or losses. In simpler terms, liquidity risk is the possibility that a bank will be unable to fulfill its financial commitments to a customer, creditor, or investor on time and in a cost-effective manner.

To mitigate this risk, the Bank maintains diversified funding sources, manages specific assets with liquidity considerations in mind, and monitors its liquidity position on daily basis. In addition, the Bank holds statutory deposits with central banks both inside and outside Pakistan. The objective of liquidity management is to ensure sufficient cash flows to meet all the Bank's liabilities when due, under both normal and stress conditions, without incurring unacceptable losses, while also capitalizing on opportunities for business expansion and profitability. This encompasses the Bank's ability to meet deposit withdrawals, whether on demand or at contractual maturity, repay borrowings as they mature, and make new loans and investments as opportunities arise.

The Asset and Liability Committee (ALCO) is responsible for ensuring that the Bank maintains adequate liquidity and for monitoring liquidity gaps to effectively execute this responsibility. Both mandatory and optional stress tests, as well as ratio-based liquidity assessments, are conducted to proactively identify and manage liquidity needs and positions. The Bank has established various limits, ratios, triggers, and corresponding management actions to monitor and mitigate liquidity risk. Additionally, the Bank regularly calculates and monitors Basel III liquidity standards-including LCR, NSFR, and LMTs-liquidity ratios as per SBP parameters, along with other internal liquidity measures.

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2025

48.2.6.1 Maturities of Assets and liabilities - based on contractual maturity of the assets and liabilities of the Bank

2025

	Total	Upto 1 Day	Over 1 to 7 days	Over 7 to 14 days	Over 14 days to 1 Month	Over 1 to 2 Months	Over 2 to 3 Months	Over 3 to 6 Months	Over 6 to 9 Months	Over 9 months to 1 year	Over 1 to 2 years	Over 2 to 3 years	Over 3 to 5 Years	Over 5 Years
Assets														
Cash and balances with treasury banks	375,045,628	374,153,978	776,800	114,850	-	-	-	-	-	-	-	-	-	-
Balances with other banks	33,440,273	27,832,990	3,452,930	839,619	-	-	-	1,295,314	19,420	-	-	-	-	-
Lending to financial institutions	46,000,000	-	43,500,000	2,500,000	-	-	-	-	-	-	-	-	-	-
Investments	4,922,100,157	35,368,862	4,179,558	49,447	10,637,780	121,307,027	27,891,319	493,582,512	680,601,165	561,635,241	327,243,378	607,994,066	921,203,705	1,130,595,537
Advances	1,338,085,653	98,644,670	11,685,231	7,356,212	84,975,367	87,248,901	71,576,826	238,481,088	66,267,368	151,584,705	42,814,279	70,028,563	201,896,362	205,544,050
Property and equipment	66,907,175	-	-	-	-	-	-	-	-	2,539,901	4,800,620	2,539,900	2,370,578	54,656,177
Intangible assets	2,519,665	-	-	-	-	-	-	-	-	839,888	839,888	839,888	-	-
Right-of-use assets	6,215,360	67,546	-	1,062	-	3,975	12,002	107,300	178,529	95,884	539,103	507,807	1,477,873	3,224,079
Deferred tax assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other assets	276,666,993	86,084,166	-	-	-	57,448,397	57,841,588	40,939,668	4,697,068	4,697,068	21,249,839	824,271	1,236,407	1,648,541
	7,066,980,904	622,152,202	63,594,519	10,860,128	95,814,209	266,008,299	157,121,735	774,416,083	751,763,571	721,372,687	397,487,107	682,735,055	1,128,186,925	1,395,668,384
Liabilities														
Bills payable	20,817,212	20,817,212	-	-	-	-	-	-	-	-	-	-	-	-
Borrowings	1,689,657,086	335,732	1,596,383,239	5,731,830	4,155,914	23,092,138	13,769,092	17,548,678	534,799	3,238,049	1,475,575	1,147,689	5,414,349	16,827,004
Deposits and other accounts	4,429,285,022	3,826,069,542	11,439,525	14,355,179	149,543,737	67,910,234	78,209,766	258,153,274	74,765,707	55,223,199	31,641,739	27,046,321	32,233,061	4,673,738
Lease Liabilities against assets subject right-of-use assets	8,021,852	80,376	-	-	1,580	4,307	18,728	135,593	129,838	145,656	736,147	670,925	2,006,994	4,067,708
Subordinated debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Deferred tax liabilities	36,545,766	-	-	-	-	-	-	-	-	-	-	-	36,545,766	-
Other liabilities	351,254,766	145,860,004	728,439	617,279	576,674	7,891,555	7,667,455	27,604,870	4,174,015	4,174,015	48,442,049	21,162,162	41,507,354	40,858,904
	6,535,581,704	3,793,162,865	1,608,551,203	20,704,289	154,277,904	98,898,234	99,865,041	303,442,415	79,804,358	60,780,918	82,320,510	50,017,087	117,709,525	66,427,354
Net assets	531,419,200	(3,171,010,663)	(1,544,956,684)	(9,844,161)	(58,663,695)	167,110,065	57,456,694	470,973,668	672,159,213	660,591,769	315,166,597	632,717,968	1,010,477,400	1,329,241,030
Share capital	21,275,131	-	-	-	-	-	-	-	-	-	-	-	-	-
Reserves	82,914,091	-	-	-	-	-	-	-	-	-	-	-	-	-
Unappropriated profit	301,772,256	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus on revaluation of assets - net of tax	125,657,722	-	-	-	-	-	-	-	-	-	-	-	-	-
	531,419,200	-	-	-	-	-	-	-	-	-	-	-	-	-

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2025

2024

Total	Upto 1 Day	Over 1 to 7 days	Over 7 to 14 days	Over 14 days to 1 Month	Over 1 to 2 Months	Over 2 to 3 Months	Over 3 to 6 Months	Over 6 to 9 Months	Over 9 months to 1 year	Over 1 to 2 years	Over 2 to 3 years	Over 3 to 5 Years	Over 5 Years
------(Rupees in '000)-----													
Assets													
Cash and balances with treasury banks	314,234,066	-	-	-	-	-	-	-	-	-	-	-	-
Balances with other banks	56,836,463	2,534,706	3,414,680	-	727,671	-	586,520	694,364	-	-	-	-	-
Lending to financial institutions	31,000,000	30,000,000	-	-	-	-	-	-	-	-	-	-	-
Investments	4,612,334,198	31,604,534	4,460,862	12,100,088	520,981,179	149,422,426	506,830,935	685,945,730	653,453,005	385,499,857	274,257,792	1,221,983,175	166,394,625
Advances	1,404,867,872	198,633,190	231,073,224	200,680,512	34,115,535	50,398,903	140,458,325	93,305,508	152,990,051	44,977,527	53,090,550	205,569,090	187,339,046
Property and equipment	61,668,070	-	-	-	-	-	-	-	1,431,771	3,001,660	1,431,772	1,400,405	54,402,461
Intangible assets	1,939,656	-	-	-	-	-	-	-	646,546	646,545	646,544	-	-
Right-of-use assets	6,317,624	-	-	250	1,425	1,425	24,390	64,852	64,852	417,749	931,153	1,248,833	3,562,695
Deferred tax assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Other assets	255,880,334	79,369,812	-	-	52,993,912	53,390,728	35,877,133	4,655,236	4,655,236	21,401,234	786,009	1,179,013	1,572,021
	6,744,078,252	672,720,133	30,982,856	212,790,850	608,819,722	253,413,481	683,777,903	794,065,690	813,242,062	455,944,573	331,143,920	1,431,400,516	413,270,848
Liabilities													
Bills payable	26,060,123	-	-	-	-	-	-	-	-	-	-	-	-
Borrowings	1,937,756,922	1,407,653	6,238,210	1,557,234,942	12,422,932	3,654,156	19,720,345	530,023	437,468	3,573,437	2,605,938	4,995,166	22,986,945
Deposits and other accounts	3,865,594,883	3,086,435,518	151,447,939	65,756,481	113,889,952	51,321,926	247,967,464	125,851,881	16,689,121	8,863,776	31,118,876	41,392,654	4,737,006
Lease Liabilities against assets subject right-of-use assets	8,030,117	-	-	944	2,203	2,203	30,138	78,204	78,204	579,252	1,064,553	1,709,555	4,485,064
Subordinated debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Deferred tax liabilities	40,944,092	-	-	-	-	-	-	-	-	-	-	40,944,092	-
Other liabilities	408,770,670	207,278,950	64,933	60,662	6,687,721	6,664,147	34,097,578	3,847,171	3,847,171	49,377,942	19,737,459	38,787,241	38,248,098
	6,287,126,807	3,321,482,244	357,688,633	1,623,053,029	132,972,807	61,942,432	301,815,525	130,307,278	21,051,353	62,409,406	54,526,625	128,366,708	70,457,084
Net assets	456,951,446	(2,648,462,111)	(305,182,815)	(9,531,754)	(1,410,282,179)	475,846,915	381,962,378	653,756,412	792,190,709	393,559,167	276,617,195	1,303,031,808	342,813,763
Share capital / head office capital account	21,275,131	-	-	-	-	-	-	-	-	-	-	-	-
Reserves	82,411,898	-	-	-	-	-	-	-	-	-	-	-	-
Unappropriated profit	235,061,992	-	-	-	-	-	-	-	-	-	-	-	-
Surplus / (Deficit) on revaluation of assets-net of tax	118,202,425	-	-	-	-	-	-	-	-	-	-	-	-
	456,951,446	-	-	-	-	-	-	-	-	-	-	-	-

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

48.2.6.2 Maturities of Assets and Liabilities - based on expected maturity of the assets and liabilities of the Bank

2025

	2025									
	Upto 1 Month	Over 1 to 3 Months	Over 3 to 6 Months	Over 6 Months to 1 Year	Over 1 to 2 Years	Over 2 to 3 Years	Over 3 to 5 Years	Over 5 to 10 Years	Above 10 Years	
Assets										
Cash and balances with treasury banks	229,420,607	6,979,737	69,322,642	69,322,642	-	-	-	-	-	-
Balances with other banks	32,125,539	-	1,295,314	19,420	-	-	-	-	-	-
Lending to financial institutions	46,000,000	-	-	-	-	-	-	-	-	-
Investments	4,922,100,157	151,181,029	542,823,339	1,222,374,331	320,903,688	607,994,606	921,203,705	1,108,352,321	22,243,216	
Advances	1,338,085,653	186,378,038	221,385,130	204,025,041	42,814,279	70,028,583	201,898,362	177,000,151	28,543,899	
Property and equipment	66,907,175	-	-	2,539,901	4,800,620	2,539,901	2,370,578	-	54,656,176	
Intangible assets	2,519,665	-	-	839,888	839,888	839,888	-	-	-	
Right-of-use assets	68,609	15,977	107,500	274,413	539,103	507,807	1,477,872	2,291,253	932,826	
Deferred tax assets	-	-	-	-	-	-	-	-	-	
Other assets	276,666,993	166,761,700	30,010,357	9,394,137	21,249,839	824,271	1,236,407	1,646,541	-	
	7,066,980,904	685,777,945	864,944,283	1,508,790,273	391,147,387	682,735,056	1,128,186,925	1,289,292,266	106,376,117	
Liabilities										
Bills payable	20,817,212	15,526,240	1,235,807	1,235,807	1,235,807	-	-	-	-	
Borrowings	1,689,657,086	36,861,230	17,548,678	3,772,947	1,478,575	1,147,689	5,414,349	16,827,004	-	
Deposits and other accounts	4,429,265,022	989,382,847	803,606,161	630,402,632	584,530,780	579,935,362	585,122,102	4,673,738	-	
Lease liabilities against assets subject to right-of-use assets	8,021,852	81,955	135,593	275,495	758,147	670,925	2,008,994	2,921,317	1,146,391	
Subordinated debt	-	-	-	-	-	-	-	-	-	
Deferred tax liabilities	36,545,766	-	-	-	-	-	36,545,766	-	-	
Other liabilities	351,254,766	125,619,732	32,205,887	8,348,030	49,442,049	21,152,152	41,507,354	20,429,454	20,429,451	
	6,535,561,704	2,737,217,509	854,732,126	644,034,811	636,445,336	602,906,128	670,598,567	44,851,512	21,575,842	
Net assets	531,419,200	(2,051,439,564)	10,212,157	864,755,462	(245,297,971)	79,828,928	457,588,358	1,244,440,754	84,800,275	
Share capital / head office capital account	21,275,131									
Reserves	82,914,091									
Unappropriated profit	301,772,256									
Surplus / (Deficit) on revaluation of assets - net of tax	125,457,722									
	531,419,200									

(Rupees in '000)

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2025

2024

	(Rupees in '000)									
	Total	Upto 1 Month	Over 1 to 3 Months	Over 3 to 6 Months	Over 6 Months to 1 Year	Over 1 to 2 Years	Over 2 to 3 Years	Over 3 to 5 Years	Over 5 to 10 Years	Above 10 Years
Assets										
Cash and balances with treasury banks	314,234,036	200,445,656	37,929,460	37,929,460	37,929,460	-	-	-	-	-
Balances with other banks	56,836,483	54,827,928	727,671	566,520	694,364	-	-	-	-	-
Lending to financial institutions	30,000,000	30,000,000	-	-	-	-	-	-	-	-
Investments	4,612,334,198	29,166,829	672,745,227	557,382,002	1,312,218,262	378,186,286	274,257,792	1,221,983,175	162,444,616	3,950,009
Advances	1,404,867,872	400,387,241	144,920,025	130,757,611	238,428,108	46,089,304	54,151,155	205,792,411	140,332,730	43,989,287
Property and equipment	61,668,070	-	-	-	1,431,771	3,001,660	1,431,771	1,400,405	-	54,402,462
Intangible assets	1,939,636	-	-	-	646,545	646,545	646,545	-	-	-
Right-of-use assets	6,317,624	250	2,850	24,390	129,704	417,750	931,153	1,248,833	3,166,709	395,987
Deferred tax assets	-	-	-	-	-	-	-	-	-	-
Other assets	255,880,334	156,603,106	39,614,057	25,414,421	9,310,472	21,401,234	766,009	1,179,013	1,572,021	-
	6,744,078,252	871,431,011	895,939,291	752,094,403	1,600,788,686	449,752,780	332,204,426	1,431,603,837	307,516,075	102,747,744
Liabilities										
Bills payable	26,060,123	16,645,423	2,088,769	2,438,644	2,438,644	2,438,644	-	-	-	-
Borrowings	1,937,756,922	1,866,830,523	16,077,088	19,720,345	967,481	3,573,437	2,605,938	4,995,166	22,850,206	136,740
Deposits and other accounts	3,865,564,883	620,997,987	331,345,504	735,157,611	625,144,903	497,632,631	519,867,731	530,681,509	4,737,007	-
Lease Liabilities against assets subject right-of-use assets	8,030,117	944	4,405	30,138	156,408	579,252	1,064,353	1,709,555	4,010,509	474,556
Subordinated debt	-	-	-	-	-	-	-	-	-	-
Deferred tax liabilities	40,944,092	-	-	-	-	-	-	40,944,092	-	-
Other liabilities	408,770,670	172,619,588	40,697,786	41,613,244	7,694,341	49,372,942	19,737,459	38,787,241	19,124,034	19,124,034
Net assets	6,287,126,807	2,677,094,465	390,223,551	798,959,981	636,401,777	553,596,905	543,275,490	617,117,563	50,721,756	19,735,329
	456,951,446	(1,805,663,454)	505,715,740	(46,865,577)	964,386,909	(103,844,125)	(211,071,054)	814,486,275	256,794,319	83,012,415
Share capital / head office capital account	21,275,131									
Reserves	82,411,898									
Unappropriated profit	235,061,992									
Surplus / (Deficit) on revaluation of assets - net of tax	118,202,425									
	456,951,446									

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

48.2.7 Derivative risk

A derivative is a contract whose value is derived from the performance of an underlying asset, which can include an index, interest rate, commodity price, security price, foreign exchange rate, or similar instruments. Common types of derivatives include forwards, futures, swaps, and options.

Currently, the Bank is not an active participant in the Pakistan derivatives market, as it does not hold an Authorized Derivative Dealer (ADD) license to conduct derivative transactions. Once this license is obtained, the Bank will engage in transactions permitted under the Financial Derivatives Business Regulations issued by the SBP, which may include interest rate swaps, forward rate agreements, foreign currency options, and other similar instruments.

Additionally, the Bank may offer other over the counter (OTC) derivative products to meet customer requirements, with specific approval from the SBP sought on a transaction-by-transaction basis.

49 EVENTS AFTER THE REPORTING DATE

- 49.1** The Board of Directors in their meeting held on February 24, 2026 has announced final cash dividend of Rs. 35 per share (2024: Rs. 8 per share). The unconsolidated financial statements for the year ended December 31, 2025, do not include the effect of this appropriation which will be accounted for in the unconsolidated financial statements for the year ending December 31, 2026.

50 GENERAL

- 50.1** Comparative information has been re-classified, re-arranged or additionally incorporated in these unconsolidated financial statements, wherever necessary, to facilitate comparison and better presentation. No significant reclassifications have been made during the current year.

51 DATE OF AUTHORISATION FOR ISSUE

These unconsolidated financial statements were authorised for issue on February 24, 2026 by the Board of Directors of the Bank.

Rehmat Ali Hasnie
Chairman / CEO

Abdul Wahid Sethi
Chief Financial Officer

Muhammad Sohail Tabba
Director

Aaiza Khan
Director

Farid Malik
Director

ANNEXURE 'I' AS REFERRED TO IN NOTE 11.7.3 OF THE BANK'S UNCONSOLIDATED FINANCIAL STATEMENTS

Statement showing written-off loans or any other financial relief of rupees five hundred thousand or above provided during the year ended December 31,2025

S. No.	Name and address of the borrower	Name of individuals/ partners/ directors (with CNIC No.)	Father's/ Husband's name	Outstanding liabilities at beginning of year			Rupees in '000			Principal written off	Interest/ Mark-up written off/ waived	Other financial relief provided *	Total (9+10+11)
				Principal	Interest/ Mark-up	Other than Interest/ Mark-up	5	6	7				
1	M/s Five Star Cotton Ginners, Factory Leased from M/S Aziz ur Rehman Model Form Cotton Ginning Pressing Industries, Manthar Road Sadiqabad.	Rana Sohail Ashraf 31304-0546085-9	Muhammad Ashraf	-	6,679	89	6,768	-	-	-	1,021	1,021	
2	Javed Iqbal Gps Cosht Kasmt Vill Kosht The Majty	Ms. Nasreen Akhtar 31304-0284808-4 Javed Iqbal 15202-8544883-3	Ghulam Muhammad Musa Muhammad	535	-	-	535	535	-	-	-	535	
3	Azam Ali Po Khas Kassowala Tehsil Daska	Azam Ali 34601-0785723-3	Inayatullah	519	-	-	519	519	-	-	-	519	
4	Muhsaq Abbas Mohala Kot Lashkar Khan Sahiwal	Muhsaq Abbas 38102-8798016-5	Ghulam Abbas	771	-	-	771	771	-	-	-	771	
5	Sajawal Khan Ro Goharabad Po Hattian Tehsil Hattian Bala Dist Jhelum Valley	Sajawal Khan 82203-6158744-3	Sher Khan	1,015	-	-	1,015	1,015	-	-	-	1,015	
6	Mrs.Nasreen Fatima Khawajan,Uch Sharif Ahmadpur East	Mrs.Nasreen Fatima 31201-5550731-4	Fayyaz Ahmad	596	-	-	596	596	-	-	-	596	
7	Kaleemullah Ro Village Khudo Dad Khan Pathan Po Baledai Taluka Mehar Dist Dadu	Kaleemullah 41205-5061559-5	Aurangzeb	910	-	-	910	910	-	-	-	910	
8	Muhammed Younas Chah Abdullah Wala, Po Kukkar Hatta Chator Garh	Muhammed Younas 36102-2184878-1	Muhammed Yaqoob	944	-	-	944	944	-	-	-	944	
9	Tajamul Hussain, Mukhdoum Pur Chu Ward No 4 Kabirwala	Tajamul Hussain 36102-7630028-3	Ghulam Jafar	720	-	-	720	720	-	-	-	720	
10	Muhammad Imran Khan R/O Chah Sadu Wala Rajanpur	Muhammad Imran Khan 32402-3115132-7	Muhammad Ali Qureshi	656	-	-	656	656	-	-	-	656	
11	Ameer Ali R/O H# 1223/99 Nasirabad Nako Mouchi Muhalla Kamber District Kamber @ Shahdadkot	Ameer Ali 43402-0397469-3	Abdul Majeed Abro	514	-	-	514	514	-	-	-	514	
12	Gulab Khan R/O Village Yaro Jalbani District Larkana	Gulab Khan 43205-1620212-3	Hazoor Bux Jalbani	838	-	-	838	838	-	-	-	838	
13	Nisar Ahmed S/O Muhammad Usman Chandio R/O Village Dalel Burro Taluka Mirol Khan	Nisar Ahmed 43204-1150440-3	Muhammad Usman Chandio	508	-	-	508	508	-	-	-	508	

ANNEXURE 'II' AS REFERRED TO IN NOTES 2.2 AND 11.8 OF THE BANK'S UNCONSOLIDATED FINANCIAL STATEMENTS

ISLAMIC BANKING BUSINESS

The bank is operating with 312 (2024: 207) Islamic banking branches and 350 (2024: 251) Islamic banking windows as at December 31, 2025.

		2025	2024
	Note	------(Rupees in '000)-----	
ASSETS			
Cash and balances with treasury banks		57,468,760	28,240,319
Balances with other banks		26,120	49,826
Due from financial institutions	1	30,000,000	30,000,000
Investments	2	274,169,693	123,905,109
Islamic financing and related assets - net	3	246,883,716	144,221,215
Property and equipment		215,071	125,580
Right-of-use assets		602,879	582,812
Intangible assets		-	-
Due from Head Office	4	-	-
Other assets		15,616,604	6,290,354
Total Assets		624,982,843	333,415,215
LIABILITIES			
Bills payable		521,444	1,397,301
Due to financial institutions		-	-
Deposits and other accounts	5	558,984,258	309,438,083
Due to Head Office		30,256,644	2,883,224
Lease liabilities		841,857	814,024
Subordinated debt		-	-
Other liabilities		4,356,700	2,846,597
		594,960,903	317,379,229
NET ASSETS		30,021,940	16,035,986
REPRESENTED BY			
Islamic Banking Fund		14,864,000	8,531,000
Reserves		-	-
Surplus on revaluation of assets		1,472,380	2,612,858
Unappropriated / Unremitted profit	7	13,685,560	4,892,128
		30,021,940	16,035,986
CONTINGENCIES AND COMMITMENTS			
	8		

The profit and loss account of the Bank's Islamic banking branches for the year ended December 31, 2025 is as follows:

		2025	2024
	Note	------(Rupees in '000)-----	
Profit / return earned	9	46,191,746	29,980,783
Profit / return expensed	10	27,101,773	19,739,351
Net Profit / return		19,089,973	10,241,432
Other income			
Fee and Commission Income		358,493	385,781
Dividend Income		127	-
Foreign Exchange Income		4,669	98,289
Income / (loss) from derivatives		-	-
(Loss) / Gain on securities		(27,046)	1,194
Other Income		407	549
Total other income		336,650	485,813
Total Income		19,426,623	10,727,245
Other expenses			
Operating expenses		4,912,652	4,007,585
Workers Welfare Fund		-	-
Other charges		325	806
Total other expenses		4,912,977	4,008,391
Profit before credit loss allowance		14,513,646	6,718,854
Credit loss allowance and write offs - net		828,086	386,000
Profit before taxation		13,685,560	6,332,854
Taxation		-	-
Profit after taxation		13,685,560	6,332,854

ANNEXURE 'II' AS REFERRED TO IN NOTES 2.2 AND 11.8 OF THE BANK'S UNCONSOLIDATED FINANCIAL STATEMENTS

	2025			2024		
	In Local Currency	In Foreign currencies	Total	In Local Currency	In Foreign currencies	Total
------(Rupees in '000)-----						
1 Due from Financial Institutions						
Call Money Placement	30,000,000	-	30,000,000	30,000,000	-	30,000,000
Due from financial institutions - net of credit loss allowance	30,000,000	-	30,000,000	30,000,000	-	30,000,000

	2025				2024			
	Cost / Amortised cost	Credit loss allowance for diminution	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Credit loss allowance for diminution	Surplus / (Deficit)	Carrying Value
------(Rupees in '000)-----								
2 Investments by segments:								
Debt Instruments								
Classified / Measured at amortised cost								
Federal Government Securities								
-GOP Ijarah Sukuks	19,026,887	-	-	19,026,887	14,057,627	-	-	14,057,627
-Bai Muajjal with GoP	8,466,335	-	-	8,466,335	-	-	-	-
Non Government debt securities Sukuks	113,446	(113,446)	-	-	130,807	(130,807)	-	-
	27,606,668	(113,446)	-	27,493,222	14,188,434	(130,807)	-	14,057,627
Classified / Measured at FVOCI								
Federal Government Securities								
-GOP Ijarah Sukuks	232,907,863	-	1,376,114	234,283,977	83,155,034	-	2,334,037	85,489,071
Non Government debt securities Sukuks	11,230,599	(454,292)	96,266	10,872,573	22,784,066	(550,572)	278,821	22,512,315
	244,138,462	(454,292)	1,472,380	245,156,550	105,939,100	(550,572)	2,612,858	108,001,386
Classified / Measured at FVTPL								
Non Government debt securities Sukuks	1,394,666	-	1,328	1,395,994	1,832,366	-	868	1,833,234
	1,394,666	-	1,328	1,395,994	1,832,366	-	868	1,833,234
Mutual Funds Units (for the purpose of personal finance)	124,991	-	(1,064)	123,927	12,536	-	326	12,862
Total Investments	273,264,787	(567,738)	1,472,644	274,169,693	121,972,436	(681,379)	2,614,052	123,905,109

	2025				2024			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
------(Rupees in '000)-----								
2.1 Particulars of credit loss allowance								
Non Government debt securities	3,628	110,664	453,446	567,738	99,880	110,692	470,807	681,379

ANNEXURE 'II' AS REFERRED TO IN NOTES 2.2 AND 11.8 OF THE BANK'S UNCONSOLIDATED FINANCIAL STATEMENTS

		2025	2024
	Note	------(Rupees in '000)-----	
3	Islamic financing and related assets		
Ijarah	3.1	33,447,156	8,436
Murabaha	3.2	47,649,156	1,050,778
Running Musharaka		108,853,414	104,490,555
Diminishing Musharaka		19,911,201	14,530,164
Musawama		16,260,863	7,443
Other Islamic Modes (Wakala tul Istismar)		-	8,500,000
Advance for Murabaha		-	378,000
Advance for Diminishing Musharaka		937,269	1,320,707
Advance for Istisna		19,077,274	12,797,450
Inventories against Istisna		3,850,754	3,815,624
Inventories against Tijara		500,000	-
Gross Islamic financing and related assets		250,487,087	146,899,157
Less: Credit loss allowance against Islamic financings			
Stage 1		(1,250,869)	(664,490)
Stage 2		(247,855)	(28,044)
Stage 3		(2,104,647)	(1,985,408)
		(3,603,371)	(2,677,942)
Islamic financing and related assets - net of credit loss allowance		246,883,716	144,221,215

3.1 Ijarah

	2025						
	Cost			Depreciation			Book Value as at Dec 31, 2025
	As at Jan 01, 2025	Additions / (deletions) / (adjustment)	As at Dec 31, 2025	As at Jan 01, 2025	Charge/ Adjustment for the year	As at Dec 31, 2025	
	------(Rupees in '000)-----						
Plant & Machinery	55,484	34,624,145	34,677,404	47,048	1,183,200	1,230,248	33,447,156
Vehicles	2,645	(2,225)	-	2,645	-	-	-
		(2,645)			(2,645)		
Total	58,129	34,624,145	34,677,404	49,693	1,183,200	1,230,248	33,447,156
		(4,870)			(2,645)		
	2024						
	Cost			Depreciation			Book Value as at Dec 31, 2024
	As at Jan 01, 2024	Additions / (deletions) / (adjustment)	As at Dec 31, 2024	As at Jan 01, 2024	Charge/ Adjustment for the year	As at Dec 31, 2024	
	------(Rupees in '000)-----						
Plant & Machinery	59,828	-	55,484	47,449	-	47,048	8,436
		(4,344)			(401)		
Vehicles	6,000	-	2,645	4,630	1,371	2,645	-
		(3,355)			(3,356)		
Total	65,828	-	58,129	52,079	1,371	49,693	8,436
		(7,699)			(3,757)		

ANNEXURE 'II' AS REFERRED TO IN NOTES 2.2 AND 11.8 OF THE BANK'S UNCONSOLIDATED FINANCIAL STATEMENTS

3.1.1 Future Ijarah payments receivable

	2025				2024			
	Not later than 1 year	Later than 1 year & less than 5 years	Over Five years	Total	Not later than 1 year	Later than 1 year & less than 5 years	Over Five years	Total
	------(Rupees in '000)-----							
Ijarah rental receivables	22,594,767	15,502,885	-	38,097,652	475	-	-	475

3.2 Murabaha

	Note	2025	2024
		------(Rupees in '000)-----	
Murabaha financing	3.2.1	47,649,156	1,050,778
Advances for Murabaha		-	378,000
		47,649,156	1,428,778
3.2.1 Murabaha receivable - gross	3.2.2	72,250,406	1,152,762
Less: Deferred murabaha income	3.2.4	24,226,363	13,366
Profit receivable shown in other assets		374,887	88,618
Murabaha financings		47,649,156	1,050,778
3.2.2 The movement in Murabaha financing during the year is as follows:			
Opening balance		1,152,762	3,409,195
Sales during the year		73,800,541	4,367,769
Adjusted during the year		2,702,897	6,624,202
Closing balance		72,250,406	1,152,762
3.2.3 Murabaha sale price		73,800,541	4,367,769
Murabaha purchase price		49,167,211	4,249,509
		24,633,330	118,260
3.2.4 Deferred murabaha income			
Opening balance		13,366	31,040
Arising during the year		24,633,331	118,260
Less: Recognised during the year		420,334	135,934
Closing balance		24,226,363	13,366

ANNEXURE 'II' AS REFERRED TO IN NOTES 2.2 AND 11.8 OF THE BANK'S UNCONSOLIDATED FINANCIAL STATEMENTS

4 Due from Head Office
Due from Head Office Rs.0 Million (2024: Rs Nil)

5 Deposits	2025			2024		
	In Local Currency	In Foreign Currencies	Total	In Local Currency	In Foreign Currencies	Total
------(Rupees in '000)-----						
Customers						
Current deposits - remunerative	4,282,135	-	4,282,135	1,497,103	-	1,497,103
Current deposits - Non remunerative	102,986,536	254,621	103,241,157	40,619,109	215,067	40,834,176
Savings deposits	184,103,510	-	184,103,510	78,701,894	-	78,701,894
Term deposits	17,845,260	-	17,845,260	17,145,145	-	17,145,145
Others	7,390,576	-	7,390,576	4,800,439	-	4,800,439
	316,608,017	254,621	316,862,638	142,763,690	215,067	142,978,757
Financial Institutions						
Current deposits - remunerative	696,562	-	696,562	406,892	-	406,892
Current deposits - Non remunerative	197,508,539	-	197,508,539	136,864,262	-	136,864,262
Savings deposits	43,244,519	-	43,244,519	28,572,672	-	28,572,672
Term deposits	672,000	-	672,000	615,500	-	615,500
	242,121,620	-	242,121,620	166,459,326	-	166,459,326
	558,729,637	254,621	558,984,258	309,223,016	215,067	309,438,083

5.1 Composition of deposits

	2025	2024
------(Rupees in '000)-----		
- Individuals	148,848,424	78,737,881
- Government / Public Sector Entities	134,782,184	41,395,878
- Banking Companies	198,564,656	137,454,684
- Non-Banking Financial Institutions	43,556,964	29,004,641
- Private Sector	33,232,030	22,844,999
	558,984,258	309,438,083

5.2 This includes deposits eligible to be covered under insurance arrangements amounting to Rs 160,195 million (2024: Rs 87,194 million).

	2025	2024
------(Rupees in '000)-----		
6 Charity Fund		
Opening Balance	955	6,369
Additions during the period		
Received from customers on account of delayed payment	1,797	1,302
Profit on charity saving account	81	284
	2,833	7,955
Payments / Utilization during the Year		
Education	-	3,500
Health	-	3,500
Others (Relief Fund)	1,000	-
	1,000	7,000
Closing Balance	1,833	955

ANNEXURE 'II' AS REFERRED TO IN NOTES 2.2 AND 11.8 OF THE BANK'S UNCONSOLIDATED FINANCIAL STATEMENTS

	2025	2024
	------(Rupees in '000)-----	
6.1 Donation paid during the year are as follows		
Indus Hospital & Health Network	-	2,500
The Citizen Foundation	-	1,500
Network of Organization Working with People with Disabilities Pakistan , (NOWPDP)	-	2,000
Abaseen Institute of Medical Science (AIMS)	-	1,000
Prime Minister Flood relief Fund for Flood, Earthquake and other Calamities	1,000	-
Total	1,000	7,000
7 Islamic Banking Business Unremitted / Unappropriated profit		
Opening Balance	4,892,128	3,529,477
Add: Islamic banking profit for the period	13,685,560	6,332,854
Less: Impact of adoption of IFRS 9	-	(1,440,726)
Less: Transferred / Remitted to Head Office	(4,892,128)	(3,529,477)
Closing Balance	13,685,560	4,892,128
8 Contingencies and Commitments		
-Guarantees	-	-
-Commitments	-	-
-Other contingent liabilities	-	-
	-	-
9 Profit/Return Earned of Financing, Investments and Placement		
Profit earned on:		
Financing	21,434,590	16,191,448
Investments	24,738,054	13,780,656
Placements	19,102	8,679
	46,191,746	29,980,783
10 Profit on Deposits and Other Dues Expensed		
Deposits and other accounts	13,816,744	12,898,692
Due to Financial Institutions	-	292
Amortisation of lease liability against - ROUA	161,514	144,456
Others (General Account)	13,123,515	6,695,911
	27,101,773	19,739,351
11 Pool Management		
NBP-AIBG has managed following pools for profit and loss distribution.		
a) General depositor pool		
The General pool consists of all other remunerative deposits. NBP Aitemaad (the Mudarib) accept deposits on the basis of Mudaraba from depositors (Rabbulmaal). The net return on the pool is arrived at after deduction of direct costs from the gross return earned on the pool. The entire net return after paying equity share to Mudarib is considered as distributable profit of the pool.		

ANNEXURE 'II' AS REFERRED TO IN NOTES 2.2 AND 11.8 OF THE BANK'S UNCONSOLIDATED FINANCIAL STATEMENTS

b) Special depositor pools (Total 125 during the period and 47 as at December 31, 2025)

Special pool(s) are created where the customers desire to invest in high yield assets. These pool(s) rates are higher than the general pool depending on the assets. In case of loss in special pool, the loss will be borne by the special pool members. The net return on the pool is arrived at after deduction of direct costs from the gross return earned on the pool. From the net return, and after allocation of share of profit to commingled equity, profit is paid to the Mudarib in the ratio of the Mudarib's equity in the pool to the total pool. The balance represents the distributable profit.

c) Equity pool

Equity pools include AIBG's fund and current account deposits. The equity pool may have constructive liquidation every month and risk associated with assets of pool includes operational, market, equity, return and Shariah.

Key features and risk & reward characteristics

Deposits are accepted from customers on the basis of Qard (current accounts) and Mudarabah (Saving and term deposits). No profit or loss is passed on to current account depositors.

For deposits accepted on Mudarabah basis from depositors (Rab ul Maal) the Bank acts as Manager (Mudarib) and invests the funds in the Shariah Compliant modes of financings. Rab ul Maal share is distributed among depositors according to weightages declared for a month before start of the period.

In case of loss in a pool during the profit calculation period, the loss is distributed among the depositors (remunerative) according to their ratio of investment.

For all pools, the Mudarib's share is deducted from the distributable profit to calculate the profit to be allocated to depositors. The allocation of the profit to various deposit categories is determined by the amount invested in that category relative to the total pool, as well as by the weightage assigned to the various deposit categories.

The assets, liabilities, equities, income and expenses are segregated for each of the pool. No pool investment is intermingled with each other. The risk associated with each pool is thus equally distributed among the pools.

Avenues / sectors of economy / business where Mudaraba based deposits have been deployed.

Sector	2025	2024
	Percentage	
Fertilizer	0.42%	0.00%
Textile	1.07%	1.56%
Fuel & energy	17.06%	11.14%
Leasing/Mudaraba	0.06%	0.01%
Sugar	1.76%	2.48%
Cement	0.96%	1.64%
Gas	0.11%	0.19%
Financial	7.23%	10.67%
Federal Government	45.49%	32.52%
Real Estate	0.58%	1.08%
Agriculture	0.43%	0.46%
Commodity Operations	20.24%	34.54%
Others	4.60%	3.71%
Total	100.0%	100.0%

ANNEXURE 'II' AS REFERRED TO IN NOTES 2.2 AND 11.8 OF THE BANK'S UNCONSOLIDATED FINANCIAL STATEMENTS

Parameters for profit allocation and charging expenses

Profit of the pools has been distributed between Mudarib and Rab-ul-Mall by using preagreed profit sharing ratios. The share of Rab-ul-Mall's profit has been distributed among different customers using the various weightages assigned to the different categories of the pool.

Administrative expense are borne by Mudarib and not charged to Mudaraba pool.

	31-Dec-25
	---Rupees in '000---
Mudarib Share	
Gross Distributable Income	33,459,554
Mudarib (Bank) share of profit before Hiba	13,919,638
Mudarib Share in % age	41.60%
Hiba from Mudarib Share	
Mudarib (Bank) share of profit before Hiba	13,919,638
Hiba from bank's share to depositors	6,360,505
Hiba from bank's share to depositors in % age	45.69%

During the year ended December 31, 2025 the average profit rate earned by NBP Aitemaad Islamic Banking Group is 12.10% and the profit distributed to the depositors is 9.54%.

CONSOLIDATED

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Directors' Report to the Shareholders Consolidated Financial Statements

Dear Shareholders,

On behalf of the Board of Directors, we are pleased to present the Directors' Review together with consolidated financial statement of National Bank of Pakistan "the Bank" and its group companies for the year ended December 31, 2025

Consolidated after-tax profit for the year ended December 31, 2025, amounted to PKR 85.878 Bn, being 224.0% higher than PKR 26.503 Bn for the same period last year. During the year, the subsidiary companies contributed PKR 1.876 Bn (December 31, 2024: PKR 0.984 Bn) in Group profitability, whereas the associates contributed share of profit of PKR 0.482 Bn (December 31, 2024: PKR 0.479 Bn). Accordingly, consolidated EPS per share recorded at PKR 39.97 for the year ended December 31, 2025, as compared to EPS of PKR 12.21 for the same period last year.

As of December 31, 2025, consolidated assets of the Group amounted to PKR 7,078.4 Bn being PKR 324.4 Bn or 4.8% higher than PKR 6,754.0 Bn of December 31, 2024.

The profit for the year ended December 31, 2025, after incorporating the accumulated profit from 2024, is proposed to be appropriated as follows:

	(PKR 'Mn)
Unappropriated profit brought forward December 31, 2024	241,120.4
Impact of adoption of IFRS 9 - net of tax	422.0
Unappropriated profit as of January 01, 2025 - restated	241,542.4
Consolidated profit after tax for the year ended December 31, 2025	85,877.8
Remeasurement loss on defined benefit obligation - net of tax	(1,382.7)
Gain on sale of Equity Shares FVOCI - net of tax	7,190.2
Non-controlling interest	(846.1)
Transfer from surplus on revaluation of fixed assets and non-banking assets - net of tax	179.6
	91,018.8
Profit available for appropriations	332,561.2
Less: Appropriation:	
Transfer to Statutory Reserve	8,591.2
Dividend Pay Out	17,020.1
	25,611.3
Unappropriated profit carried forward	306,949.9
For and on behalf of the Board of Directors	

Rehmat Ali Hasnie
President & CEO

Navaid Hasib Malik
Director

Karachi

Date: February 24, 2026

مجموعی مالیاتی گوشوارے

محترم حصص داران

ہم بورڈ آف ڈائریکٹرز کی طرف سے 31 دسمبر 2025 کو ختم ہونے والے سال کے لیے پیش نظر بینک آف پاکستان اور اس کے ذیلی اداروں کے لیے ڈائریکٹرز کا جائزہ اور آڈٹ شدہ مجموعی مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

31 دسمبر 2025 کو ختم ہونے والے سال کے لیے ٹیکس کے بعد ہونے والا مجموعی منافع 85.878 بلین روپے رہا جو کہ 31 دسمبر 2024 کو ختم ہونے والے سال کے 26.503 بلین روپے کے منافع سے 224.0% زیادہ ہے۔ اس سال بینک کے ذیلی اداروں نے گروپ منافع میں 1.876 بلین روپے (31 دسمبر 2024: 0.984 بلین روپے) کے منافع کا حصہ ڈالا جبکہ شریک اداروں کی جانب سے منافع میں حصہ 0.482 بلین روپے (31 دسمبر 2024: 0.479 بلین روپے) تھا۔ اس طرح 31 دسمبر 2025 کو ختم ہونے والے سال کے لیے مجموعی فی حصص آمدنی (EPS) سال 2024 کے 12.21 روپے کے مقابلے میں 39.97 روپے ہو گئی۔

31 دسمبر 2025 کو بینک کے مجموعی اثاثوں کی مالیت 7,078.4 بلین روپے تھی جو کہ 31 دسمبر 2024 کے بینک کے مجموعی اثاثوں کی مالیت 6,754.0 بلین روپے سے 4.8% یا 324.4 بلین روپے زیادہ ہے۔

31 دسمبر 2025 کو ختم ہونے والے سال کے لیے گروپ کے بعد از ٹیکس منافع کو 2024 کے جمع شدہ منافع کے ساتھ آگے بڑھانے کے بعد تخصیص کے لیے تجویز مندرجہ ذیل ہے:

(بلین روپے)	
241,120.4	31 دسمبر 2024 سے آگے منتقل کیا گیا غیر مختص شدہ منافع
422.0	IFRS-9 کو اپنانے کا اثر، بعد از ٹیکس
241,542.4	01 جنوری 2025 کو غیر مختص شدہ منافع۔ ریٹیلٹیڈ
85,877.8	31 دسمبر 2025 کو ختم ہونے والے سال کا بعد از ٹیکس مجموعی منافع
(1,382.7)	متعین فائدے کی ذمہ داریوں پر دوبارہ پیمائش پر (نقصان)۔ بعد از ٹیکس
7,190.2	FVOCI کے طور پر پیش کردہ، سرمایہ کاری کی فروخت پر حاصل شدہ منافع۔ بعد از ٹیکس
(846.1)	نان کنٹرولنگ انٹرسٹ
179.6	جامد اثاثوں کی نظر ثانی شدہ قدر کی وجہ سے ذخائر سے منتقلی۔ بعد از ٹیکس
91,018.8	
332,561.2	تصرف کے لیے دستیاب منافع
	تصرف:
8,591.2	قانونی ذخائر میں منتقلی
17,020.1	ڈویڈنڈ کی ادائیگی
25,611.3	
306,949.9	غیر تصرف شدہ منافع۔ آگے بڑھایا گیا:
	بورڈ آف ڈائریکٹرز کے لیے اور انکی جانب سے

نوید حبیب ملک
ڈائریکٹر

رحمت علی حسنی
صدر و سیدی او
کراچی

تاریخ: 24 فروری 2026

A.F. Ferguson & Co.
Chartered Accountants
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Independent Auditors' Report

To the members of National Bank of Pakistan

Opinion

We have audited the annexed consolidated financial statements of National Bank of Pakistan (the Holding Company) and its subsidiaries (the Group), which comprise the consolidated statement of financial position as at December 31, 2025, and the consolidated statement of profit and loss account, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated cash flow statement for the year then ended, and notes to the consolidated financial statements, including material accounting policy information and other explanatory information.

In our opinion, consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at December 31, 2025, and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Group in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* as adopted by the Institute of Chartered Accountants of Pakistan (the Code), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the Key Audit Matter:

S.No	Key Audit Matter	How the matter was addressed in our audit
01	<p>Credit loss allowance against advances and off-balance sheet obligations: (Refer notes 4.1.3.4, 4.5, 11 and 21 to the consolidated financial statements)</p> <p>The Group records credit loss allowance against advances and off-balance sheet obligations in accordance with the requirements of the application instructions issued by the State Bank of Pakistan (SBP) for IFRS-9.</p> <p>Under IFRS 9, the Group assesses on a forward-looking basis the Expected Credit Losses ('ECL') associated with advances together with off-balance sheet obligations including letters of credit, guarantees and irrevocable unutilised financing commitments. A lifetime ECL is recorded on advances and off-balance sheet obligations in which there has been a Significant Increase in Credit Risk (SICR) from the date of initial recognition and on advances and off-balance sheet obligations which are credit impaired as on the reporting date. A 12 months ECL is recorded for advances and off-balance sheet obligations which do not meet the criteria for SICR or "credit impaired" as at the reporting date. To assess whether there is a significant increase in the credit risk, the Group compares the risk of a default occurring on the advances and off-balance sheet obligations as at the reporting date with the risk of default as at the date of initial recognition. Both lifetime and 12 months ECL are calculated at the facility level. The credit loss allowance is increased by provisions charged to the consolidated statement of profit and loss account and is decreased by charged off / write offs, net of recoveries.</p> <p>The Group records a charge for Stage 3 based on the higher of provision under Prudential Regulations or ECL under IFRS 9, as per the application instructions of the State Bank of Pakistan (SBP). This assessment is conducted at the facility level for corporate, commercial, agriculture, and SME advance portfolios and off-balance sheet obligations, and at a segment level for the retail portfolio. If one facility of a counterparty becomes 90+ days past due (DPD) or is otherwise defined as impaired under Prudential Regulations, all other facilities of that counterparty are classified as Stage 3.</p> <p>The measurement of ECL involves evaluating a range of possible outcomes, considering the time value of money, and incorporating reasonable and supportable information available at the reporting date about past</p>	<p>Our audit procedures to verify credit loss allowance against advances and off-balance sheet obligations included, amongst others, the following:</p> <p>We obtained and updated our understanding of the management's assessment of credit loss allowance in respect of advances and off-balance sheet obligations including the Group's internal rating model, accounting policies, and model methodology as well as any key changes made during the year.</p> <p>We obtained an understanding of the design and evaluated and tested the operating effectiveness of the relevant controls established by the Group to identify loss events and determine the extent of provisioning required against advances and off-balance sheet obligations.</p> <p>The testing of controls included testing of: controls over the correct classification of customers;</p> <ul style="list-style-type: none"> controls over the monitoring of customers with higher risk of default having exposure to advances and off-balance sheet obligations and correct classification of customers based on subjective criteria; controls over the accurate computation and recording of credit loss allowance; and controls over the governance and approval process related to credit loss allowance, including continuous reassessment by the management. <p>We selected a sample of customers and performed the following substantive procedures:</p> <ul style="list-style-type: none"> assessed the reasonableness and accuracy of the data used for credit loss allowance computation based on accounting records and information system of the Group as well as the related external sources used for this purpose; checked repayments of advances / mark-up instalments and tested the classification of customer exposure based on the number of days overdue; tested the staging of advances and off-balance sheet obligations as per the criteria of SICR and in accordance with the application instructions as issued by the SBP for IFRS 9; evaluated the management's assessment for classification of a customers' exposure as

S.No	Key Audit Matter	How the matter was addressed in our audit
	<p>events, current conditions, and forecasts of future economic conditions.</p> <p>The net credit allowance recognised / reversed during the year is charged to the consolidated statement of profit and loss account and accumulated credit loss allowance is netted-off against advances and credit loss allowance against off-balance sheet obligations is reflected under other liabilities.</p> <p>Provisions pertaining to overseas advances are made in accordance with the requirements of the regulatory authorities of the respective countries and are adjusted as per the application instructions for IFRS 9 issued by the SBP.</p> <p>The Group has recognised a net credit loss allowance against advances and net credit loss allowance against off-balance sheet obligations amounting to Rs. 12,801.530 million and Rs 167.047 million, respectively in the consolidated statement of profit and loss account in the current year. As at December 31, 2025, the Group holds a credit loss allowance of Rs. 276,940.955 million and Rs 2,460.086 million against advances and off-balance sheet obligations, respectively.</p> <p>The determination of credit loss allowance against advances and off-balance sheet obligations based on the above criteria remains a significant area of judgment and estimation. Because of the significance of the impact of these judgments / estimations and the materiality of advances and off-balance sheet obligations relative to the overall consolidated financial statements of the Group, we considered this area as a key audit matter.</p>	<p>performing or non-performing under prudential regulations and the application instructions as issued by the SBP for IFRS 9, based on a review of repayment pattern, inspection of credit documentation and discussions with the management; and</p> <ul style="list-style-type: none"> assessed the ECL model used by the management to calculate expected credit loss against advances and off-balance sheet obligations balances of the Group for the appropriateness of the assumptions used and the methodology applied. We also tested the mathematical accuracy of the model. <p>Assessed the reasonableness of the forward-looking assumptions used by the management in calculation of ECL;</p> <p>Assessed the relevant disclosures made in the consolidated financial statements to determine whether they comply with the accounting and reporting standards as applicable in Pakistan; and We issued instructions to auditors of those overseas branches which were selected for audit, highlighting 'Credit loss allowance against advances and off-balance sheet obligations' as a significant risk. The auditors of those branches performed audit procedures to check compliance with regulatory requirements and reported the results thereof to us. We, as auditors of the Group, evaluated the work performed by the component auditors and ensured compliance with the requirements of IFRS 9 as applicable in Pakistan and as per the application instructions of the SBP in the consolidated financial statements.</p>

Information Other than the Consolidated and Unconsolidated Financial Statements and Auditor's Reports Thereon

Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the consolidated and unconsolidated financial statements and our auditor's reports thereon. Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and the Board of Directors for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with accounting and reporting standards as applicable in Pakistan, the requirements of Banking Companies Ordinance, 1962 and the Companies Act, 2017 (XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide to the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partners on the audit resulting in this independent auditor's report are Shahbaz Akbar and Zulfikar Ali Causer on behalf of A. F. Ferguson & Co., Chartered Accountants and BDO Ebrahim & Co., Chartered Accountants, respectively.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2025

2025	2024		2025	2024	
------(USD in '000)-----			Note ------(Rupees in '000)-----		
ASSETS					
1,342,047	1,123,746	Cash and balances with treasury banks	7	375,938,408	314,787,387
119,708	209,354	Balances with other banks	8	33,532,943	58,644,846
164,214	107,096	Lendings to financial institutions	9	46,000,000	30,000,000
17,581,009	16,474,362	Investments	10	4,924,846,783	4,614,849,276
4,775,539	5,014,321	Advances	11	1,337,738,847	1,404,627,126
240,996	222,157	Property and equipment	12	67,508,646	62,231,233
23,940	23,548	Right-of-use assets	13	6,706,135	6,596,343
11,160	9,200	Intangible assets	14	3,126,286	2,577,003
-	-	Deferred tax assets	20	-	-
1,010,265	927,034	Other assets	15	282,998,653	259,683,639
25,268,878	24,110,818	Total Assets		7,078,396,701	6,753,996,853
LIABILITIES					
74,315	93,031	Bills payable	16	20,817,212	26,060,123
6,031,838	6,917,520	Borrowings	17	1,689,657,086	1,937,756,922
15,806,149	13,798,264	Deposits and other accounts	18	4,427,667,537	3,865,212,297
31,713	30,650	Lease liabilities	19	8,883,515	8,585,682
-	-	Subordinated debt		-	-
129,560	146,348	Deferred tax liabilities	20	36,292,883	40,995,264
1,274,985	1,468,419	Other liabilities	21	357,152,768	411,337,824
23,348,560	22,454,232	Total Liabilities		6,540,471,001	6,289,948,112
1,920,318	1,656,586	NET ASSETS		537,925,700	464,048,741
REPRESENTED BY					
75,949	75,949	Share capital	22	21,275,131	21,275,131
295,040	293,247	Reserves	23	82,647,530	82,145,337
447,533	421,632	Surplus on revaluation of assets - net of tax	24	125,364,336	118,109,044
1,095,768	860,765	Unappropriated profit		306,949,971	241,120,418
1,914,290	1,651,593	Total equity attributable to the equity holders of the Bank		536,236,968	462,649,930
6,028	4,993	Non-controlling interest	25	1,688,732	1,398,811
1,920,318	1,656,586			537,925,700	464,048,741
CONTINGENCIES AND COMMITMENTS					
			26		

The annexed notes 1 to 52 and annexures I and II form an integral part of these consolidated financial statements.

Rehmat Ali Hasnie
Chairman / CEO

Abdul Wahid Sethi
Chief Financial Officer

Muhammad Sohail Tabba
Director

Aaiza Khan
Director

Farid Malik
Director

CONSOLIDATED STATEMENT OF PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED DECEMBER 31, 2025

2025	2024		Note	2025	2024
-----USD in '000-----				-----Rupees in '000-----	
2,788,631	3,890,757	Mark-up / return / interest earned	27	781,159,921	1,089,890,938
1,901,093	3,278,745	Mark-up / return / interest expensed	28	532,540,038	918,452,244
887,538	612,012	Net mark-up / interest income		248,619,883	171,438,694
NON MARK-UP / INTEREST INCOME					
123,841	104,137	Fee and commission income	29	34,690,814	29,171,163
18,879	21,056	Dividend income		5,288,516	5,898,270
56,536	21,109	Foreign exchange income		15,837,049	5,913,142
-	-	Income / (loss) from derivatives		-	-
48,206	100,652	Gain on securities	30	13,503,667	28,195,070
-	-	Net loss on derecognition of financial assets measured at			
(4,681)	(2,365)	amortised cost	31	(1,311,257)	(662,486)
-	2,159	Share of profit from joint venture		-	604,843
1,722	1,709	Share of profit from associates		482,397	478,612
4,075	2,587	Other income	32	1,141,565	724,806
248,578	251,044	Total non-markup / interest income		69,632,751	70,323,420
1,136,116	863,056	Total income		318,252,634	241,762,114
NON MARK-UP / INTEREST EXPENSES					
461,350	642,906	Operating expenses	33	129,234,717	180,092,705
-	-	Workers' welfare fund		-	-
139	164	Other charges	34	39,072	46,026
461,489	643,070	Total non-markup / interest expenses		129,273,789	180,138,731
674,627	219,986	Profit before credit loss allowance / provisions		188,978,845	61,623,383
32,828	16,076	Credit loss allowance / provisions and write offs - net	35	9,195,787	4,503,223
-	-	Other income / expense items		-	-
641,799	203,910	PROFIT BEFORE TAXATION		179,783,058	57,120,160
335,228	109,300	Taxation	36	93,905,243	30,617,455
306,571	94,610	PROFIT AFTER TAXATION		85,877,815	26,502,705
Attributable to:					
303,551	92,763	Equity holders of the Bank		85,031,673	25,985,128
3,020	1,847	Non-controlling interest		846,142	517,577
306,571	94,610			85,877,815	26,502,705
----- USD -----				----- Rupees -----	
0.14	0.04	Basic earnings per share	37	39.97	12.21
0.14	0.04	Diluted earnings per share	38	39.97	12.21

The annexed notes 1 to 52 and annexures I and II form an integral part of these consolidated financial statements.

Rehmat Ali Hasnie
Chairman / CEO

Abdul Wahid Sethi
Chief Financial Officer

Muhammad Sohail Tabba
Director

Aaiza Khan
Director

Farid Malik
Director

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED DECEMBER 31, 2025

2025	2024			2025	2024
----- (USD in '000) -----			Note	----- (Rupees in '000) -----	
306,571	94,610	Profit after taxation for the year		85,877,815	26,502,705
		Other comprehensive income			
		Items that may be reclassified to the consolidated statement of profit and loss account in subsequent periods:			
4,697	(3,572)	Effect of translation of net investment in foreign branches - net of tax		1,315,656	(1,000,476)
(33,573)	5,906	Transfer of exchange (gain) / loss translation reserves on closure of foreign branches from other comprehensive income to the consolidated statement of profit and loss account		(9,404,701)	1,654,329
-	(22,397)	Transfer of exchange gain translation reserves on disposal of joint venture from other comprehensive income to the consolidated statement of profit and loss account		-	(6,273,909)
46,898	154,674	Movement in surplus on revaluation of debt investments carried at FVOCI - net of tax		13,137,158	43,327,840
(9,533)	(10,545)	Gain on sale of debt securities carried at FVOCI - reclassified to the consolidated statement of profit and loss account - net of tax		(2,670,455)	(2,953,934)
8,489	124,066			2,377,658	34,753,850
		Items that will not be reclassified to the consolidated statement of profit and loss account in subsequent periods:			
(4,936)	(1,612)	Remeasurement loss on defined benefit obligations - net of tax	41.8.2	(1,382,651)	(451,499)
(77)	61,041	Movement in surplus on revaluation of equity investments carried at FVOCI - net of tax		(21,652)	17,098,865
400	2,878	Movement in surplus on revaluation of property and equipment - net of tax	24.1	112,136	806,267
932	644	Movement in surplus on revaluation of non-banking assets - net of tax	24.2	261,028	180,451
(3,681)	62,951			(1,031,139)	17,634,084
311,379	281,628	Total comprehensive income attributable to:		87,224,334	78,890,639
308,358	279,781	Equity holders of the Bank		86,378,192	78,373,062
3,021	1,848	Non-controlling interest		846,142	517,577
311,379	281,628			87,224,334	78,890,639

The annexed notes 1 to 52 and annexures I and II form an integral part of these consolidated financial statements.

Rehmat Ali Hasnie
Chairman / CEO

Abdul Wahid Sethi
Chief Financial Officer

Muhammad Sohail Tabba
Director

Aaiza Khan
Director

Farid Malik
Director

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED DECEMBER 31, 2025

	Capital reserves		Revenue reserves		Surplus / (deficit) on revaluation of			Unappropriated profit	Sub total	Non-Controlling Interest	Total	
	Share capital	Exchange translation reserve	Statutory reserve	General reserve	Total	Investments	Property and equipment / Non-banking assets					Total
(Rupees in '000)												
Balance as at December 31, 2023	21,275,131	37,306,859	47,250,622	521,338	85,078,819	16,558,734	47,673,681	64,232,415	225,693,440	396,279,805	1,134,234	397,414,039
Impact of adoption of IFRS 9 - net of tax	-	-	-	-	-	(1,714,431)	-	(1,714,431)	(10,288,506)	(12,002,937)	-	(12,002,937)
Balance as at January 01, 2024 - restated	21,275,131	37,306,859	47,250,622	521,338	85,078,819	14,844,303	47,673,681	62,517,984	215,404,934	384,276,868	1,134,234	385,411,102
Profit after taxation for the year ended December 31, 2024	-	-	-	-	-	-	-	-	25,985,128	25,985,128	517,577	26,502,705
Other comprehensive income for the year												
Effect of translation of net investment in foreign branches - net of tax	-	(1,000,476)	-	-	(1,000,476)	-	-	-	-	(1,000,476)	-	(1,000,476)
Transfer of exchange loss translation reserves on closure of foreign branches from other comprehensive income to the consolidated statement of profit and loss account	-	1,654,329	-	-	1,654,329	-	-	-	-	1,654,329	-	1,654,329
Transfer of exchange gain translation reserves on disposal of joint venture from other comprehensive income to the consolidated statement of profit and loss account	-	(6,273,909)	-	-	(6,273,909)	-	-	-	-	(6,273,909)	-	(6,273,909)
Movement in surplus on revaluation of debt investments through other comprehensive income - net of tax	-	-	-	-	-	43,327,840	-	43,327,840	-	43,327,840	-	43,327,840
Gain on sale of debt investments carried at FVOCI reclassified to the consolidated statement of profit and loss account - net of tax	-	-	-	-	-	(2,953,934)	-	(2,953,934)	-	(2,953,934)	-	(2,953,934)
Movement in surplus on revaluation of equity investments carried at FVOCI - net of tax	-	-	-	-	-	17,098,865	-	17,098,865	-	17,098,865	-	17,098,865
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	(451,499)	(451,499)	-	-	(451,499)
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	-	806,267	806,267	-	806,267	-	806,267
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	180,451	180,451	-	180,451	-	180,451
Total other comprehensive income - net of tax	-	(5,620,056)	-	-	(5,620,056)	57,472,771	986,718	58,459,489	25,533,629	78,373,062	517,577	78,890,639
Transfer of statutory reserve	-	-	2,686,574	-	2,686,574	-	-	-	(2,686,574)	-	-	-
Transfer from surplus in respect of incremental depreciation on revaluation of property and equipment / non-banking assets to unappropriated profit - net of tax	-	-	-	-	-	-	(162,750)	(162,750)	162,750	-	-	-
Transfer of gain on FVOCI equity securities to unappropriated profit - net of tax	-	-	-	-	-	(2,705,679)	-	(2,705,679)	2,705,679	-	-	-
Cash dividend paid / profit distribution by subsidiaries	-	-	-	-	-	-	-	-	-	-	(253,000)	(253,000)
Balance as at December 31, 2024	21,275,131	31,686,803	49,937,196	521,338	82,145,337	69,611,395	48,497,649	118,109,044	241,120,418	462,649,930	1,398,811	464,048,741
Impact of adoption of IFRS-9 - net of tax (Note 4.1.2)	-	-	-	-	-	3,806,901	-	3,806,901	422,049	4,228,950	-	4,228,950
Balance as at January 01, 2025 - restated	21,275,131	31,686,803	49,937,196	521,338	82,145,337	73,418,296	48,497,649	121,915,945	241,542,467	466,878,880	1,398,811	468,277,691
Profit after taxation for the year ended December 31, 2025	-	-	-	-	-	-	-	-	85,031,673	85,031,673	846,142	85,877,815
Other Comprehensive income for the year												
Effect of translation of net investment in foreign branches - net of tax	-	1,315,656	-	-	1,315,656	-	-	-	-	1,315,656	-	1,315,656
Transfer of exchange gain translation reserves on closure of foreign branches from other comprehensive income to the consolidated statement of profit and loss account	-	(9,404,701)	-	-	(9,404,701)	-	-	-	-	(9,404,701)	-	(9,404,701)
Movement in surplus on revaluation of debt investments carried at FVOCI - net of tax	-	-	-	-	-	13,137,158	-	13,137,158	-	13,137,158	-	13,137,158
Gain on sale of debt securities carried at FVOCI reclassified to the consolidated statement of profit and loss account - net of tax	-	-	-	-	-	(2,670,455)	-	(2,670,455)	-	(2,670,455)	-	(2,670,455)
Movement in surplus on revaluation of equity investments carried at FVOCI - net of tax	-	-	-	-	-	(21,652)	-	(21,652)	-	(21,652)	-	(21,652)
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	(1,382,651)	(1,382,651)	-	-	(1,382,651)
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	-	112,136	112,136	-	112,136	-	112,136
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	261,028	261,028	-	261,028	-	261,028
Total other comprehensive income - net of tax	-	(8,089,045)	-	-	(8,089,045)	10,445,051	373,164	10,818,215	83,649,022	86,378,192	846,142	87,224,334
Transfer to statutory reserve	-	-	8,591,238	-	8,591,238	-	-	-	(8,591,238)	-	-	-
Transfer from surplus in respect of incremental depreciation on revaluation of property and equipment / non-banking assets to unappropriated profit - net of tax	-	-	-	-	-	-	(179,630)	(179,630)	179,630	-	-	-
Transfer of gain on FVOCI equity securities to unappropriated profit - net of tax	-	-	-	-	-	(7,190,194)	-	(7,190,194)	7,190,194	-	-	-
Transactions with owners, recorded directly in equity												
Final cash dividend - Rs 8.00 per share declared subsequent to the year ended December 31, 2024	-	-	-	-	-	-	-	-	(17,020,104)	(17,020,104)	-	(17,020,104)
Cash dividend paid / profit distribution by subsidiaries	-	-	-	-	-	-	-	-	-	-	(556,221)	(556,221)
Balance as at December 31, 2025	21,275,131	23,597,758	58,528,434	521,338	82,647,530	76,673,153	48,691,183	125,364,336	306,949,971	536,236,968	1,688,732	537,925,700

The annexed notes 1 to 52 and annexures I and II form an integral part of these consolidated financial statements.

Rehmat Ali Hasnie
Chairman / CEO

Abdul Wahid Sethi
Chief Financial Officer

Muhammad Sohail Tabba
Director

Aaiza Khan
Director

Farid Malik
Director

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2025

2025 **2024**

------(USD in '000)-----

		CASH FLOW FROM OPERATING ACTIVITIES	
641,799	203,910	Profit before taxation	
(18,878)	(21,055)	Less: Dividend income	
622,921	182,855		
(887,538)	(612,012)	Adjustments:	
21,090	10,314	Net mark-up / interest income	
7,344	7,559	Depreciation	33
2,661	1,959	Depreciation on right-of-use assets	33
32,879	16,076	Amortisation	33
(659)	(18)	Credit loss allowance / provisions and write-offs - net	35
(33,573)	5,906	Gain on sale of property and equipment	32
-	(22,397)	Exchange (gain) / loss on closure of branches	
(165)	(4,986)	Exchange gain on closure of joint venture	
-	4,634	Gain on disposal of subsidiary / joint venture	
(16,003)	(32,424)	Amortisation of lease liability against right-of-use-assets	
-	(2,159)	Unrealised gain on investments - measured at FVPL	30
(1,722)	(1,709)	Share of profit from joint venture	
-	(1,876)	Share of profit from associates	
58,919	292,847	Fair value gain	
692	-	Charge for defined benefit plans	
4,681	-	Finance charges on leased assets	33
19,129	-	Net loss on derecognition of financial assets measured at amortised cost	31
(792,265)	(338,287)	Staff loan - notional cost	
(169,344)	(155,432)		
(57,118)	686,915	Decrease in operating assets	
121,486	(40,591)	Lendings to financial institutions	
191,466	(339,400)	Securities classified as FVPL	
(10,199)	64,520	Advances	
245,635	371,444	Other assets (excluding advance taxation and markup receivable)	
(18,716)	(149,721)	Increase / (decrease) in operating liabilities	
(888,015)	(787,274)	Bills payable	
2,007,886	685,778	Borrowings from financial institutions	
60,217	(65,008)	Deposits and other accounts	
1,161,371	(316,224)	Other liabilities (excluding current taxation and markup payable)	
2,706,201	3,997,020	Interest received	
(2,126,804)	(3,261,706)	Interest paid	
(488,405)	(98,588)	Income tax paid	
(34,427)	(76,932)	Staff retirement benefits paid	
1,294,229	459,582	Net cash generated from operating activities	
(126,625)	(577,119)	CASH FLOW FROM INVESTING ACTIVITIES	
(905,643)	355,295	Net divestments in securities classified as FVOCI	
23,094	-	Net (divestments) / investments in amortised cost securities	
18,836	21,056	Net divestments in subsidiary and branches	
-	29,038	Dividends received	
-	27,447	Net divestment in joint venture	
(38,693)	(30,890)	Net divestment in associates	
(5,019)	11,475	Additions in property and equipment and intangibles	
996	1,445	Effect of translation of net investment in foreign branches	
(1,033,054)	(162,254)	Proceeds from sale of property and equipment	
		Net cash used in investing activities	
(4,040)	(3,550)	CASH FLOW FROM FINANCING ACTIVITIES	
(11,991)	(6,256)	Payment of markup of lease liability against right-of-use assets	
(62,750)	(903)	Payment of principle of lease liability against right-of-use assets	
(78,781)	(10,709)	Dividend paid / claimed	
182,394	286,619	Net cash used in financing activities	
1,345,813	1,019,898	Increase in cash and cash equivalents	
10,710	50,005	Cash and cash equivalents at beginning of the year	
1,356,524	1,069,903	Effects of exchange rate changes on cash and cash equivalents	
(51)	1	Expected credit loss allowance on cash and cash equivalents - net	39
1,538,867	1,356,524	Cash and cash equivalents at end of the year	

2025 **2024**

Note ------(Rupees in '000)-----

179,783,058	57,120,160		
(5,288,516)	(5,898,270)		
174,494,542	51,221,890		
(248,619,883)	(171,438,694)		
5,907,816	2,889,141		
2,057,174	2,117,452		
745,383	548,798		
9,210,110	4,503,223		
(184,540)	(5,022)		
(9,404,701)	1,654,329		
-	(6,273,909)		
(46,115)	(1,396,807)		
-	1,298,041		
(4,482,749)	(9,082,580)		
-	(604,843)		
(482,397)	(478,612)		
-	(525,619)		
16,504,662	82,033,112		
193,873	-		
1,311,257	-		
5,358,353	-		
(221,931,757)	(94,761,990)		
(47,437,215)	(43,540,100)		
(16,000,000)	192,420,714		
34,031,173	(11,370,437)		
53,634,118	(95,073,890)		
(2,857,050)	18,073,596		
68,808,241	104,049,983		
(5,242,911)	(41,940,325)		
(248,753,576)	(220,533,639)		
562,455,240	192,102,383		
16,868,180	(18,210,171)		
325,326,933	(88,581,752)		
758,069,546	1,119,657,608		
(595,766,905)	(913,679,106)		
(136,813,449)	(27,616,643)		
(9,643,686)	(21,550,467)		
362,543,465	128,739,523		
(35,470,532)	(161,664,322)		
(253,691,537)	99,526,202		
6,469,210	-		
5,276,379	5,898,270		
-	8,134,293		
-	7,688,441		
(10,838,698)	(8,653,001)		
(1,405,993)	3,214,301		
278,881	404,735		
(289,382,290)	(45,451,081)		
(1,131,784)	(994,407)		
(3,358,971)	(1,752,368)		
(17,577,694)	(253,000)		
(22,068,449)	(2,999,775)		
51,092,726	80,288,667		
376,993,520	285,697,091		
3,000,145	14,007,564		
379,993,665	299,704,655		
(14,323)	344		
431,072,068	379,993,665		

The annexed notes 1 to 52 and annexures I and II form an integral part of these consolidated financial statements.

Rehmat Ali Hasnie
Chairman / CEO

Abdul Wahid Sethi
Chief Financial Officer

Muhammad Sohail Tabba
Director

Aaiza Khan
Director

Farid Malik
Director

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2025

1. THE GROUP AND ITS OPERATIONS

1.1 The “Group” consists of:

Holding Company

- National Bank of Pakistan (the Bank)

	Percentage Holding	
	2025	2024
	%	%
Subsidiary Companies		
- CJSC Subsidiary Bank of NBP in Khazakhstan	-	100.00
- NBP Exchange Company Limited, Pakistan	100.00	100.00
- National Bank Modaraba Management Company Limited, Pakistan	100.00	100.00
- First National Bank Modaraba, Pakistan	30.00	30.00
- Taurus Securities Limited, Pakistan	58.32	58.32
- NBP Fund Management Limited, Pakistan	54.00	54.00
- Cast-N-Link Products Limited	76.51	76.51

The subsidiary company of the Group, National Bank Modaraba Management Company Limited, Pakistan exercises control over First National Bank Modaraba, Pakistan as its management company and also has a direct economic interest in it. The Group has consolidated the financial statements of the modaraba as the ultimate holding company.

The Group is principally engaged in commercial banking, modaraba management, brokerage, leasing, foreign currency remittances, asset management, exchange transactions and investment advisory asset. Brief profile of the Holding Company and subsidiaries is as follows:

National Bank of Pakistan

National Bank of Pakistan (the Bank) was incorporated in Pakistan under the National Bank of Pakistan Ordinance, 1949 (the Companies Act, 2017) and is listed on the Pakistan Stock Exchange (PSX). The registered and head office of the Bank is situated at I.I. Chundrigar Road, Karachi. The Bank is engaged in providing commercial banking and related services in Pakistan and overseas. The Bank also handles treasury transactions for the Government of Pakistan (GoP) as an agent to the State Bank of Pakistan (SBP). The Bank operates 1,503 (December 31, 2024: 1,503) branches in Pakistan including 312 (December 31, 2024: 207) Islamic Banking branches and 14 (December 31 2024: 16) overseas branches (including the Export Processing Zone branch, Karachi). The Bank also provides services in respect of Endowment Fund for students loan scheme and IPS accounts.

The Pakistan Credit Rating Agency Limited has reaffirmed the Bank's long-term rating of 'AAA' and short-term rating of 'A1+' with stable outlook as of June 28, 2025.

NBP Exchange Company Limited, Pakistan

NBP Exchange Company Limited (NBPECL) is a public unlisted company, incorporated in Pakistan on September 24, 2002 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). NBPECL obtained license for commencement of operations from State Bank of Pakistan (SBP) on November 25, 2002 and commencement of business certificate on December 26, 2003 from the Securities and Exchange Commission of Pakistan (SECP). The registered office of NBPECL is situated at Shaheen Complex, M.R. Kiryani Road, Karachi. NBPECL is engaged in foreign currency remittances and exchange transactions. NBPECL has 22 branches (2024: 22 branches) and 1 booth (2024: 1).

National Bank Modaraba Management Company Limited, Pakistan

National Bank Modaraba Management Company Limited (NBMMCL) is a public unlisted company, incorporated in Pakistan on August 6, 1992 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The purpose of the NBMMCL is to float and manage modaraba funds. NBMMCL at present is managing First National Bank Modaraba. Its registered office is situated at Ground Floor, National Bank of Pakistan, Regional Headquarters Building, 26-Mc Lagon Road, Lahore.

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

First National Bank Modarba, Pakistan

First National Bank Modaraba (the Modaraba) is a multi-purpose, perpetual and multi-dimensional Modaraba formed under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and Rules framed thereunder. The Modaraba is managed by National Bank Modaraba Management Company Limited (a wholly owned subsidiary of National Bank of Pakistan), incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and registered with the Registrar of Modaraba Companies. The registered office of the Modaraba is situated at Ground Floor, National Bank of Pakistan, Regional Headquarters Building, 26-Mc Lagon Road, Lahore. The Modaraba is listed at Pakistan Stock Exchange Limited. It commenced its operations on December 04, 2003 and is currently engaged in various Islamic modes of financing and operations including ijarah, musharaka and murabaha arrangements.

Taurus Securities Limited, Pakistan

Taurus Securities Limited (TSL) is a public unquoted company, incorporated in Pakistan on June 27, 1993 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The registered office of TSL is situated at 6th Floor, Progressive Plaza, Beaumont Road, Civil Lines, Karachi. It is engaged in the business of stock brokerage, investment counselling, and fund placements. TSL holds a Trading Right Entitlement (TRE) Certificate from Pakistan Stock Exchange Limited.

NBP Fund Management Limited, Pakistan

NBP Fund Management Limited, Pakistan - NBP Funds, was incorporated in Pakistan as public limited company on August 24, 2005 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and obtained certificate for commencement of business on December 19, 2005. The main sponsors of NBP Funds are National Bank of Pakistan and Baltoro Growth Fund. Baltoro Growth Fund has acquired shareholding of NBP Funds which was previously held by Alexandra Fund Management Private Limited on October 08, 2018. NBP Funds is mainly involved in the business of asset management and investment advisory services. NBP Funds has been issued license by the Securities and Exchange Commission of Pakistan (SECP) to carry out business of asset management services and investment advisory services as a Non-Banking Finance Company (NBFC) under section 282C of the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and under the Non-Banking Finance Companies and Notified Entities Regulations, 2008. The principal / registered office of the company is situated at 7th Floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi.

As at December 31, 2025 NBP Funds is managing the following funds and discretionary portfolio:

	Type of Fund
- NBP Income Opportunity Fund	Open end Fund
- NBP Savings Fund	Open end Fund
- NBP Islamic Savings Fund	Open end Fund
- NBP Islamic Sarmaya Izafa Fund	Open end Fund
- NBP Balanced Fund	Open end Fund
- NBP Stock Fund	Open end Fund
- NBP Financial Sector Income Fund	Open end Fund
- NBP Government Securities Liquid Fund	Open end Fund
- NBP Sarmaya Izafa Fund	Open end Fund
- NBP Mahana Amdani Fund	Open end Fund
- NBP Riba Free Savings Fund	Open end Fund
- NBP Money Market Fund	Open end Fund
- NBP Government Securities Savings Fund	Open end Fund
- NBP Islamic Stock Fund	Open end Fund
- NBP Islamic Energy Fund	Open end Fund
- NBP Islamic Money Market Fund	Open end Fund
- NBP Financial Sector Fund	Open end Fund

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- NBP Islamic Mahana Amdani Fund	Open end Fund
- NBP Government Securities Fund-I	Open end Fund
- NBP Government Securities Fund-II	Open end Fund
- NBP Islamic Government Securities Fund	Open end Fund
- NBP Mustahkam Fund	Open end Fund
- NBP Islamic Mustahkam Fund	Open end Fund
- NBP Mustahkam Fund - II	Open end Fund
- NBP Islamic Principal Protection Fund - I	Open end Fund
- NBP Income Fund of Fund	Open end Fund
- NAFA Pension Fund	Open end Fund
- NAFA Islamic Pension Fund	Open end Fund
- NBP Islamic Daily Dividend Fund	Open end Fund
- NBP Pakistan Growth Exchange Traded Fund	Open end Fund
- NBP Islamic Income Fund	Open end Fund
- NBP GOPK Pension Fund	Open end Fund
- NBP GOPK Islamic Pension Fund	Open end Fund

1.2 Basis of consolidation

- The consolidated financial statements include the financial statements of the Bank (Holding Company) and its subsidiary companies together - "the Group".
- Subsidiary companies are fully consolidated from the date on which more than 50% of voting rights are transferred to the Group or power to control the company is established and excluded from consolidation from the date of disposal or when the control is lost.
- The assets, liabilities, income and expenses of subsidiary companies have been consolidated on a line by line basis.
- Income and expenses of subsidiaries acquired during the year are included in the consolidated statement of the comprehensive income from the effective date of acquisition.
- Non-Controlling interest / (minority interest) in equity of the subsidiary companies are measured at fair value for all the subsidiaries acquired from period beginning on or after January 1, 2010 whereas minority interest of previously acquired subsidiaries are measured at the proportionate net assets of subsidiary companies attributable to interest which is not owned by holding company.
- Material intra-group balances and transactions have been eliminated.

2 BASIS OF PRESENTATION

- 2.1** In accordance with the directives of the Federal Government of Pakistan regarding the shifting of the banking system to Islamic modes, the SBP has issued various circulars from time to time. Permissible forms of trade related mode of financing include purchase of goods by banks from their customers and immediate resale to them at appropriate mark-up in price on deferred payment basis. The purchases and sales arising under these arrangements are not reflected in these consolidated financial statements as such but are restricted to the amount of facility actually utilized and the appropriate portion of mark-up thereon.
- 2.2** Key financial figures of the Islamic banking branches of the Bank have been disclosed in annexure II to these consolidated financial statements.
- 2.3** These consolidated financial statements are the separate financial statements of the Group in which investments in subsidiaries and associates are accounted for as stated in note 4.8.
- 2.4** These consolidated financial statements have been prepared in accordance with the format for preparation of the annual financial statements of banks issued by the State Bank of Pakistan (SBP), vide its BPRD Circular letter No. 13 dated July 01, 2024.

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

2.5 The management of the Group believes that there is no significant doubt on the Group's ability to continue as a going concern. Therefore, these consolidated financial statements have been prepared on a going concern basis.

2.6 STATEMENT OF COMPLIANCE

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

- IFRS Accounting Standards issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Companies Act, 2017;
- Provisions of, directives and notifications issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) and the Securities 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 IFRS Accounting Standards or IFAS, the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives and notifications, shall prevail.

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

2.6.3 The SBP has deferred the applicability of International Accounting Standard (IAS) 40, 'Investment property' for Banking Companies through BSD Circular Letter No. 10 dated August 26, 2002 till further instructions. Further, the SECP has also deferred the applicability of International Financial Reporting Standard (IFRS) 7, 'Financial instruments: disclosures' through its S.R.O. 633(I)/2014 dated July 10, 2014. Accordingly, the requirements of these standards have not been considered in the preparation of these consolidated financial statements.

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

2.7 Standards, interpretations of and amendments to published accounting and reporting standards that are effective in the current year.

There are certain amended to be published accounting and reporting standards that are mandatory for the Group's annual accounting period beginning on January 1, 2025. However, these are not considered to be relevant or did not have any material effect on the Group's consolidated financial statements and have, therefore, not been disclosed in these consolidated financial statements.

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

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Group for its annual periods beginning on or after January 1, 2026. However, these are

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

not considered to be relevant or did not have any material effect on the Group's consolidated financial statement except for:

- the new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 01, 2027 by IASB. IFRS 18 is yet to be adopted in Pakistan. IFRS 18 when adopted and applicable shall impact the presentation of 'Statement of Profit and Loss Account' with certain additional disclosures in these consolidated financial statements; and
- Amendments to IFRS 9 'Financial Instruments' and IFRS 7 'Financial Instruments: Disclosures' clarify the timing of recognition and derecognition of certain financial instruments including settlement of liabilities through banking instruments and channels including electronic transfers. Further, guidance on the SPPI assessment, and disclosure requirements for instruments with cash flows modifying features and equity instruments designated at FVOCI have also been amended. These amendments are effective from January 01, 2026. The amendments, when applied, may impact the accounting and presentation of the financial instruments.

The management is in the process of assessing the impact of these amendments on the consolidated financial statements of the Bank.

3 BASIS OF MEASUREMENT

3.1 These consolidated financial statements have been prepared under the historical cost convention except that:

- i) certain property and equipment and non banking assets acquired in satisfaction of claims are stated at revalued amounts;
- ii) investments classified at fair value through profit and loss and fair value through other comprehensive income are carried at fair value;
- iii) foreign exchange contracts are measured at fair value; and
- iv) staff retirement benefits are carried at present value;

3.2 Critical accounting estimates and judgments

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

a) Credit Allowance against non-performing loans and advances

The Group regularly reviews its loan portfolio to assess amount of non-performing loans and determine the provisions required there against at each reporting date. In assessing this requirement, various factors including the days past dues, delinquency in the account, financial position and future business / financial plan of the borrower, value of collateral held and requirements of SBP Prudential Regulations are considered. Credit loss allowances are maintained at the higher of ECL under IFRS 9 or the prudential regulation R-8. The Group also considers the impact of Forced Sale Value (FSV) of collaterals when determining the amount of provisions. However, no benefit of FSV of non-liquid collateral has been taken into account during the year in calculating the provisioning amount.

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

General provisions for loan losses for overseas branches are made as per the requirements of the respective central banks.

b) Fair value of derivatives

The fair values of derivatives which are not quoted in active markets are determined by using valuation techniques. The valuation techniques take into account the relevant interest and exchange rates over the term of the contract.

c) Impairment of FVOCI investments

Impairment in respect of unquoted shares is calculated with reference to break-up value. Break-up value is calculated with reference to the net assets of the Investee Company as per the latest available audited financial statements.

Provision and ECL for unquoted debt securities is calculated as per SBP's Prudential Regulations and IFRS-9 respectively.

A financial instrument that is not credit-impaired on initial recognition is classified in 'Stage 1' and has its credit risk continuously monitored by the Group. If a significant increase in credit risk ('SICR') since initial recognition is identified, the financial instrument is moved to 'Stage 2' but is not yet deemed to be credit-impaired. If the financial instrument is credit-impaired, the financial instrument is then moved to 'Stage 3' and impairment ECL of stage 3 impairment of FVOCI quoted TFCs, PTC, Ijarah Sukuks & Government Bonds is recognized in accordance with the requirements of Prudential Regulations and other directives issued by SBP as per subjective and objective criteria of Prudential Regulations after taking into account of FSV benefit under Prudential Regulations and IFRS-9.

d) Amortised Cost investments

The Group follows the guidance provided in the SBP circulars and IFRS 9 on classifying non-derivative financial assets with fixed or determinable payments and fixed maturity as Amortised Cost. In making this judgment, the Group evaluates its intention and ability to hold such investments till maturity.

e) Income taxes

In making the estimates for current and deferred taxes, the management looks at the income tax law and the decisions of appellate authorities on certain issues in the past. There are certain matters where the Group's view differs with the view taken by the income tax department and such amounts are shown as contingent liabilities.

f) Property and equipment, non-banking asset and intangible assets, revaluation, depreciation and amortisation

In making estimates of the depreciation / amortisation method, the management uses the method which reflects the pattern in which economic benefits are expected to be consumed by the Group. The method applied is reviewed at each financial year end and if there is a change in the expected pattern of consumption of the future economic benefits embodied in the assets, the method is changed to reflect the change in pattern.

The Group also revalues its properties on a periodic basis. Such revaluations are carried out by independent valuer and involves estimates / assumptions and various market factors and conditions.

g) Defined benefit plans

The liabilities for employees' benefits plans are determined using actuarial valuations. The actuarial valuations involve assumptions about discount rates, expected rates of return on assets, future salary increases, future inflation rates and future pension increases as disclosed in note 41.3. Due to the long term nature of these plans, such estimates are subject to significant uncertainty.

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2025

h) Provision against contingencies

Provision against contingencies is determined based on the management judgement regarding the probability of future outflows of resources embodying economic benefits to settle an obligation arising from past events.

i) Lease liability against right of use assets

The Group applies judgement to determine the lease term for some lease contracts in which it is a lessee that include renewal options. The assessment of whether the Group is reasonably certain to exercise such options impacts the lease term, which significantly affects the amount of lease liabilities and right-of-use assets recognized.

Moreover, management exercises judgement in establishing the discount rate for new leases, utilizing the incremental borrowing rate as a benchmark.

j) Classification of financial assets and liabilities

The classification of financial asset is determined through solely payment and principal (SPPI) criteria and business model of the Group. The Group determines its business model at the level that best reflects how it manages groups of financial assets to achieve its business objective and classify the financial asset in the measurement categories as defined in note 4.1.1.1.

The financial liabilities are being carried at amortised cost except for derivatives which are being measured at FVPL.

k) Contingent assets and contingent liabilities

Contingent assets are not recognised, and are also not disclosed unless an inflow of economic benefits is probable. Contingent liabilities are not recognised but are disclosed unless the probability of an outflow of resources embodying economic benefits are remote. The Group uses estimates in determining the probability of inflow or outflow of economic benefits.

l) Impairment of non-financial assets

The carrying amount of the assets are reviewed at each Statement of Financial Position date to determine whether there is any indication of impairment. If such indication exists, the recoverable amount of the relevant asset is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount.

m) Determination of control over investees

The Group's management applies its judgement to determine whether the control exists over the investee entities.

4 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in the preparation of these consolidated financial statements are set out below. These are consistent with those applied to all the years presented.

4.1 IFRS 9 - 'Financial Instruments'

As per the SBP BPRD Circular Letter No. 07 of 2023 dated April 13, 2023, IFRS 9 is applicable on banks with effect from January 01, 2024. IFRS 9 brings fundamental changes to the accounting for financial assets and to certain aspects of accounting for financial liabilities. To determine appropriate classification and measurement category, IFRS 9 requires all financial assets, except equity instruments, to be assessed based on combination of the entity's business model for managing the assets and the instruments' contractual cash flows characteristics. The adoption of IFRS 9 has also fundamentally changed the impairment method of financial assets with a forward-looking Expected Credit Losses (ECL) approach.

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

The SBP through BPRD Circular Letter No. 16 dated July 29, 2024 and BPRD Circular Letter No. 01 dated January 22, 2025 (Letters) has made certain amendments and clarified the timelines of some of the SBP's IFRS 9 Application Instructions to address the matters raised by the banks to ensure compliance by the timelines. The Letters have provided clarifications / relaxations on measurement of unquoted equity securities, modification accounting, maintenance of general provisions over and above ECL, accounting methodology for Islamic Banking Institutions and treatment of charity. Accordingly, the Group has adopted the treatment as instructed in the aforementioned Letters in these consolidated financial statements.

On application of IFRS 9, certain accounting policies have been revised to comply with the requirements of IFRS 9. The revised accounting policies have been disclosed in their respective policy notes in these consolidated financial statements.

The Group had adopted IFRS 9 effective from January 01, 2024 with modified retrospective approach for restatement permitted under IFRS 9.

The SBP has directed the Banks through its BPRD Circular Letter No. 01 dated January 22, 2025 to continue the existing revenue recognition methodology, including the requirements of IFAS 1 and IFAS 2 until further instructions. Had IFRS 9 been adopted in its entirety for revenue recognition from Islamic operations, profit / return earned on Islamic financing and related assets in consolidated statement of profit and loss account for the year ended December 31, 2025 would have been lower by Rs. 424 million (2024: higher by Rs. 135 million) and taxation would have been lower by Rs. 225 million (2024: higher by Rs. 73 million). Further, unappropriated profit in consolidated statement of changes in equity would have been lower by Rs. 199 million (2024: higher by Rs. 62 million).

The SBP in a separate instruction SBPHOK-BPRD-RPD-BAF-834424 dated January 22, 2025 has allowed an extension for the application of the Effective Interest Rate (EIR) up to December 31, 2025, the impact of which will be incorporated in the consolidated financial statements for the year 2026.

4.1.1 Financial assets

4.1.1.1 Classification and subsequent measurement

The Group classifies its financial assets in the following measurement categories:

- Financial assets at amortised cost;
- Financial assets at fair value through other comprehensive income (FVOCI); and
- Financial assets at fair value through profit or loss account (FVPL).

The classification requirements for debt and equity instruments are described below:

Debt Instrument

Debt instruments are those instruments that meet the definition of a financial liability from the issuer's perspective, such as loans, government and corporate bonds and trade receivables purchased from clients in factoring arrangements without recourse.

Classification and subsequent measurement of debt instruments depend on:

- (i) the Group's business model for managing the asset; and
- (ii) the cash flows characteristics of the assets / SPPI test.

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Based on these factors, the Group classifies its debt instruments into one of the following three measurement categories:

- Amortised cost: Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest ('SPPI'), and that are not designated at FVPL, are measured at amortised cost. The carrying amount of these assets is adjusted by any expected credit loss allowance recognised. Interest earned from these financial assets is included in 'interest earned' using the effective interest rate method.
- Fair value through other comprehensive income (FVOCI): Financial assets that are held for collection of contractual cash flows and for selling the assets, where the assets' cash flows represent solely payments of principal and interest, and that are not designated at FVPL, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through other comprehensive income, except for the recognition of impairment gains or losses, interest income and foreign exchange gains and losses on the instrument's amortised cost which are recognised in the consolidated statement of profit and loss account. When the financial asset is derecognised, the 'cumulative gain or loss previously recognised in OCI is reclassified from equity to the consolidated statement of profit and loss account and recognised in gain on sale of securities'. Interest earned from these financial assets is included in interest earned using the effective interest rate method.
- Fair value through profit or loss (FVPL): Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss and is not part of a hedging relationship is recognised in the consolidated statement of profit or loss and presented in the consolidated statement of profit and loss account within unrealised gain / loss on securities in the period in which it arises. Interest earned from these financial assets is included in interest earned on investments using the effective interest rate method.

In addition, on initial recognition, the Group may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost or at FVOCI or at FVPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Debt based financial assets held by the Group include: Advances, lending to financial institutions, investment in Federal Government securities, corporate bonds and other private sukuks, cash and balances with treasury banks, balances with other banks, and other financial assets.

The Group performed a detailed analysis of its business models for managing financial assets and analysis of their contractual cash flows characteristics.

Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective; that is, instruments that do not contain a contractual obligation to pay and that evidence a residual share in the issuer's net assets.

The Group measures all equity investments at fair value through profit or loss, except where the Group's management has elected, at initial recognition, to irrevocably designate an equity investment at fair value through other comprehensive income. The Group's policy is to designate equity investments as FVOCI when those investments are held for purposes other than for trading. When this election is used, fair value gains and losses are recognised in OCI and are not subsequently reclassified to the consolidated statement of profit and loss account, including on disposal. Impairment losses (and reversal of impairment losses) are not reported separately from other changes in fair value. Dividends, when representing a return on such investments, continue to be recognised in the statement of profit and loss account as income when the Group's right to receive payments is established.

IFRS 9 has removed the requirement for impairment assessments on equity investments. However, under BPRD Circular Letter No. 16 of 2024, dated July 29, 2024, Banks may continue to measure unquoted equity securities at the lower of cost or break-up value until December 31, 2024. Starting January 1, 2025, Banks will

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

be required to measure unquoted equity securities at fair value, as mandated by the IFRS 9 application guidelines. For unquoted securities where the break-up value is lower than the cost, the difference has been classified as a loss and charged to the consolidated statement of profit and loss account.

Gains and losses on equity instruments at FVPL are included in the 'Gain on sales of securities' line in the statement of profit and loss account.

During the current period, in accordance with BPRD Circular No. 03 of 2022 dated July 05, 2022 and BPRD Circular Letter No. 16 dated July 29, 2024, effective from January 01, 2025, the Bank has incorporated impact of ECL against overseas branches where IFRS-9 has not been adopted and measurement of unquoted equity securities which was relaxed up to December 31, 2024 by SBP. The impact of above is given in below table:

	Provision as per current regulatory framework	Remeasurement (ECL)	Reclassification	ECLs under IFRS 9
------(Rupees in '000)-----				
Impairment allowance against:				
Cash and balances with treasury banks		2,043		2,043
Balances with Other Banks	-	374	-	374
Advances	58,877,121	155,097	-	59,032,218
Investments	573,853	158,085	(573,853)	158,085
Markup Receivable	-	534	-	534
Off-balance sheet obligations	-	125	-	125
Total	59,450,974	316,258	(573,853)	59,193,379

4.1.2 Adoption impacts

The Group has adopted IFRS 9 effective from January 01, 2024 with modified retrospective approach as permitted under IFRS 9. The cumulative impact of initial application of Rs. 422 million has been recorded as an adjustment to equity at the beginning of the current accounting period.

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The following table reconciles the carrying amounts of financial assets, from their previous measurement category in accordance with previous local regulations to their new measurement categories upon transition to IFRS 9 on January 01, 2025 :

	Impact due to:							Balances as at January 01, 2025	IFRS 9 Category
	Recognition of expected credit losses (ECL)	Adoption of revised classifications under IFRS	Classifications due to business model and	Remeasurements	Reversal of provisions held	Total impact - gross of tax	Taxation (current and deferred)		
ASSETS									
Cash and balances with treasury banks									Amortised cost
Balances with other banks	(2,043)	-	-	-	-	(2,043)	314,785,344	(2,043)	Amortised cost
Due from financial institutions	(374)	-	-	-	-	(374)	58,644,472	(374)	Amortised cost
Investments							30,000,000	-	Amortised cost
- Classified as fair value through other comprehensive income	(158,085)	-	-	7,931,044	573,853	8,346,812	4,244,469,480	8,346,812	FVOCI
- Classified as amortised cost	-	-	-	-	-	-	281,085,527	-	Amortised cost
- Classified as fair value through profit or loss	-	-	-	-	-	-	96,311,377	-	FVPL
- Associates	-	-	-	-	-	-	1,329,724	-	Outside the scope of IFRS 9
- Subsidiary	-	-	-	-	-	-	-	-	Outside the scope of IFRS 9
	(158,085)	-	-	7,931,044	573,853	8,346,812	4,623,196,088	8,346,812	
Advances									
- Classified as amortised cost	-	-	-	-	-	-	1,672,702,538	-	Amortised cost
- Provisions	(155,097)	-	-	-	-	(155,097)	(268,230,509)	(155,097)	
	(155,097)	-	-	-	-	(155,097)	1,404,472,029	(155,097)	
Property and equipment							62,231,233		Amortised cost
Right-of-use assets							6,596,343		Outside the scope of IFRS 9
Intangible assets							2,577,003		Outside the scope of IFRS 9
Deferred tax asset							187,029,677		Outside the scope of IFRS 9
Other assets - financial assets	(534)	-	-	-	-	(534)	72,653,428	(534)	Amortised cost & Other than FA & FL
Other assets - non financial assets							331,087,684		Amortised cost & Other than FA & FL
	(316,133)	-	-	7,931,044	573,853	8,188,764	6,762,185,616	8,188,764	
LIABILITIES									
Bills payable							26,060,123		Amortised cost
Borrowings							1,937,756,922		Amortised cost
Deposits and other accounts							3,865,212,297		Amortised cost
Lease liability against right-of-use assets							8,585,682		Outside the scope of IFRS 9
Sub-ordinated sukuk							-		Amortised cost
Lease liabilities against right of use assets							40,995,264		Amortised cost
Deferred tax liabilities							400,196,058		Outside the scope of IFRS 9
Other liabilities - financial liabilities	125	-	-	-	-	125	11,141,766	125	FVPL, Amortised cost & Other than FA & FL
Other liabilities - non financial liabilities							11,141,766		FVPL, Amortised cost & Other than FA & FL
	125	-	-	-	-	125	6,289,948,112	3,959,689	
	(316,258)	-	-	7,931,044	573,853	8,188,639	464,048,741	4,228,950	
NET ASSETS									
Share capital							21,275,131		Outside the scope of IFRS 9
Reserves							82,145,337		Outside the scope of IFRS 9
Surplus on revaluation of assets - net of tax							118,109,044		Outside the scope of IFRS 9
Unappropriated profit	(316,258)	-	-	7,931,044	573,853	7,931,044	241,120,418	3,806,901	Outside the scope of IFRS 9
Non-Controlling Interest	(316,258)	-	-	7,931,044	573,853	8,188,639	462,649,930	422,049	Outside the scope of IFRS 9
	(316,258)	-	-	7,931,044	573,853	8,188,639	1,398,811	4,228,950	
	(316,258)	-	-	7,931,044	573,853	8,188,639	464,048,741	4,228,950	

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

4.1.2.1 Business model:

The Group determines its business model at the level that best reflects how it manages groups of financial assets to achieve its business objective.

The Group's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios and is based on observable factors such as:

- The objectives for the portfolio, in particular, whether management's strategy focuses on earning contractual revenue, maintaining a particular yield profile, matching the duration of the financial assets to the duration of the liabilities that are funding those assets or realising cash flows through the sale of the assets;
- How the performance of the business model and the financial assets held within that business model are evaluated and reported to the Group's key management personnel;
- The risks that affect the performance of the business model (and the financial assets held within that business model) and, in particular, the way those risks are managed; and
- The expected frequency, value and timing of sales are also important aspects of the Group's assessment. However, information about sales activity is not considered in isolation, but as part of an overall assessment of how the Group's stated objective for managing the financial assets is achieved and how cash flows are realised.

The business model assessment is based on reasonably expected scenarios without taking 'worst case' or 'stress case' scenarios into account.

Eventually, the financial assets fall under either of the following three business models:

- i) Hold to Collect (HTC) business model:** Holding assets in order to collect contractual cash.
- ii) Hold to Collect and Sell (HTC&S) business model:** Collecting contractual cash flows and selling financial assets.
- iii) Other business models:** Resulting in classification of financial assets as FVPL.

4.1.2.2 Assessments whether contractual cash flows are solely payments of principal and interest / profit (SPPI)

As a second step of its classification process, the Group assesses the contractual terms of financial assets to identify whether they meet the SPPI test. 'Principal' for the purpose of this test is defined as the fair value of the financial asset at initial recognition and may change over the life of the financial asset (for example, if there are repayments of principal or amortisation of the premium / discount). The most significant elements of interest / profit within a financing arrangement are typically the consideration for the time value of money and credit risk. To make the SPPI assessment, the Group applies judgment and considers relevant factors such as, but not limited to, the currency in which the financial asset is denominated, and the period for which the interest / profit rate is set. Where the contractual terms introduce exposure to risk or volatility that are inconsistent with basic lending arrangement, the related financial asset is classified and measured at FVPL.

4.1.2.3 Debt instruments which fail the SPPI test

The Group holds a portfolio of debt instruments that failed to meet the 'solely payments of principal and profit' (SPPI) requirement for amortised cost and FVOCI classification under IFRS 9. These instruments contain provisions that, in certain circumstances, allow the issuer to fully convert the instrument into common shares or the issuer can also exercise the call option with prior approval of the SBP. This clause breaches the criterion that profit payments should only be consideration for credit risk and the time value of money on the principal. As a result, these instruments, were classified as FVPL.

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4.1.2.4 Modification of loans

The Group sometimes renegotiates or otherwise modifies the contractual cash flows of financing to its customers. When the contractual cash flows of a financial asset are renegotiated or otherwise modified and the renegotiation or modification does not result in the derecognition of that financial asset (that is terms are not substantially different) in accordance with IFRS 9, the Group recalculates the gross carrying amount of the financial asset and shall recognise a modification gain or loss in consolidated statement of profit and loss account. The gross carrying amount of the financial asset is recalculated as the present value of the renegotiated or modified contractual cash flows that are discounted at the financial asset's original effective interest rate (or credit-adjusted effective profit rate for purchased or originated credit-impaired financial assets). Any costs or fees incurred adjust the carrying amount of the modified financial asset and are amortised over the remaining term of the modified financial asset.

If the terms are substantially different, the Group derecognises the original financial asset and recognised a 'new' asset at fair value and recalculates a new effective profit rate for the asset. The date of renegotiation is consequently considered to be the date of initial recognition for credit loss allowance calculation purposes, including for the purpose of determining whether a significant increase in credit risk has occurred. Gain / (loss) on derecognition of such financial asset is recognised in consolidated statement of profit and loss account.

4.1.2.5 Derecognition other than on a modification

Financial assets, or a portion thereof, are derecognised when the contractual rights to receive the cash flows from the assets have expired, or when these have been transferred and either

- (i) the Group transfers substantially all the risks and rewards of ownership, or
- (ii) the Group neither transfers nor retains substantially all the risks and rewards of ownership and the Group has not retained control.

The Group enters into transactions where it retains the contractual rights to receive cash flows from assets but assumes a contractual obligation to pay those cash flows to other entities and transfers substantially all of the risks and rewards. These transactions are accounted for as 'pass through' transfers that result in derecognition if the Group:

- (i) Has no obligation to make payments unless it collects equivalent amounts from the assets;
- (ii) Is prohibited from selling or pledging the assets; and
- (iii) Has an obligation to remit any cash it collects from the assets without material delay.

Collateral (shares and sukus) furnished by the Group under due from and due to institutions are not derecognised because the Group retains substantially all the risks and rewards on the basis of the predetermined repurchase price, and the criteria for derecognition are therefore not met.

4.1.3 Financial liabilities

4.1.3.1 Classification and subsequent measurement

All financial liabilities are being carried at amortised cost. Financial liabilities can also be designated at FVPL where gains or losses arising from entity's own credit rating risk are required to be presented in consolidated statement of comprehensive income with no reclassification to consolidated statement of profit and loss account. The Group does not have any financial liability measured at FVPL.

4.1.3.2 Derecognition

Financial liabilities are derecognised when these are extinguished (i.e. when the obligation specified in the contract is discharged, cancelled or expires).

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

The exchange between the Group and its original participants of debt instruments with substantially different terms, as well as substantial modifications of the terms of existing financial liabilities, are accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The terms are substantially different if the discounted present value of the cash flows under the new terms, including any fees paid net of any fees received and discounted using the original effective interest rate, is at least 10% different from the discounted present value of the remaining cash flows of the original financial liability. In addition, other qualitative factors, such as the currency that the instrument is denominated in, changes in the type of profit rate, new conversion features attached to the instrument and change in covenants are also taken into consideration.

If an exchange of debt instruments or modification of terms is accounted for as an extinguishment, any costs or fees incurred are recognised as part of the gain or loss on the extinguishment. If the exchange or modification is not accounted for as an extinguishment, any costs or fees incurred adjust the carrying amount of the liability and are amortised over the remaining term of the modified liability.

The Group derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire. The Group also derecognises a financial liability when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognised at fair value.

On derecognition of a financial liability, the difference between the carrying amount extinguished and the consideration paid (including any non-cash assets transferred or liabilities assumed) is recognised in consolidated statement of profit and loss account.

4.1.3.3 Financial guarantee contracts

Financial guarantee contracts are contracts that require the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payments when due, in accordance with the terms of a debt instrument. Such financial guarantees are given to banks, financial institutions and others on behalf of customers to secure loans, overdrafts and other banking facilities.

Financial guarantee contracts are initially measured at fair value and subsequently measured at the higher of:

- The amount of the loss allowance; and
- The premium received on initial recognition less income recognised in accordance with the principles of IFRS 15.

4.1.3.4 Measurement of the expected credit loss allowance

The Group assesses on a forward-looking basis the expected credit loss allowance (ECL) associated with all advances and other debt financial assets not held at FVPL, together with letter of credit, guarantees and irrevocable unutilised financing commitments and other financial assets hereinafter referred to as Financial Instruments. The Group recognises a credit loss allowance for such losses at each reporting date. The measurement of ECL reflects:

- An unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- The time value of money; and
- Reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

The ECL allowance is based on the credit losses expected to arise over the life of the asset (the lifetime expected credit loss or LTECL), unless there has been no significant increase in credit risk since origination, in which case, the allowance is based on the 12 months' or remaining maturity, whichever is lower, expected credit loss (12mECL) as outlined below.

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

The 12mECL is the portion of LTECLs that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months or remaining maturity after the reporting date. Both LTECLs and 12mECLs are calculated at facility level.

A 12-month ECL is recorded for advances and off-balance sheet obligations which do not meet the criteria for Significant increase in credit risk (SICR) or credit impaired as at the reporting date. Both lifetime and 12-month ECL are calculated at facility level. The credit loss allowance is increased by provisions charged to the consolidated statement of profit and loss account and is decreased by charge-offs, net of recoveries.

Effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial asset or financial liabilities to the gross carrying amount of a financial asset or to the amortised cost of a financial liability.

The Group has established a policy to perform an assessment, at the end of each reporting period, of whether a financial instrument's credit risk has increased significantly since initial recognition, by considering the change in the risk of default occurring over the remaining life of the financial instrument. The Group considers an exposure to have significantly increased in credit risk when there is considerable deterioration in the internal rating grade for subject customer. The Group also applies a secondary qualitative method for triggering a significant increase in credit risk for an asset, such as moving a customer / facility to the watch list, or the account becoming forborne. Regardless of the change in credit grades, generally, the Group considers that there has been a significant increase in credit risk (SICR) when contractual payments are more than 60 days past due. When estimating ECLs on a collective basis for a group of similar assets, the Group applies the similar principles for assessing whether there has been a significant increase in credit risk since initial recognition.

The Group has identified basis of ECL computation for following stages:

- | | |
|----------|---|
| Stage 1: | When financial instruments are first recognised, the Group recognises an allowance based on 12mECLs. Stage 1 financial instruments also include facilities where the credit risk has improved and these have been reclassified from Stage 2. The 12mECL is calculated as the portion of LTECLs that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date. The Group calculates the 12mECL allowance based on the expectation of a default occurring in the 12 months following the reporting date. These expected 12-month default probabilities are applied to a forecast Exposure At Default (EAD) and multiplied by the expected LGD and discounted by an approximation to the original Effective Interest Rate (EIR). This calculation is made for all the scenarios. |
| Stage 2: | When a financial instrument has shown a significant increase in credit risk since origination, the Group records an allowance for the LTECLs. Stage 2 also includes facilities, where the credit risk has improved and the instrument has been reclassified from Stage 3. The mechanics are similar to those explained above, including the use of multiple scenarios, but PDs are applied over the lifetime of the instrument. The expected cash flows are discounted by an approximation to the original EIR. |
| Stage 3: | For financial instruments considered credit-impaired, the Group recognises the LTECLs for these instruments. The Group uses a PD of 100% and LGD as computed for each portfolio or as prescribed by the SBP. |

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

Undrawn financing commitments	When estimating LTECLs for undrawn financings commitments, the Group estimates the expected portion of the financings commitment that will be drawn down over its expected life. The ECL is then based on the present value of the expected cash flows if the financings is drawn down, based on a probability-weighting of the three scenarios. For revolving facilities that include both a financings and an undrawn commitment, ECLs are calculated on un-drawn portion of the facility and presented within other liabilities.
Guarantee and letters of credit contracts	The Group estimates ECLs based on the BASEL driven and internally developed credit conversion factor (CCF) for guarantee and letter of credit contracts respectively. The calculation is made using a probability weighting of the three scenarios. The ECLs related to guarantee and letter of credit contracts are recognised within other liabilities.

The calculation of ECLs

The Group calculates ECLs based on a three probability-weighted scenarios to measure the expected cash flows, discounted at an approximation to the EIR.

The mechanics of the ECL calculations are outlined below and the key elements are, as follows:

PD	The Probability of Default is an estimate of the likelihood of default over a given time horizon. A default may only happen at a certain time over the assessed period, if the facility has not been previously derecognised and is still in the portfolio. PD is estimated based on transitioning among credit states. Credit states are defined by rating classes and are based on the Group's internal risk ratings (i.e. from 1 to 12). Through the yearly review of the non-consumer portfolio, the Group has drawn a yearly transition matrix of ratings to compute a count based PD over the one year horizon for the last 11 years. PDs for Non rated portfolios are calculated based on Days Past Due (DPD) bucket level for each segment separately. Where practical, they also build on information from External Rating Agencies. PDs are then adjusted for IFRS 9 ECL calculations to incorporate forward looking information.
EAD	The Exposure at Default (EAD) is an estimate of the exposure at a future default date, taking into account expected changes in the exposure after the reporting date, including repayments of principal and profit, whether scheduled by contract or otherwise, expected drawdowns on committed facilities, and accrued interest / profit from missed payments. The maximum period for which the credit losses are determined is the contractual life of a financial instrument unless the Group has a legal right to call it earlier. The Group's product offering includes a variety of corporate and retail facilities, in which the Group has the right to cancel and / or reduce the facilities with one day notice. However, in case of revolving facilities, the Group does not limit its exposure to credit losses to the contractual notice period, but, instead calculates ECL over a period that reflects the Group expectations of the customer behaviour, its likelihood of default and the Group future risk mitigation procedures, which could include reducing or cancelling the facilities.
LGD	The Loss Given Default is an estimate of the loss arising in the case where a default occurs at a given time. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, including from the realisation of any collateral. It is usually expressed as a percentage of the EAD.

The discount rate used to discount the ECLs is based on the effective interest rate that is expected to be charged over the expected period of exposure to the facilities. In the absence of computation of the effective interest rate (at reporting date), the Group uses an approximation e.g. contractual rate (at reporting date).

Effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial asset or financial liabilities to the gross carrying amount of a financial asset or to the amortised cost of a financial liability.

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To mitigate its credit risks on financial assets, the Group seeks to use collateral, where possible. The Group considers only those collaterals as eligible collaterals in the EAD calculation which have the following characteristics:

- History of legal certainty and enforceability
- History of enforceability and recovery

When estimating the ECLs, the Group considers three scenarios (a base case, a best case, a worst case). Each of these is associated with different PDs.

The Group's management has only considered cash, liquid securities, and Government of Pakistan guarantees as eligible collaterals, while calculating EADs.

The credit exposures (in local currency) that have been guaranteed by the Government and Government Securities are exempted from the application of ECL calculation.

As per BPRD Circular No. 03 of 2022 dated July 05, 2022 and BPRD Circular Letter No. 16 of 2024 dated July 29, 2024, ECL of Stage 1 and Stage 2 is calculated as per IFRS 9, while ECL of Stage 3 has been calculated based on higher of either the Prudential Regulations or IFRS 9 at borrower / facility level for corporate / commercial / SME loan portfolios and at segment / product basis for retail portfolio.

Forward looking information

In its ECL models, the Group relies on range of the following forward looking information as economic inputs, such as:

- GDP Growth
- Consumer Price Index
- Unemployment rate

The staging guidelines applicable on the Group has been adopted from the application instructions of IFRS - 9 issued by the SBP vide its BPRD circular 3 of 2023.

Particular	Classification	Days due	Stage allocation under IFRS 9	Provisions to be made
Prudential regulation for corporate	Performing	1-59	Stage 1	As per IFRS 9 ECL modelling
	Under-performing	60-89	Stage 2	
	Non-performing			
	Substandard	90-179	Stage 3	Whichever is higher: a) IFRS 9 ECL or b) PR's requirement
	Doubtful	180 or more days		
	Loss	one year or more		

Definition of default

The concept of "impairment" or "default" is critical to the implementation of IFRS 9 as it drives determination of risk parameters i.e. PD and LGD.

The customer is more than 90 days past due on its contractual payments, except in case of agriculture, project infrastructure and housing financing. This implies that if one facility of a counterparty is defaulted as per the definition; all other facilities would deem to be classified as stage 3.

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

Further the following qualitative criteria has been determined for assessment of default:

- The Group considers that the obligor is unlikely to pay its credit obligations in full, without recourse by the Bank to actions such as realising security (if held).
- The Group makes a charge-off or account-specific provision resulting from a perceived decline in credit quality subsequent to the Bank taking on the exposure.
- The Group sells the credit obligation at a material credit-related economic loss.
- The Group consents to a distressed restructuring of the credit obligation where this is likely to result in a diminished financial obligation caused by the material forgiveness, or postponement, of principal, profit or (where relevant) fees.
- The Group has filed for the obligor's bankruptcy or a similar order in respect of the obligor's credit obligation to the industry group.
- The obligor has sought or has been placed in bankruptcy or similar protection where this would avoid or delay repayment of the credit obligation to the industry group.

SBP vide BPRD Circular No. 3 of 2022 dated July 5, 2022 has prescribed objective basis, based on Days Past Due, for classification of financing in stage 3. In addition to time based criteria, SBP requires Banks to evaluate and, where required, subjectively classify or further downgrade classification of financing. ECL of Stage 3 has been calculated based on higher of either the Prudential Regulations or IFRS 9 at Customer / Obligor / facility level for corporate / commercial / SME / Agri Financing portfolios and at segment / product basis for retail portfolio as prescribed by SBP vide BPRD Circular Letter No. 16 of 2024 dated July 29, 2024.

4.1.3.5 Write-offs

The Group's accounting policy under IFRS 9 remains the same as it was under SBP regulations / existing reporting framework. Financing written off in accordance with the policy do not in any way prejudice the Group's right of recovery from the customer.

4.2 Cash and cash equivalents

Cash and cash equivalents include cash and balances with treasury banks, balances with other banks and call money lendings, less call borrowings and overdrawn nostro accounts having original maturity of three months or less.

4.3 Repurchase and resale agreements

Securities sold with a simultaneous commitment to repurchase at a specified future date (repos) continue to be recognised in the statement of financial position and are measured in accordance with accounting policies for investment securities. The counterparty liability for amounts received under these agreements is included in borrowings. The difference between sale and repurchase price is treated as mark-up / return / interest expense and accrued over the life of the repo agreement using effective yield method.

Securities purchased with a corresponding commitment to resell at a specified future date (reverse repos) are not recognised in the statement of financial position, as the Group does not obtain control over the securities. Amounts paid under these agreements are included in lendings to financial institutions. The difference between purchase and resale price is treated as mark-up / return / interest income and accrued over the life of the reverse repo agreement using effective yield method.

4.4 Bai Muajjal

Bai Muajjal transactions represent sales of Sukuks on a deferred payment basis and are shown in lendings to financial institutions except for transactions undertaken directly with the Government of Pakistan which are disclosed as investments.

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

The difference between the deferred payment amount receivable and the carrying value at the time of sale is accrued and recorded as income over the life of the transaction.

4.5 Advances

Loans and advances including net investment in finance lease are stated net of credit loss allowance / provision against non-performing loan and advances. Credit loss allowance / provision against loans and advances in Pakistan operations have been made in accordance with the requirements of the Prudential Regulations and IFRS 9 application instructions issued by the SBP. General provisions against loans and advances in Pakistan operations have been maintained against potential high risk advances based on the management's estimates as disclosed in note 11.6. Credit loss allowance / provisions pertaining to overseas loans and advances are made in accordance with the requirements of the regulatory authorities of the respective countries. Advances are written off / charged off when there are no realistic prospects of recovery or to clean up the balance sheet as allowed by the SBP.

Subsidised loans disbursed under Temporary Economic Refinance Facility (TERF) have been recorded at fair value resulting in recognition of fair value adjustment on initial recognition. Unwinding of income on fair value adjustment is recognised in the consolidated statement of profit and loss account.

4.6 Islamic financing and related assets

Under Murabaha financing, funds disbursed for the purchase of goods are recorded as advance against Murabaha finance and the financing is recorded at the deferred sale price. Goods purchased but remaining unsold at the statement of financial position date are recorded as inventories.

Assets given on Ijarah are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Ijarah assets are depreciated on a reducing balance basis over the term of the Ijarah after taking into account the estimated residual value. Impairment of Ijarah assets is recognised in line with the Prudential Regulations or upon the occurrence of an impairment event which indicates that the carrying value of the Ijarah asset may exceed its recoverable amount.

In Running Musharakah, the Group and the customer enter into a Musharakah agreement where the Group agrees to finance the operating activities of the customer's business and share in the consolidated statement of profit and loss account in proportion to an agreed ratio at an agreed frequency.

Under Diminishing Musharakah financing, the Group creates joint ownership with the customer over the tangible assets to fulfil capital expenditure / project requirements. The Group receives periodic payments from the customer against the gradual transfer of its share of ownership to the customer.

In Istisna transactions, the Group finances the cost of goods manufactured by the customer. Once the goods are manufactured, these are sold by the customer as an agent of the Group to recover the cost plus the agreed profit.

Under Tijarah, the Group purchases the finished goods from the customer against payment, takes possession and appoint customer as an agent to sell these goods to ultimate buyer on deferred payment basis. Profit is recognized on accrual basis over the period of transaction.

Wakalah is an agency contract in which Group provides funds to the customer who invests it in a Shariah compliant manner.

In Musawamah financing, the Group purchases the goods and after taking the possession, sells them to the customer either in spot or credit transaction, without disclosing the cost.

4.7 Credit loss allowance / provision against non-performing advances

Advances are stated net of credit loss allowance held against non-performing advances in accordance with the requirements of the Prudential Regulations and IFRS 9 application instructions issued by the SBP which are charged to the consolidated statement of profit and loss account. In addition to the above the Bank has also

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

maintained a general provision in respect of financing against potential losses as may be present in the portfolio as disclosed in note 11.6. This provision is based on management's best estimate and is approved by the Board of Directors of the Group.

The net ECL made / reversed during the year is charged to the consolidated statement of profit and loss account and accumulated ECL / provision is netted off against advances. Advances are written off when there are no realistic prospects of recovery.

4.8 Investments

Investments include Federal Government securities, shares, mutual funds, non-Government debt securities, foreign securities, associates and subsidiaries. Classification and measurement of Federal Government securities, shares, mutual funds, non-Government debt securities and foreign securities has been detailed in note 10.

Associates are all entities over which the Group has significant influence but not control. Investment in associates is carried at cost less accumulated impairment losses, if any.

Subsidiary is an entity over which the Group has control. Investment in subsidiaries is carried at cost less accumulated impairment losses, if any.

4.9 Impairment of investment in associates and subsidiaries

In respect of investment in associates and subsidiaries, the Group reviews their carrying values at each reporting date to assess whether there is an indication of impairment. The amount of impairment loss would be determined based on the higher of value in use and fair value less cost to sell. Impairment loss is recognised in the consolidated statement of profit and loss account.

4.10 Regular way contracts

All purchases and sales of investments that require delivery within the time frame established by regulation or market convention are recognised at the trade date, which is the date on which the Group commits to purchase or sell the investments.

4.11 Property and equipment and depreciation

4.11.1 Property and equipment

4.11.1.1 Owned assets

Property and equipment, except land and buildings, are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Land is stated at revalued amount. Buildings are stated at revalued amount less accumulated depreciation and accumulated impairment losses, if any. The cost and the accumulated depreciation of property and equipment of foreign branches include exchange differences arising on currency translation at the year-end rates. Depreciation is charged to the consolidated statement of profit and loss account applying the straight line method except buildings, which are depreciated on diminishing balance method at the rates stated in note 12.2. Depreciation on addition is charged from the month in which the assets are available for use and no depreciation is charged in the month the assets are disposed off.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to the consolidated statement of profit and loss account during the period in which they are incurred.

Assets are derecognised when disposed off or when no future economic benefits are expected from its use or disposal. Gains and losses on disposal of property and equipment are included in the consolidated statement of profit and loss account.

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The assets' residual values and useful lives are reviewed annually, and adjusted if appropriate, at the consolidated statement of financial position date.

Land and buildings' valuations are carried out by professionally qualified valuers with sufficient regularity to ensure that their carrying amounts do not differ materially from their fair value.

- Any revaluation increase arising on the revaluation of such assets is recognised in the statement of comprehensive income and accumulated in equity, except to the extent that it reverses a revaluation decrease for the same asset previously recognised in the consolidated statement of profit and loss account, in which case the increase is credited to statement of profit and loss account to the extent of the decrease previously expensed. A decrease in the carrying amount arising on the revaluation of such assets is recognised in the consolidated statement of profit and loss account to the extent that it exceeds the balance, if any, held in "Surplus on Revaluation of Fixed Assets" relating to a previous revaluation of that asset.
- Depreciation on assets which are revalued is determined with reference to the value assigned to such assets on revaluation and depreciation charge for the year is taken to the consolidated statement of profit and loss account.
- An amount equal to incremental depreciation for the year net of associated deferred tax is transferred from "Surplus on Revaluation of Fixed Assets" to unappropriated profit through statement of changes in equity to record realization of surplus to the extent of the incremental depreciation charge for the year.
- On the subsequent sale or retirement of a revalued asset, the attributable revaluation surplus remaining in the revaluation reserve is transferred directly to unappropriated profit.

4.11.1.2 Capital work-in-progress

Capital work-in-progress is stated at cost less accumulated impairment losses, if any. These are transferred to specific assets as and when assets are available for use.

4.11.1.3 Impairment

The carrying values of fixed assets are reviewed for impairment when events or changes in circumstances indicate that the carrying values may not be recoverable. If any such indication exists and where the carrying values exceed the estimated recoverable amounts, fixed assets are written down to their recoverable amounts.

The resulting impairment loss is taken to profit and loss account except for impairment loss on revalued assets which is adjusted against the related revaluation surplus to the extent that the impairment loss does not exceed the surplus on revaluation of assets. Where impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised recoverable amount but limited to the extent of the amount which would have been determined had there been no impairment. Reversal of impairment loss is recognised as income in the consolidated statement of profit and loss account.

4.12 Non-current assets (or disposal groups) held-for-sale

Non-current assets (or disposal groups) are classified as assets held-for-sale if their carrying amount will be recovered principally through a sale transaction rather than continuing use and a sale is considered highly probable. They are measured at the lower of their carrying amount and fair value less costs to sell.

An impairment loss is recognised for any initial or subsequent write-down of the asset (or disposal group) to fair value less costs to sell. A gain is recognised for any subsequent increases in fair value less costs to sell of an asset (or disposal group), but not in excess of any cumulative impairment loss previously recognised. A gain or loss not previously recognised by the date of the sale of the non-current asset (or disposal group) is recognised at the date of derecognition.

Non-current assets (including those that are part of a disposal group) are not depreciated or amortised while they are classified as held for sale. Non-current assets classified as held for sale and the assets of a disposal

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group classified as held for sale are presented separately from the other assets in the statement of financial position. The liabilities of a disposal group classified as held for sale are presented separately from other liabilities in the consolidated statement of financial position.

4.13 Lease liability and right-of-use assets

The lease liabilities are initially measured at the present value of lease payments that includes:

- fixed payments (including in-substance fixed payments), less any lease incentives receivable;
- variable lease payment that are based on an index or a rate as at the commencement date;
- amounts expected to be payable by the lessee under residual value guarantees, if any;
- the exercise price of a purchase option if the lessee is reasonably certain to exercise that option; and
- payments of penalties for terminating the lease, if the lease term reflects the lessee exercising that option.

The lease payments are to be discounted using the incremental borrowing rate being the rate that the Group would have to pay to borrow the funds necessary to obtain an asset of similar value in a similar economic environment with similar terms and conditions.

On initial recognition, right-of-use assets are measured at cost comprising the following:

- the amount of the initial measurement of lease liability;
- any lease payments made at or before the commencement date less any lease incentives received;
- any initial direct costs incurred; and
- an estimate of restoration costs.

The Group leases various offices / branches for the purpose of its operational activities. Rental contracts are typically made for fixed periods of 3 to 10 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose any covenants, but leased assets may not be used as security for borrowing purposes.

4.14 Intangible assets

Intangible assets are stated at cost less accumulated amortisation and accumulated impairment losses, if any. The cost and the accumulated amortisation of intangible assets of foreign branches include exchange differences arising on currency translation at the year-end rates. Amortisation is charged to the consolidated statement of profit and loss account applying the straight-line method at the rates stated in note 14. Amortisation on additions is charged from the month in which the assets are available for use and no amortisation is charged in the month the intangible assets are disposed off. The estimated useful life and amortisation method are reviewed at the end of each annual reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

4.15 Non-banking assets acquired in satisfaction of claims

In accordance with the requirements of the 'Regulations for Debt Property Swap' (the regulations) issued by SBP vide its BPRD Circular No. 1 of 2016, dated January 1, 2016, the non-banking assets acquired in satisfaction of claims are carried at revalued amounts less accumulated depreciation. These assets are revalued by professionally qualified valuers with sufficient regularity to ensure that their net carrying value does not differ materially from their fair value. A surplus arising on revaluation is credited to the 'surplus on revaluation of assets' account and any deficit arising on revaluation is taken to the consolidated statement of profit and loss account directly. Legal fees, transfer costs and direct costs of acquiring title to property is charged to the consolidated statement of profit and loss account and not capitalized. Depreciation on non-

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

banking assets acquired in satisfaction of claims is charged to the consolidated statement of profit and loss account on the same basis as depreciation charged on the Group's owned fixed assets.

4.16 Deposits and their cost

Deposits are recorded at the fair value of proceeds received.

Deposit costs are recognised as an expense in the period in which these are incurred using effective yield method.

4.17 Taxation

4.17.1 Current

Provision of current taxation is based on taxable income for the year determined in accordance with the prevailing laws of taxation on income earned for local as well as foreign operations, as applicable to the respective jurisdictions. The charge for the current tax also includes adjustments wherever considered necessary relating to prior years, arising from assessments framed during the year.

4.17.2 Deferred

Deferred tax is provided on all temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses, to the extent that it is probable that taxable profits will be available against which the deductible temporary differences and unused tax losses can be utilized. Deferred tax is not recognised on differences relating to investment in subsidiaries and branches to the extent the deductible temporary difference probably will not reverse in the foreseeable future.

The carrying amount of deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit or deductible temporary differences will be available to allow all or part of the deferred income tax asset to be utilized.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to gain / loss recognised on surplus on revaluation of assets is charged / credited to such account.

4.17.3 Prior years

This charge includes tax charge for prior years arising from assessments, changes in estimates and change in law.

4.18 Employee benefits

4.18.1 Defined benefit plans

The Group operates an approved funded pension scheme, an un-funded post retirement medical benefits scheme and an un-funded benevolent scheme for its eligible employees. The Group also operates an un-funded gratuity scheme for its eligible contractual employees. An actuarial valuation of all defined benefit schemes is conducted every year. The valuation uses the Projected Unit Credit Method. Remeasurements of the net defined benefit liability / assets which comprise actuarial gains and losses, return on plan assets (excluding interest) and the effect of asset ceiling (if any, excluding interest) are recognised immediately in the consolidated statement of other comprehensive income. Past-service costs are recognised immediately in the consolidated statement of profit and loss account when the plan amendment occurs.

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

4.18.2 Other employee benefits

4.18.2.1 Employees' compensated absences

The Group also makes provision in these consolidated financial statements for its liability towards compensated absences. This liability is estimated on the basis of actuarial advice under the Projected Unit Credit Method.

4.19 Foreign currencies translation and foreign operation

4.19.1 Foreign currencies translation

The Group's consolidated financial statements are presented in Pak Rupees (Rs.) which is the Group's functional and presentation currency.

Foreign currency transactions are converted into Rupees applying the exchange rate at the date of the respective transactions. Monetary assets and liabilities in foreign currencies and assets / liabilities of foreign branches are translated into Rupees at the rates of exchange prevailing at the consolidated statement of financial position date. Forward foreign exchange contracts are valued at the rates applicable to their respective maturities. All gains or losses on dealing in foreign currencies are taken to the consolidated statement of profit and loss account.

Commitments for outstanding forward foreign exchange contracts are disclosed in these consolidated financial statements at committed amounts. Contingent liabilities / commitments for letters of credit and letters of guarantee denominated in foreign currencies are expressed in Rupee terms at the rates of exchange prevailing at the consolidated statement of financial position date.

4.19.2 Foreign operation

The consolidated statement of profit and loss account balances of foreign branches are translated at average exchange rate prevailing during the year and the consolidated statement of financial position balances of foreign branches are translated at exchange rate prevailing at the consolidated statement of financial position date. Gains and losses on translation are included in the profit and loss account except gains / losses arising on translation of net assets of foreign branches, which is credited to the exchange translation reserve in the consolidated statement of comprehensive income. These are recognised in the consolidated statement of profit and loss account on disposal.

4.20 Dividend and other appropriations

Dividend and other appropriation to reserves, except appropriations which are required by the law, are recognised in the Group's consolidated financial statements in the year in which these are approved.

4.21 Provisions and contingent assets and liabilities

Provisions are recognised when the Group has a present legal or constructive obligation arising as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made.

Contingent assets are not recognised, and are also not disclosed unless an inflow of economic benefits is probable. Contingent liabilities are not recognised but are disclosed unless the probability of an outflow of resources embodying economic benefits are remote.

4.22 Impairment of non-financial assets

The carrying amount of the assets are reviewed at each reporting date to determine whether there is any indication of impairment. If such indication exists, the recoverable amount of the relevant asset is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses are recognised in the consolidated statement of profit and loss account. An impairment loss

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

is reversed if the reversal can be objectively related to an event occurring after the impairment loss was recognised.

4.23 Credit Allowance for off balance sheet obligations

ECL for guarantees, claims and other off balance sheet obligations are made when the Group has legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of amount can be made. ECL against off balance sheet items created based on ORR or Days past dues of borrows and based on CCF factor on undrawn commitments. Charge to profit and loss account is stated net of expected recoveries.

4.24 Other credit loss allowance

Other credit loss allowance are recognised when the Group has a present, legal or constructive, obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of the amount can be made. Provisions are reviewed at each reporting date and are adjusted to reflect the current best estimate.

4.25 Acceptances

Acceptances comprise undertakings by the Group to pay bill of exchange drawn on customers. Acceptances are recognised as financial liability in the statement of financial position with a contractual right of reimbursement from the customer as a financial asset. Therefore, commitments in respect of acceptances have been accounted for as on balance sheet financial assets and financial liabilities.

The Group issues guarantees and letters of credit. These are disclosed in the consolidated statement of financial position as part of contingencies and commitments.

4.26 Off setting

Financial assets and financial liabilities are only set off and the net amount is reported in the consolidated financial statements when there is a legally enforceable right to set off and the Group intends either to settle on a net basis, or to realise the assets and to settle the liabilities simultaneously.

Income and expenses are presented on a net basis only when permitted by the accounting and reporting standards as applicable in Pakistan.

4.27 Revenue recognition

Revenue from contract with customers is earned by the Group in the form funded and non-funded revenue. The Group is in the business of providing financing, trade, investment banking, wealth management, home remittance, cash management and branch banking (including card and ADC) related services to the customers. Revenue from contracts with customers is recognised when or as the Group satisfies the performance obligation, either over time or at a specific point of time at an amount that reflects the consideration to which the Group expects to be entitled in exchange for the services rendered or financing provided to the customers.

4.28 Advances and investments

Income on loans and advances and debt security investments are recognised on a time proportion basis that takes into account effective yield on the asset. In case of advances and investments, profit suspended in compliance with the Prudential Regulations issued by the SBP is recognised on receipt basis.

Interest / mark-up on rescheduled / restructured advances and investments is recognized in accordance with the Prudential Regulations issued by SBP.

Where debt securities (excluding held for trading securities / FVPL) are purchased at a premium or discount, those premiums / discounts are amortised through the consolidated statement of profit and loss account over the remaining maturity.

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

4.29 Non mark-up / interest income

The Group earns fee and commission income from certain non-funded banking services. The related fee and commission income is recognised at an amount that reflects the consideration to which the Group expects to be entitled in exchange for providing the services. The recognition of fee and commission income depends on the purpose for which the fees are received. Fee and commission income is recognised when or as an entity satisfies the performance obligation, either over time or at a specific point of time. Unearned fees and commissions are included under Other liabilities.

Commission on letters of credit and guarantees is recognized on time proportion basis.

Dividend income on equity investments and mutual funds is recognised when right to receive is established.

Gains and losses on disposal of investments, property and equipment, intangible assets and Ijarah assets are dealt with through the consolidated statement of profit and loss account in the year in which they arise.

Gain or loss on sale / modification of financial assets is included in the consolidated statement of profit and loss account in the period in which they arise.

4.30 Lease financing

Income from lease financing is accounted for using the financing method. Under this method, the unearned lease income (defined as the sum of total lease rentals and estimated residual value less the cost of the leased assets) is deferred and taken to income over the term of the lease so as to produce a constant periodic rate of return on the outstanding net investment in the lease. Gains or losses on termination of lease contracts are recognised through the consolidated statement of profit and loss account when these are realised. Unrealised lease income and other fees on classified leases are recognised on a receipt basis.

4.31 Net investment in finance lease

Leases where the Group transfers substantially all the risk and rewards incidental to ownership of the assets to the lessee are classified as finance leases. Net investment in finance lease is recognised at an amount equal to the aggregate of present value of minimum lease payment including any guaranteed residual value and excluding unearned finance income, write-offs and provision for doubtful lease finances, if any.

Gain or loss on sale / modification of financial assets is included in the consolidated statement of profit and loss account in the period in which they arise.

4.32 Fiduciary assets

Assets held in a fiduciary capacity are not treated as assets of the Group in the consolidated statement of financial position.

4.33 Earnings per share

The Group presents basic and diluted earnings per share (EPS) for its shareholders. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Group by the weighted average number of ordinary shares outstanding during the year. Diluted EPS is determined by adjusting the consolidated statement of profit and loss account attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares, if any. There were no dilutive potential ordinary shares in issue at December 31, 2025.

4.34 Share Capital

Ordinary shares are classified as equity and recognised at their face value. Incremental costs directly attributable to the new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

4.35 Segment reporting

A segment is a distinguishable component of the Group that is subject to risks and rewards that are different from those of other segments. A business segment is one that is engaged either in providing certain products or services, where as a geographical segment is one engaged in providing certain products or services within a particular economic environment. Segment information is presented as per the Group's functional and management reporting structure.

Business segments

The Group's primary segment reporting is based on the following business segments:

- i. **Retail Banking Group** includes retail lending and deposits, banking services, cards and branchless banking.
- ii. **Inclusive Development Group** consists of loans to individuals, agriculture, SME, commodity and commercial customers.
- iii. **Corporate and Investment Banking Group** offers a wide range of financial services to medium and large sized public and private sector entities. These services include, providing and arranging tenured financing, corporate advisory, underwriting, cash management, trade products, corporate finance products and customer services.
- iv. **Treasury** includes fixed income, equity, foreign exchange, credit, funding, own position securities, lendings and borrowings and derivatives for hedging and market making.
- v. **International Financial Institution and Remittance Group** includes the results of all international branches, correspondent banking business and global remittances. This represents Group's operations in 11 countries including Pakistan and 16 branches including one branch in export processing zone in Pakistan.
- vi. **Aitemaad and Islamic Banking Group** provides shariah compliant services to customers including loans, deposits and other transactions.
- vii. **Head Office / Others** includes the head office related activities and other functions which cannot be classified in any of the above segments.

Geographical segments

The Group is managed along the following geographic lines for monitoring and reporting purposes:

- i. Pakistan (including branch in Export Processing Zone)
- ii. Asia Pacific (including South Asia)
- iii. Europe
- iv. United States of America
- v. Middle East

4.36 Business Combination

Acquisitions of businesses are accounted for using the acquisition method. The consideration transferred in a business combination is measured at fair value, which is calculated as the sum of the acquisition-date fair values of the assets transferred by the Group, liabilities incurred by the Group, to the former owners of the acquiree and the equity interests issued by the Group in exchange for control of the acquiree. Acquisition-related costs are recognized in the consolidated statement of profit and loss account as incurred.

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

At the acquisition date, the identifiable assets acquired and the liabilities assumed are recognized at their fair value.

Goodwill is measured as the excess of the sum of the consideration transferred, the amount of any non-controlling interests in the acquiree, and the fair value of the acquirer's previously held equity interest in the acquiree (if any) over the net of the acquisition-date amounts of the identifiable assets acquired and liabilities assumed exceeds the sum of the consideration transferred, the amount of any non-controlling interests in the acquiree and the fair value of the acquirer's previously held interest in the acquiree (if any), the excess is recognized immediately in the consolidated statement of profit and loss account as a bargain purchase gain.

Non-controlling interests that are present ownership interests and entitle their holders to a proportionate share of the Group's net assets in the event of liquidation is measured at fair value at the date of acquisition.

When a business combination is achieved in stages, the Group's previously held equity interest in the acquiree is remeasured to fair value at the acquisition date (i.e. the date when the Group obtains control) and the resulting gain or loss, if any, is recognized in profit and loss account.

4.37 Goodwill

Goodwill arising on an acquisition of a business is carried at cost as established at the date of acquisition of the subsidiary company.

For the purposes of impairment testing, goodwill is allocated to each of the Group's cash-generating units (or entities of cash-generating units) that is expected to benefit from the synergies of the combination.

A cash-generating unit to which goodwill has been allocated is tested for impairment annually, or more frequently when there is indication that the unit may be impaired. If the recoverable amount of the cash-generating unit is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit on a pro-rata basis based on the carrying amount of each asset in the unit. Any impairment loss for goodwill is recognized directly in the consolidated statement of profit and loss account. An impairment loss recognized for goodwill is not reversed in subsequent periods.

On disposal of the relevant cash-generating unit, the attributable amount of goodwill is included in the determination of the profit or loss on disposal.

5. CLOSURE OF FOREIGN SUBSIDIARIES AND OPERATIONS

In line with the SBP Governance Framework 2018, the Board of Directors (BoD), in its 302nd meeting held on January 20–21, 2020, approved the Bank's International Strategy. Under the approved strategy, the BoD authorized the closure of all locations in the Central Asian Republics.

In line with BoD directives/approval, all Central Asian Republics branches/subsidiaries/offices stand closed as of December 31, 2025.

The Board of Directors in its 349th meeting held on June 19, 2023 approved exit from Bangladesh preferably by exploring the options of merger with an existing bank or sale of license / entire business to a new buyer. In this regard, scale down activities of Bangladesh operations are underway in line with BoD approval.

Following the closure of NBP New York, the Group has initiated the process for closure of its Washington D.C. Branch. The Group expects to complete the wind down of Washington DC Branch during the year 2026

6. FUNCTIONAL AND PRESENTATION CURRENCY

6.1 The US Dollar amounts presented in the consolidated statement of financial position, consolidated statement of profit and loss account, consolidated statement of comprehensive income and consolidated cash flow statement are converted at the rate of Rs. 280.1231 per US Dollar, prevalent as at December 31, 2025. This additional information is presented only for the convenience of users of the financial statements.

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

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2025

7	CASH AND BALANCES WITH TREASURY BANKS		2025	2024
		Note	------(Rupees in '000)-----	
	In hand:			
	Local currency		74,100,296	65,096,769
	Foreign currencies		5,894,248	5,885,440
			79,994,544	70,982,209
	With State Bank of Pakistan in:			
	Local currency current accounts	7.1	185,103,316	147,471,517
	Foreign currency current accounts	7.2	24,048,368	22,097,814
	Foreign currency deposit accounts	7.2	47,789,001	44,108,393
	Foreign currency collection accounts		-	212,443
			256,940,685	213,890,167
	With other central banks in:			
	Foreign currency current accounts	7.3	34,465,663	24,445,656
	Foreign currency deposit accounts	7.3 & 7.4	3,549,438	4,583,665
			38,015,101	29,029,321
	Prize bonds		995,242	904,765
			375,945,572	314,806,462
	Less: Credit loss allowance held against cash and balances with treasury banks		(7,164)	(19,075)
	Cash and balances with treasury banks - net of credit loss allowance		375,938,408	314,787,387

7.1 This includes statutory liquidity reserves maintained with the SBP under Section 22 of the Banking Companies Ordinance, 1962.

7.2 These represent mandatory reserves maintained in respect of foreign currency deposits under FE-25 scheme, as prescribed by the SBP.

7.3 These balances pertain to the foreign branches and are held with central banks of respective countries. These include balances to meet the statutory and regulatory requirements in respect of liquidity and capital requirements of respective countries.

7.4 These balances carry interest at the rate of 0.01% to 2.00% per annum (December 31, 2024: 0% to 4.50% per annum).

8	BALANCES WITH OTHER BANKS		2025	2024
		Note	------(Rupees in '000)-----	
	In Pakistan:			
	In current account		49,976	726,739
	In deposit accounts	8.1	43,062	1,097,736
			93,038	1,824,475
	Outside Pakistan:			
	In current accounts		27,832,645	48,862,467
	In deposit accounts	8.2	5,607,283	7,957,922
			33,439,928	56,820,389
			33,532,966	58,644,864
	Less: Credit loss allowance held against balances with other banks		(23)	(18)
	Balances with other banks - net of credit loss allowance		33,532,943	58,644,846

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

8.1 These include deposits maintained with banks and carry interest at the rates ranging from 2.56% to 6.80% per annum (December 31, 2024: 9.00% to 19.60% per annum).

8.2 These include various deposits with correspondent banks outside Pakistan and carry interest at the rates ranging from 1.00% to 3.60% per annum (December 31, 2024 : 1.00% to 5.44% per annum).

		2025	2024
		------(Rupees in '000)-----	
9	LENDINGS TO FINANCIAL INSTITUTIONS	Note	
	Repurchase agreement lendings (Reverse Repo)	9.1 , 9.4 & 9.5	16,000,000
	Musharaka Lending - unsecured	9.2 & 9.5	30,000,000
	Letters of placement	9.3	172,150
		9.4	46,172,150
	Less: Credit loss allowance held against lending to financial institutions	9.6	(172,150)
	Lending to financial institutions - net of credit loss allowance	46,000,000	30,000,000

9.1 These carry mark-up at the rates ranging from 10.55% to 11.00% per annum (December 31, 2024: Nil) with maturities from January 2, 2026 to January 12, 2026 (December 31, 2024: Nil) and are collateralised by government securities.

9.2 These carry return at 10.4% per annum (December 31, 2024: 12.0% to 12.75% per annum) with maturities on January 2, 2026 (December 31, 2024: January 2, 2025).

9.3 These are overdue placements and full provision / credit loss allowance has been made against these placements as at December 31, 2025.

		2025	2024
		------(Rupees in '000)-----	
9.4	Particulars of lending		
	In local currency	46,172,150	30,172,150
		46,172,150	30,172,150

9.5 Securities held as collateral against lending to financial institutions

	2025			2024		
	Held by the Group	Further given as collateral	Total	Held by the Group	Further given as collateral	Total
	------(Rupees in '000)-----					
Pakistan Investment Bonds	16,000,000	-	16,000,000	-	-	-
GoP Ijarah Sukuks	30,000,000	-	30,000,000	-	-	-
Total	46,000,000	-	46,000,000	-	-	-

9.5.1 Market value of the securities given as collateral under repurchase agreement amounting to Rs. 16,087 million (2024:Nil).

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

9.6 Lending to Financial Institutions - Particulars of credit loss allowance

			2025		2024	
			Lending	Credit loss allowance held	Lending	Credit loss allowance held
------(Rupees in '000)-----						
Domestic						
Performing	Stage 1		46,000,000	-	30,000,000	-
Under performing	Stage 2		-	-	-	-
Non-performing	Stage 3					
Substandard			-	-	-	-
Doubtful			-	-	-	-
Loss			172,150	172,150	172,150	172,150
			172,150	172,150	172,150	172,150
Total			46,172,150	172,150	30,172,150	172,150
Overseas						
Performing	Stage 1		-	-	-	-
Under performing	Stage 2		-	-	-	-
Non-performing	Stage 3					
Substandard			-	-	-	-
Doubtful			-	-	-	-
Loss			-	-	-	-
			-	-	-	-
Total			-	-	-	-
2025						
			Stage 1	Stage 2	Stage 3	Total
------(Rupees in '000)-----						
Balance at the start of the year			-	-	172,150	172,150
Impact of adoption of IFRS - 9			-	-	-	-
Transfer to stage 1			-	-	-	-
Transfer to stage 2			-	-	-	-
Transfer to stage 3			-	-	-	-
Net remeasurement of credit loss allowance			-	-	172,150	172,150
Financial assets that have been derecognised			-	-	-	-
Balance at the end of the year			-	-	172,150	172,150
2024						
			Stage 1	Stage 2	Stage 3	Total
------(Rupees in '000)-----						
Balance at the start of the year			-	-	174,150	174,150
Impact of adoption of IFRS - 9			-	-	9,723	9,723
Transfer to stage 1			-	-	-	-
Transfer to stage 2			-	-	-	-
Transfer to stage 3			-	-	-	-
Net remeasurement of Credit loss allowance			-	-	183,873	183,873
Financial assets that have been derecognised			-	-	(11,723)	(11,723)
Balance at the end of year			-	-	172,150	172,150

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2025

10 INVESTMENTS		2025			
		Fair value / Amortised cost	Credit loss allowance held / Provision	Surplus / (Deficit)	Carrying Value
10.1 Investments by type:		------(Rupees in '000)-----			
- Debt Instruments		Note			
Classified / Measured at amortised cost					
Federal Government Securities					
Market Treasury Bills	10.5	54,473	-	-	54,473
Pakistan Investment Bonds	10.5	461,461,674	-	-	461,461,674
- GOP ijarah sukuks - Traded	10.5	4,999,075	-	-	4,999,075
- GOP ijarah sukuks	10.5	14,027,812	-	-	14,027,812
- Bai Muajjal with Government of Pakistan (through State Bank of Pakistan)	10.5	8,466,335	-	-	8,466,335
Foreign currency debt securities	10.5	9,685,261	(87,361)	-	9,597,900
Foreign currency debt securities					
-Term finance certificates, participation term certificates, bond, debentures and sukuk bonds		360,481	(360,481)	-	-
Foreign Securities					
-Government debt securities		36,921,367	(208,380)	-	36,712,987
-Non-Government debt securities		1,079	-	-	1,079
		535,977,557	(656,222)	-	535,321,335
Classified / Measured at FVOCI					
Federal Government Securities					
-Market treasury bills	10.4.1	1,265,626,161	-	5,084,947	1,270,711,108
-Pakistan investment bonds	10.4.1	2,546,378,172	-	65,431,828	2,611,810,000
-GOP Ijarah sukuks	10.4.1	22,706,580	-	201,261	22,907,841
-GOP Ijarah sukuks-Traded	10.4.1	220,403,613	-	1,303,382	221,706,995
-GOP Ijarah sukuks-Discounted	10.4.1	3,387,533	-	(128,529)	3,259,004
-Foreign currency debt securities	10.4.1	29,803,957	(2,599,421)	41,502	27,246,038
Non-Government Debt Securities					
- Term finance certificates and sukuks	10.4.4	26,429,153	(6,565,316)	188,409	20,052,246
Foreign Securities					
-Government debt securities		2,304,806	(98)	2,735	2,307,443
		4,117,039,975	(9,164,835)	72,125,535	4,180,000,675
Classified / Measured at FVPL					
Federal Government Securities					
-Market treasury bills		35,213,166	-	6,078	35,219,244
-Pakistan investment bonds		9,685,616	-	7,040	9,692,656
		44,898,782	-	13,118	44,911,900
Instruments mandatorily classified / measured at FVPL					
- Units of open-ended mutual funds		6,872,004	-	1,711,929	8,583,933
Preference Shares					
-Listed		992,711	-	113,700	1,106,411
-Unlisted		558,284	(558,284)	-	-
Non-Government Debt Securities					
- Term finance certificates and sukuks		9,486,572	-	11,547	9,498,119
		17,909,571	(558,284)	1,837,176	19,188,463
Real estate investment trust units		3,244,532	-	(757,221)	2,487,311
- Equity instruments					
Classified / Measured at FVPL					
Shares					
- Listed companies		11,620,213	-	3,389,676	15,009,889
		11,620,213	-	3,389,676	15,009,889

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

		2025			
		Fair value / Amortised cost	Credit loss allowance held / provision	Surplus / (Deficit)	Carrying Value
Classified / Measured at FVOCI (Non-Reclassifiable)					
------(Rupees in '000)-----					
Shares					
- Listed companies	10.4.2, 10.11 & 10.12	35,739,845	-	41,506,937	77,246,782
- Unlisted companies	10.9 & 10.4.3	2,107,198	-	7,287,787	9,394,985
Foreign securities					
- Listed bank	10.6	463,294	-	39,010,025	39,473,319
		38,310,337	-	87,804,749	126,115,086
- Associates	10.8 & 10.1.1	2,315,136	(503,012)	-	1,812,124
- Subsidiaries		1,245	(1,245)	-	-
Total Investments		4,771,317,348	(10,883,598)	164,413,033	4,924,846,783

		2024			
		Fair value / Amortised cost	Credit loss allowance held / provision	Surplus / (Deficit)	Carrying Value
Investments by type:					
Debt Instruments					
Classified / Measured at amortised cost					
Federal Government Securities					
Market Treasury Bills	10.5	59,594	-	-	59,594
Pakistan Investment Bonds	10.5	222,656,096	-	-	222,656,096
- GOP ijarah sukuks - Traded	10.5	-	-	-	-
- GOP ijarah sukuks	10.5	14,373,995	-	-	14,373,995
- Bai Muajjal with Government of Pakistan (through State Bank of Pakistan)	10.5	-	-	-	-
Foreign currency debt securities	10.5	7,104,331	(817,022)	-	6,287,309
Non Government debt securities					
- Term finance certificates and sukuks		383,471	(383,471)	-	-
Foreign Securities					
-Government debt securities		37,707,456	-	-	37,707,456
-Non-Government debt securities		1,077	-	-	1,077
		282,286,020	(1,200,493)	-	281,085,527
Classified / Measured at FVOCI					
Federal Government Securities					
-Market treasury bills	10.4.1	1,152,657,391	-	17,688,599	1,170,345,990
-Pakistan investment bonds	10.4.1	2,739,200,656	-	33,084,223	2,772,284,879
-GOP Ijarah sukuks	10.4.1	31,090,981	-	587,221	31,678,202
-GOP Ijarah sukuks-Traded	10.4.1	29,772,129	-	1,127,871	30,900,000
-GOP Ijarah sukuks-Discouted	10.4.1	32,874,030	-	951,840	33,825,870
-Foreign currency debt securities	10.4.1	29,229,000	(6,119,189)	(3,541,998)	19,567,813
Non-Government Debt Securities					
- Term finance certificates and sukuks	10.4.4	39,157,588	(6,984,089)	278,820	32,452,319
Foreign Securities					
-Government debt securities		3,100,284	-	143,329	3,243,613
		4,057,082,059	(13,103,278)	50,319,905	4,094,298,686

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2025

	2024			
	Fair value / Amortised cost	Credit loss allowance held / provision	Surplus / (Deficit)	Carrying Value
	------(Rupees in '000)-----			
Classified / Measured at FVPL				
Federal Government Securities				
-Market treasury bills	35,690,468	-	72,668	35,763,136
-Pakistan investment bonds	20,906,802	-	63,890	20,970,692
	56,597,270	-	136,558	56,733,828
				-
Instruments mandatorily classified / measured at FVPL				
- Units of open-ended mutual funds	5,503,950	-	3,244,908	8,748,858
Preference Shares				
-Listed	1,043,797	-	(51,086)	992,711
-Unlisted	558,284	(558,284)	-	-
Foreign Securities				
Foreign Government debt securities	2,559,098	-	-	2,559,098
Non-Government Debt Securities				
- Term finance certificates and sukuk	9,911,968	-	13,900	9,925,868
	19,577,097	(558,284)	3,207,722	22,226,535
Real estate investment trust units	2,320,736	-	1,237,039	3,557,775
Equity instruments				
Classified / Measured at FVPL				
Shares				
Listed compaies	11,612,714	-	5,738,300	17,351,014
	11,612,714	-	5,738,300	17,351,014
Classified / Measured at FVOCI (Non-Reclassifiable)				
Shares				
- Listed companies	44,928,949	-	42,792,188	87,721,137
- Unlisted companies	2,107,198	(573,855)	-	1,533,343
Foreign securities				
- Listed bank	463,294	-	52,106,188	52,569,482
	47,499,441	(573,855)	94,898,376	141,823,962
Associates	1,832,737	(503,013)	-	1,329,724
				-
Subsidiaries	1,245	(1,245)	-	-
				-
Total investments	4,476,488,583	(15,940,168)	154,300,861	4,614,849,276

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

10.1.1 Associates

	Number of shares	Percent-age of holding	Country of Incorporation	Based on the financial statements as at	Assets	Liabilities	Revenue	Profit/ (loss) after taxation	Total comprehensive income / (loss)
(Rupees in '000)									
Listed									
First Credit and Investment Bank Limited	20,000,000	30.77%	Pakistan	September 30, 2025 (Un-audited)	4,358,873	3,469,993	91,340	20,258	15,405
National Fibres Limited	17,030,231	20.19%	Pakistan	N/A	-	-	-	-	-
Liven Pharma Limited (Formerly Land Mark Spinning Mills Limited)	3,970,859	32.79%	Pakistan	September 30, 2025 (Un-audited)	804,575	200,872	8,821	(30,157)	(30,157)
SG Allied Businesses Limited	3,754,900	25.03%	Pakistan	September 30, 2025 (Un-audited)	1,551,367	281,648	21,628	189	189
Nina Industries Limited	4,906,000	20.27%	Pakistan	N/A	-	-	-	-	-
NBP Stock Fund	31,347,444	2.49%	Pakistan	September 30, 2025 (Un-audited)	55,213,772	423,378	13,590,865	13,137,465	13,137,465
Unlisted									
Pakistan Emerging Venture Limited	12,500,000	33.3%	Pakistan	June 30, 2022 (Audited)	478	404	56	(385)	(385)
National Fructose Company Limited	1,300,000	39.5%	Pakistan	N/A	-	-	-	-	-
Venture Capital Fund Management	33,333	33.3%	Pakistan	N/A	-	-	-	-	-
Kamal Enterprises Limited	11,000	20.4%	Pakistan	N/A	-	-	-	-	-
Mehran Industries Limited	37,500	32.1%	Pakistan	N/A	-	-	-	-	-
Tharparkar Sugar Mills Limited	2,500,000	21.5%	Pakistan	N/A	-	-	-	-	-
Youth Investment Promotion Society	644,508	25.0%	Pakistan	N/A	-	-	-	-	-
Dadabhoy Energy Supply Company Limited	9,900,000	23.1%	Pakistan	N/A	-	-	-	-	-
K-Agricole Limited	5,000	20.0%	Pakistan	N/A	-	-	-	-	-
New Pak Limited	200,000	20.0%	Pakistan	N/A	-	-	-	-	-
Pakistan Mercantile Exchange Limited	10,653,860	34.0%	Pakistan	June 30, 2024 (Audited)	6,596,805	5,999,049	866,373	291,880	291,880
Prudential Fund Management Limited	150,000	20.0%	Pakistan	N/A	-	-	-	-	-
Subsidiaries									
Cast-N-Link Products Limited	1,245,000	77%	Pakistan	N/A	-	-	-	-	-

10.1.2

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2025

10.2 Investments by segments:

		2025				2024			
		Cost / amortised cost	Credit loss allowance held / Provision	Surplus / (deficit)	Carrying value	Cost / amortised cost	Credit loss allowance held / Provision	Surplus / (deficit)	Carrying value
		------(Rupees in '000)-----							
Federal Government Securities:	Note								
- Market Treasury Bills		1,300,893,800	-	5,091,025	1,305,984,825	1,188,407,188	-	17,761,267	1,206,168,455
- Pakistan Investment Bonds		3,017,525,462	-	65,438,868	3,082,964,330	2,982,763,554	-	33,148,113	3,015,911,667
- GOP Ijarah Sukuks		265,524,613	-	1,376,114	266,900,727	108,111,135	-	2,666,932	110,778,067
- Bai Muajjal with Government of Pakistan (through State Bank of Pakistan)		8,466,335	-	-	8,466,335	-	-	-	-
- Foreign currency debt securities		39,489,218	(2,686,782)	41,502	36,843,938	36,333,331	(6,936,211)	(3,541,998)	25,855,122
		4,631,899,428	(2,686,782)	71,947,509	4,701,160,155	4,315,615,208	(6,936,211)	50,034,314	4,358,713,311
Shares									
- Listed companies	10.4.2, 10.11 & 10.12	47,360,058	-	44,896,613	92,256,671	56,541,663	-	48,530,488	105,072,151
- Unlisted companies	10.9 & 10.4.3	2,107,198	-	7,287,787	9,394,985	2,107,463	(573,855)	-	1,533,608
		49,467,256	-	52,184,400	101,651,656	58,649,126	(573,855)	48,530,488	106,605,759
Non-Government Debt Securities									
- Listed		10,890,385	(6,925,797)	199,956	4,164,544	18,117,959	(166,109)	159,327	18,111,177
- Unlisted		25,385,821	-	-	25,385,821	31,335,069	(7,201,452)	133,393	24,267,010
		36,276,206	(6,925,797)	199,956	29,550,365	49,453,028	(7,367,561)	292,720	42,378,187
Foreign Securities									
- Government securities		39,226,173	(208,478)	2,735	39,020,430	43,366,838	-	143,329	43,510,167
- Non Government debt securities		1,079	-	-	1,079	1,077	-	-	1,077
- Equity securities	10.6	463,294	-	39,010,025	39,473,319	463,294	-	52,106,188	52,569,482
		39,690,546	(208,478)	39,012,760	78,494,828	43,831,209	-	52,249,517	96,080,726
Preference shares									
- Listed		992,711	-	113,700	1,106,411	1,043,797	-	(51,086)	992,711
- Unlisted		558,284	(558,284)	-	-	558,284	(558,284)	-	-
		1,550,995	(558,284)	113,700	1,106,411	1,602,081	(558,284)	(51,086)	992,711
Units of open-ended mutual funds		6,872,004	-	1,711,929	8,583,933	5,503,950	-	3,244,908	8,748,858
Real estate investment trust units		3,244,532	-	(757,221)	2,487,311	-	-	-	-
Associates	10.8 & 10.11								
- Listed									
First Credit and Investment Bank Limited		691,834	-	-	691,834	215,724	-	-	215,724
Land Mark Spinning Mills Limited		39,710	(39,710)	-	-	39,710	(39,710)	-	-
SG Allied Businesses Limited		218,535	(218,535)	-	-	218,535	(218,535)	-	-
Nina Industries Limited		49,060	(49,060)	-	-	49,060	(49,060)	-	-
NBP Stock Fund		1,120,290	-	-	1,120,290	1,114,000	-	-	1,114,000
	10.7	2,119,429	(307,305)	-	1,812,124	1,637,029	(307,305)	-	1,329,724
- Unlisted	10.10								
Pakistan Emerging Venture Limited		50,563	(50,563)	-	-	50,563	(50,563)	-	-
National Fructose Company Limited		6,500	(6,500)	-	-	6,500	(6,500)	-	-
Dadabhoj Energy Supply Company Limited		32,105	(32,105)	-	-	32,105	(32,105)	-	-
Pakistan Mercantile Exchange Limited		106,539	(106,539)	-	-	106,539	(106,539)	-	-
		195,707	(195,707)	-	-	195,707	(195,707)	-	-
		2,315,136	(503,012)	-	1,812,124	1,832,736	(503,012)	-	1,329,724
Subsidiaries		1,245	(1,245)	-	-	1,245	(1,245)	-	-
Total Investments		4,771,317,348	(10,883,598)	164,413,033	4,924,846,783	4,476,488,583	(15,940,168)	154,300,861	4,614,849,276

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

	2025	2024
	------(Rupees in '000)-----	
10.2.1 Investments given as collateral		
Pakistan Investment Bonds	1,192,522,540	1,253,027,780
Market Treasury Bills	403,505,550	602,314,423
	1,596,028,090	1,855,342,203

10.3 Particulars of credit loss allowance

10.3.1 Investments - exposure	2025				2024			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	----- Rupees in 000 -----							
Opening balance	4,331,617,842	2,864,333	6,719,886	4,341,202,061	4,289,525,567	3,000,000	7,012,213	4,299,537,780
Impact of reclassification on adoption of IFRS 9	-	-	-	-	-	-	-	-
New Investment	243,693,326	70,707,649	370,453	314,771,428	39,605,876	-	-	39,605,876
Derecognition	-	-	(639,576)	(639,576)	-	(135,667)	(617,981)	(753,648)
Transfer to stage 1	-	-	-	-	-	-	-	-
Transfer to stage 2	-	-	-	-	-	-	-	-
Transfer to stage 3	-	-	-	-	-	-	-	-
Other movement	(14,691)	(325,309)	340,000	-	2,486,399	-	325,654	2,812,053
Closing balance	<u>4,575,296,477</u>	<u>73,246,673</u>	<u>6,790,763</u>	<u>4,655,333,913</u>	<u>4,331,617,842</u>	<u>2,864,333</u>	<u>6,719,886</u>	<u>4,341,202,061</u>

10.3.2 Investments - Credit loss allowance

	2025				2024			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	----- Rupees in 000 -----							
Opening balance	1,739,882	7,449,948	6,750,338	15,940,168	14,207,115	-	5,843,259	20,050,374
Impact of reclassification on adoption of IFRS 9	-	-	-	-	(12,665,194)	-	-	(12,665,194)
Impact of adoption of IFRS 9 - reversal of provision held against unlisted shares	(573,853)	-	-	(573,853)	-	-	-	-
Impact of ECL recognized on adoption of IFRS 9	1,252	156,833	-	158,085	106,275	6,502,030	429,888	7,038,193
	(572,601)	156,833	-	(415,768)	(12,558,919)	6,502,030	429,888	(5,627,001)
New Investment	98	-	-	98	138,446	1,073,669	177,181	1,389,296
Investments derecognised / repaid	(65,807)	(4,281,658)	(299,575)	(4,647,040)	(4,769,442)	(263,555)	(25,642)	(5,058,639)
Transfer to stage 1	-	-	-	-	-	-	-	-
Transfer to stage 2	-	-	-	-	-	-	-	-
Transfer to stage 3	-	-	-	-	-	-	-	-
Reversals on disposals	-	-	-	-	2,221,688	-	-	2,221,688
Net change during the year	(65,709)	(4,281,658)	(299,575)	(4,646,936)	(2,409,308)	810,114	151,539	(1,447,655)
Other movement	(14,691)	(325,309)	340,000	-	2,486,399	-	325,652	2,812,051
Exchange Adjustment	47	6,087	-	6,134	-	(3,036)	-	(3,036)
Transfers in	-	-	-	-	14,595	140,840	-	155,435
Closing Balance	<u>1,086,928</u>	<u>3,005,900</u>	<u>6,790,763</u>	<u>10,883,598</u>	<u>1,739,882</u>	<u>7,449,948</u>	<u>6,750,338</u>	<u>15,940,168</u>

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

10.3.3 Particulars of credit loss allowance against debt securities

		2025		2024	
		Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
------(Rupees in '000)-----					
Domestic					
Performing	Stage 1	4,332,164	24,272	4,362,670	88,796
Underperforming	Stage 2	1,400,000	110,664	2,864,333	188,427
Non-Performing	Stage 3	-	-	-	-
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		6,790,763	6,790,763	7,090,338	7,090,338
		12,522,927	6,925,699	14,317,341	7,367,560
------(Rupees in '000)-----					
		2025		2024	
		Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
Overseas					
Performing	Stage 1	6,485,444	116	-	-
Underperforming	Stage 2	71,846,673	2,895,242	36,333,331	6,936,211
Non-Performing	Stage 3	-	-	-	-
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
		78,332,117	2,895,358	36,333,331	6,936,211
Total		90,855,044	9,821,057	50,650,672	14,303,771

The debt securities amounting to Rs. 4,547,457 million and Rs. 266,201 million pertains to Government securities and Government guaranteed exposure respectively. The exposure is exempted for the calculation of ECL by the SBP.

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

		2025	2024
		------(Rupees in '000)-----	
10.4	Quality of securities		
	Details regarding quality of securities held under "Hold to Collect and Sell" model		
10.4.1	Federal government securities - government guaranteed		
	Market Treasury Bills	1,265,626,161	1,152,657,391
	Pakistan Investment Bonds	2,546,378,172	2,739,200,656
	GOP Ijarah sukuks	246,497,726	93,737,140
	Foreign currency debt securities	29,803,957	29,229,000
		4,088,306,016	4,014,824,187
10.4.2	Shares		
	Listed companies		
	Automobile Assembler		
	Automobile Parts and Accessories		
	Cable and Electrical Goods	259,483	2,208,960
	Cement	3,024,536	1,067,760
	Chemical	2,091,008	143,198
	Commercial Banks	503,696	3,883,014
	Engineering	1,618,305	721,456
	Fertilizer	127,704	6,956,013
	Financial Services	410,300	2,983,213
	Food and Personal Care	340,645	64,794
	Glass and Ceramics	-	8,676
	Insurance	1,232,309	928,900
	Investment Banks / Investment companies / Securities companies	2,423,927	247,794
	Leasing Companies	12,594	1,618,305
	Leather and Tanneries	126,284	502,158
	Oil and Gas Exploration Companies	3,553,563	10,448
	Oil and Gas Marketing Companies	667,882	-
	Paper and Board	718,251	3,893,860
	Pharmaceuticals	2,239	5,579,778
	Power Generation and Distribution	5,668,123	503,696
	Refinery	2,032,118	4,443,579
	Sugar and Allied Industries	234,034	1,693,525
	Synthetic and Rayon	629,808	518,262
	Technology and Communication	63,882	259,483
	Textile Composite	1,067,760	15,499
	Textile Spinning	3,503,211	920,318
	Transport	2,070,859	2,030,003
	Tobacco	653,051	669,393
		1,448,676	687,204
		652,924	1,344,213
		35,739,845	44,928,949

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2025

10.4.3 Unlisted companies	2025		2024	
	Cost	Breakup value	Cost	Breakup value
	------(Rupees in '000)-----			
Digri Sugar Mills Limited	4,063	135,585	4,063	135,585
Gelcaps Pakistan Limited	4,665	6,208	4,665	2,961
Pakistan Agriculture Storage Service Corporation	5,500	3,426,790	5,500	3,551,928
Al Ameen Textile	328	N/A	328	N/A
Professional Management Modaraba (Formerly Al	1,000	N/A	1,000	2,134
AMZ Venture Limited Class A	123	N/A	123	N/A
Arabian Sea Country Club	6,500	(7,664)	6,500	(7,664)
Atlas Power Limited	375,000	1,324,492	375,000	1,286,500
Attock Textile Mills Limited	200	N/A	200	N/A
Pakistan Mortgage Refinance Company Limited	600,000	2,033,925	600,000	1,934,999
F.T.C. Management Company Private Limited	250	43,819	250	43,779
Fauji Akbar Portia Marines Terminal Limited	321,076	689,006	321,076	609,635
Fauji Oil Terminals and Distribution Limited	10,886	281,284	10,886	242,555
First Women Bank Limited	21,100	60,718	21,100	59,413
Fortune Securities Limited	5,000	7,097	5,000	6,814
Frontier Textile Mills Limited	500	272	500	272
Gulistan Power Generation Limited	2,200	8,096	2,200	8,096
Hazara Woolen Mills Limited	200	N/A	200	N/A
Industrial Development Bank of Pakistan	107	N/A	107	N/A
Inter Asia Leasing Company Limited	500	N/A	500	N/A
ISE Towers REIT Management Company Limited	30,346	68,484	30,346	63,967
Junaid Cotton Mills Limited	327	N/A	327	N/A
Kaisar Arts and Krafts Limited	8,395	N/A	8,395	N/A
Kaytex Mills Limited	3,778	N/A	3,778	N/A
Khushhali Microfinance Bank Limited	225,000	178,700	225,000	100,075
Mian Mohammad Sugar Mills Limited	15	N/A	15	N/A
Muslim Ghee Mills Limited	1,810	N/A	1,810	N/A
Myfip Video Industries Limited	5,373	N/A	5,373	N/A
National Asset Leasing Corporation Limited	14	N/A	14	N/A
National Construction Limited	250	597	250	597
National Institution of Facilitation Technology (Private) Limited	1,526	62,042	1,526	55,574
National Investment Trust Limited	100	1,487,148	100	700,276
National Woolen Mills Limited	183	N/A	183	N/A
Natover Lease and Refinance	2,602	N/A	2,602	N/A
Newshehra Engineering Works Limited	41	N/A	41	N/A
Pakistan Export Finance Guarantee Agency Limited	11,529	1,152	11,529	1,152
Pakistan Paper Corporation Limited	373	N/A	373	N/A
Pakistan Telephone Cables	143	N/A	143	N/A
Pakistan Textile City	100,000	12,410	100,000	12,410
Pakistan Tourism Development Corporation	100	216	100	138
People Steel Mills Limited	3,276	N/A	3,276	N/A
Qadri Textile Mills Limited	500	N/A	500	N/A
Rehman Cotton Mills Limited	16,955	107,895	16,955	107,895
Refrigerator Manufacturing Company Limited	4,589	N/A	4,589	N/A
Rousch Power Pakistan Limited	132,888	406,378	132,888	1,289,634
Ruby Rice and General Mills Limited	750	N/A	750	N/A
Sahrish Textile Mills	21	N/A	21	N/A
Shoab Capital	272	544	272	544
SME Bank Limited	26,950	(251,145)	26,950	(251,145)
South Asia Regional Fund	287	N/A	287	N/A
Star Salica Industries Limited	267	N/A	267	N/A
Syed Match Industries	2	N/A	2	N/A
Union Insurance Company of Pakistan	4	N/A	4	N/A
Unity Modaraba	28	N/A	28	N/A
Zafar Textiles Mills Limited	257	N/A	257	N/A
Zulsham Engineering Works Limited	330	N/A	330	N/A
Information System Associates Limited	1,719	N/A	1,719	N/A
1 Link (Guarantee) Limited	50,000	1,798,265	50,000	733,214
Pakistan Corporate Restructuring Company Limited	96,000	60,856	96,000	60,856
Pakvtiae (Private) Limited	21,000	N/A	21,000	907
	2,107,198		2,107,198	

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10.4.4 Non Government Debt Securities

Listed

- AA+, AA, AA-
- Unrated

Unlisted

- AAA
- AA+, AA, AA-
- A+, A, A-
- CCC and below
- Unrated

	2025	2024
Cost		
------(Rupees in '000)-----		
	1,400,000	8,200,000
	3,813	5,992
	1,403,813	8,205,992

	18,266,706	14,382,734
	332,164	-
	-	1,634,071
	1,129,762	340,000
	5,296,708	14,594,791
	25,025,340	30,951,596

10.4.5 Foreign Securities

Government Securities

USA

	2025		2024	
	Cost	Rating	Cost	Rating
	------(Rupees in '000)-----			
	2,304,806	AA+	3,100,284	AA+

Equity security

Bank Al - Jazira

	2025		2024	
	Cost	Rating	Cost	Rating
	------(Rupees in '000)-----			
	463,294	BB+	463,294	BB+

10.5 Particulars relating to securities classified Under "Hold to Collect" model

Federal Government Securities - Government guaranteed

- Market Treasury Bills
- Pakistan Investment Bonds
- GOP Ijarah Sukuk
- Bai Muajjal with Government of Pakistan (through State Bank of Pakistan)
- Foreign Currency Debt Securities

Non Government Debt securities

Unlisted

- Unrated

Foreign Securities

Government Securities

- Bangladesh
- Kingdom of Saudi Arabia

	2025	2024		
Cost				
------(Rupees in '000)-----				
	54,473	59,594		
	461,461,674	222,656,096		
	19,026,887	14,373,995		
	8,466,335	-		
	9,685,261	7,104,331		
	498,694,630	244,194,015		

	360,481	383,471		
	360,481	383,471		

	2025		2024	
	Cost	Rating	Cost	Rating
	------(Rupees in '000)-----			
	32,741,809	B+	33,560,065	B+
	4,179,558	A	4,147,391	A
	36,921,367		37,707,456	

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

	2025	2024
	Cost	
	------(Rupees in '000)-----	
Non Government Debt Securities		
Listed		
- Unrated	1,079	1,077
	1,079	1,077

10.5.1 The market value of securities classified at amortised cost as at December 31, 2025 amounted to Rs.528,129 million (December 31, 2024: Rs. 272,292 million).

10.6 Investment in shares of a bank incorporated outside Pakistan - Bank Al-Jazira

The Bank holds 47,395,833 (2024: 37,916,666) shares in Bank Al-Jazira (BAJ) incorporated in the Kingdom of Saudi Arabia, representing 3.7% (2024: 3.7%) holding in total equity of BAJ. The investment has been marked to market using closing price as quoted on the Saudi Stock Exchange in accordance with SBP concurrence vide letter No. BSD/SU-13/331/685/2006 dated February 17, 2006. BAJ's viability rating is BB+ with short term and long term Issuer Default Rating (IDR) at F2 and A- respectively by Fitch Rating Agency.

10.7 Aggregate market value of investment in associates (quoted) on the basis of quoted prices amounts to Rs. 3,023 million (2024: Rs. 1,920 million).

10.8 Associates with zero carrying amount represent the investments acquired from former National Development Finance Corporation (NDFC) which have negative equity or whose operations were closed at the time of amalgamation.

10.9 Unlisted equity investments include entities with zero carrying value that were transferred to the Bank pursuant to the merger of the former National Development Finance Corporation (NDFC) into NBP. These entities were either non-operational, had negative equity, or had ceased operations at the time of amalgamation.

10.10 The details of break-up value based on latest available financial statements of unlisted investments in associates are as follows:

	Year / Period ended	Break-up Value Rupees in '000
Pakistan Emerging Venture Limited	June 30, 2022	25
Mehran Industries Limited	June 30, 2001	5,681
Tharparkar Sugar Mills Limited	September 30, 2001	(83,140)
Prudential Fund Management	June 30, 2007	(2,482)
Dadabhoy Energy Supply Company Limited	June 30, 2007	103,952
Pakistan Mercantile Exchange Limited	June 30, 2025	996,103

10.11 The investments also include shares acquired under tri-partite consent agreement dated June 29, 2011. These strategic investments comprise of the shares of Pakistan State Oil (38,055,247 shares), shares of Sui Northern Gas Pipeline Limited (25,126,730 shares) and shares of Pakistan Engineering Company (264,032 shares). The cost of these shares amounts to Rs. 5,242 million and market value as at December 31, 2025 amounts to Rs. 21,986 million. These shares have been frozen by the Government of Pakistan for sale in the equity market due to their proposed privatization and can not be sold without concurrence of privatization commission.

10.12 The investments also include 31,665,000 shares of Pakistan Reinsurance Company Limited. The cost of these shares amounts to Rs. 220 million and market value as at December 31, 2025 amounts to Rs. 652 million. These shares can not be sold without concurrence of privatization commission.

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

10.13 The investments also include 20,000,000 shares of First Credit and Investment Bank. The cost of these shares amounts to Rs. 157 million and market value as at December 31, 2025 amounts to Rs. 157 million. These shares can not be disinvested without prior consultation with Ministry of Finance.

11	ADVANCES	Note	Performing		Non Performing		Total	
			2025	2024	2025	2024	2025	2024
------(Rupees in '000)-----								
	Loans, cash credits, running finances, etc.		1,098,351,027	1,237,052,063	208,016,112	254,201,092	1,306,367,139	1,491,253,155
	Islamic financing and related assets	11.2	248,313,166	144,913,723	2,173,921	1,985,434	250,487,087	146,899,157
	Net Investment in finance lease	11.1	-	1,288	-	23,253	-	24,541
	Bills discounted and purchased		45,014,230	21,296,996	12,811,346	13,228,689	57,825,576	34,525,685
	Advances - gross		1,391,678,423	1,403,264,070	223,001,379	269,438,468	1,614,679,802	1,672,702,538
	Credit loss allowance against advances							
	-Stage 1		16,062,649	19,751,831	-	-	16,062,649	19,751,831
	-Stage 2		23,412,505	10,808,620	-	-	23,412,505	10,808,620
	-Stage 3		-	-	219,943,885	226,013,550	219,943,885	226,013,550
	- Specific		-	-	-	-	-	-
	- General		17,521,916	11,501,411	-	-	17,521,916	11,501,411
			56,997,070	42,061,862	219,943,885	226,013,550	276,940,955	268,075,412
	Advances - net of credit loss allowance / provision		1,334,681,353	1,361,202,208	3,057,494	43,424,918	1,337,738,847	1,404,627,126

11.1 includes net investment in right of use assets / finance lease as disclosed below:

Net Investment in Finance Lease

	2025				2024			
	Not later than one year	Later than one and less than five	Over five years	Total	Not later than one year	Later than one and less than five	Over five years	Total
------(Rupees in '000)-----								
Lease rentals receivable	-	-	-	-	47,315	-	-	47,315
Residual value	-	-	-	-	1,335	-	-	1,335
Minimum lease payments	-	-	-	-	48,650	-	-	48,650
Less: Financial charges for future periods	-	-	-	-	24,109	-	-	24,109
Present value of minimum lease payments	-	-	-	-	24,541	-	-	24,541

The leases executed are for a term of 1 to 5 years. Security deposit is generally obtained upto 10% of the cost of leased assets at the time of disbursement. The Bank requires the lessees to insure the leased assets in favour of the Bank. Additional surcharge is charged on delayed rentals. The average return implicit ranges from Nil (December 31, 2024: 10.15% to 11.42%) per annum.

11.2 These represent financing and related assets placed under shariah permissible modes and presented in Annexure II

11.3	Particulars of advances (Gross)	2025	2024
		------(Rupees in '000)-----	
	In local currency	1,251,487,305	1,385,518,032
	In foreign currencies	363,192,497	287,184,506
		1,614,679,802	1,672,702,538
11.3.1	Advances to Women, Women-owned and Managed Enterprises (Gross)		
	Women, Women Owned and Managed Enterprises	50,720,982	49,015,802
		50,720,982	49,015,802
11.3.2	Advances to Women, Women-owned and Managed Enterprises (Disbursement)		
	Women, Women Owned and Managed Enterprises	49,375,451	60,465,824
		49,375,451	60,465,824

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2025

11.4 Particulars of credit loss allowance

11.4.1	Particulars	Note	2025			
			Stage 1	Stage 2	Stage 3	Total
			----- Rupees in 000 -----			
			1,305,756,910	97,507,160	269,438,468	1,672,702,538
	Gross carrying amount - Current year					
	Exchange Adjustment		124,377	264,683	(2,920,811)	(2,531,751)
	New advances		227,934,609	467,990,564	10,446,147	706,371,320
	Advances derecognised or repaid		(370,408,562)	(329,686,316)	(61,321,023)	(761,415,901)
	Transfer to stage 1		-	-	-	-
	Transfer to stage 2		(17,812,760)	17,812,760	-	-
	Transfer to stage 3		(4,597,609)	(3,207,393)	7,805,002	-
			(164,884,322)	152,909,615	(43,069,874)	(55,044,581)
	Amounts written off / charged off		-	-	(446,404)	(446,404)
	Transfer to investments - net		-	-	-	-
	Closing balance - Current year		1,140,996,965	250,681,458	223,001,379	1,614,679,802

11.4.2 Advances - Credit loss allowance / Provision

	2025						2024					
	Stage 1	Stage 2	Stage 3	Specific Provision	General Provision	Total	Stage 1	Stage 2	Stage 3	Specific Provision	General Provision	Total
	----- Rupees in 000 -----											
Opening balance	19,751,831	10,808,620	226,013,550	-	11,501,411	268,075,412	-	-	-	203,794,530	30,038,121	233,832,651
Impact of adoption of IFRS-9	-	30,103	124,994	-	-	155,097	15,875,937	11,637,716	226,374,284	(203,794,530)	(18,378,308)	31,715,099
Opening balance - restated	19,751,831	10,838,723	226,138,544	-	11,501,411	268,230,509	15,875,937	11,637,716	226,374,284	-	11,659,813	265,547,750
New Advances	1,449,113	16,561,201	10,915,661	-	2,938,784	31,864,759	7,431,728	2,809,002	9,781,273	-	21,370	20,043,373
Exchange adjustments	-	-	(2,933,410)	-	(10,247)	(2,943,657)	-	-	-	-	155,491	155,491
Advances derecognised or repaid	(3,967,654)	(7,946,792)	(7,148,783)	-	-	(19,063,229)	(3,064,006)	(5,900,820)	(4,762,423)	-	(179,826)	(13,907,075)
Charge for the year	-	-	-	-	-	-	-	-	(3,795,606)	-	-	(3,795,606)
Transfer to stage 1	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to stage 2	(666,997)	4,765,421	-	-	(4,098,424)	-	(453,966)	2,568,844	(2,114,878)	-	-	-
Transfer to stage 3	(503,644)	(806,048)	1,309,692	-	-	-	(37,862)	(306,122)	343,984	-	-	-
Other movement	-	-	(7,904,014)	-	7,190,392	(713,622)	-	-	554,557	-	(155,437)	399,120
Transfer from general to specific provision	-	-	-	-	-	-	-	-	-	-	-	-
	(3,689,182)	12,573,782	(5,760,854)	-	6,020,505	9,144,251	3,875,894	(829,096)	6,907	-	(158,402)	2,895,303
Amounts written off	-	-	(63,652)	-	-	(63,652)	-	-	(228,651)	-	-	(228,651)
Amounts charged off - agriculture financing	-	-	(370,152)	-	-	(370,152)	-	-	(138,990)	-	-	(138,990)
Changes in risk parameters	-	-	-	-	-	-	-	-	-	-	-	-
Closing balance	16,062,649	23,412,505	219,943,885	-	17,521,916	276,940,955	19,751,831	10,808,620	226,013,550	-	11,501,411	268,075,412

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

11.4.3 Advances Credit loss allowances / provision details Internal / External rating / Stage classification Internal / External rating / stage classification

		2025			
		Stage 1	Stage 2	Stage 3	Total
		Rupees in 000			
Outstanding gross exposure					
Domestic					
Performing	Stage 1	1,118,606,631	-	-	1,118,606,631
Under Performing	Stage 2	-	199,317,041	-	199,317,041
Non-performing	Stage 3				
Other assets especially mentioned		-	-	2,268,835	2,268,835
Substandard		-	-	13,264,802	13,264,802
Doubtful		-	-	2,666,190	2,666,190
Loss		-	-	143,575,094	143,575,094
		-	-	161,774,921	161,774,921
Sub Total		1,118,606,631	199,317,041	161,774,921	1,479,698,593
Overseas					
Performing	Stage 1	22,390,335	-	-	22,390,335
Under Performing	Stage 2	-	51,364,416	-	51,364,416
IFRS 9 Not applicable		-	-	-	-
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	387,241	387,241
Loss		-	-	60,839,217	60,839,217
		-	-	61,226,458	61,226,458
Sub Total		22,390,335	51,364,416	61,226,458	134,981,209
Stage 3 as per IFRs 9		-	-	-	-
Total		1,140,996,965	250,681,458	223,001,379	1,614,679,802
Corresponding ECL					
Stage 1 and stage 2		(16,062,649)	(23,412,505)	-	(39,475,154)
Stage 3		-	-	(219,943,885)	(219,943,885)
General		(17,521,916)	-	-	(17,521,916)
		(33,584,565)	(23,412,505)	(219,943,885)	(276,940,955)
Total		1,107,412,401	227,268,952	3,057,494	1,337,738,847

Advances - Credit loss allowance / provision details Internal / External rating / stage classification

		2024			
		Stage 1	Stage 2	Stage 3	Total
		Rupees in 000			
Outstanding gross exposure					
Domestic					
Performing	Stage 1	1,280,226,883	-	-	1,280,226,883
Under Performing	Stage 2	-	57,446,313	-	57,446,313
Non-performing	Stage 3				
Other assets especially mentioned		-	-	2,441,119	2,441,119
Substandard		-	-	55,792,771	55,792,771
Doubtful		-	-	9,732,418	9,732,418
Loss		-	-	140,291,464	140,291,464
		-	-	208,257,772	208,257,772
Sub Total		1,280,226,883	57,446,313	208,257,772	1,545,930,968
Overseas					
Performing	Stage 1	18,723,265	-	-	18,723,265
Under Performing	Stage 2	-	40,060,847	-	40,060,847
IFRS 9 Not applicable		6,806,762	-	-	6,806,762
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	385,067	385,067
Loss		-	-	60,795,629	60,795,629
		-	-	61,180,696	61,180,696
Sub Total		25,530,027	40,060,847	61,180,696	126,771,570
Total		1,305,756,910	97,507,160	269,438,468	1,672,702,538
Corresponding ECL					
Stage 1 and stage 2		(19,751,831)	(10,808,620)	-	(30,560,451)
Stage 3		-	-	(226,013,550)	(226,013,550)
General		(11,501,411)	-	-	(11,501,411)
		(31,253,242)	(10,808,620)	(226,013,550)	(268,075,412)
Total		1,274,503,668	86,698,540	43,424,918	1,404,627,126

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11.5 Advances include Rs.223,001 million (2024: Rs 269,289 million) which have been placed under non-performing / stage 3 status as detailed below:-

Category of classification in stage 3	2025		2024	
	Non performing loans	Credit loss allowance	Non performing loans	Credit loss allowance
----- Rupees in 000 -----				
Domestic				
Other Assets Especially Mentioned (OAEM)	2,268,835	1,499,383	2,441,119	1,257,677
Substandard	13,264,802	8,769,996	55,792,771	3,596,871
Doubtful	2,666,190	1,838,229	9,732,418	7,655,003
Loss	143,575,094	140,178,215	140,049,505	137,910,760
Total	161,774,921	152,285,823	208,015,813	150,420,310
Overseas				
Overdue by:				
Upto 90 days	-	-	-	-
91 to 180 days	-	-	-	-
181 to 365 days	387,241	247,721	385,067	192,534
>365 days	60,839,217	58,598,233	61,037,588	58,684,587
Total	61,226,458	58,845,954	61,422,655	58,877,121
Stage 3 as per IFRS-9	-	8,812,108	-	16,716,120
	223,001,379	219,943,885	269,438,468	226,013,550

11.6 Particulars of credit loss allowance against advances

	2025						2024					
	Stage 1	Stage 2	Stage 3	Specific Provision	General Provision	Total	Stage 1	Stage 2	Stage 3	Specific Provision	General Provision	Total
----- Rupees in 000 -----												
Opening balance	19,751,831	10,808,620	226,013,550	-	11,501,411	268,075,412	-	-	-	203,794,530	30,038,121	233,832,651
Impact of adoption IFRS-9	-	30,103	124,994	-	-	155,097	15,875,937	11,637,716	226,374,284	(203,794,530)	(18,378,308)	31,715,099
Opening balance restated	19,751,831	10,838,723	226,138,544	-	11,501,411	268,230,509	15,875,937	11,637,716	226,374,284	-	11,659,813	265,547,750
Exchange adjustments	-	-	(2,933,410)	-	(10,247)	(2,943,657)	-	-	(3,795,606)	-	155,491	(3,640,115)
Charge for the year	1,449,113	16,561,201	10,915,661	-	2,938,784	31,864,758	7,431,728	2,809,002	9,781,273	-	21,370	20,043,373
Reversals	(3,967,654)	(7,946,792)	(7,148,783)	-	-	(19,063,229)	(3,064,006)	(5,900,820)	(4,782,423)	-	(179,826)	(13,907,075)
	(2,518,541)	8,614,409	3,766,878	-	2,938,784	12,801,530	4,367,722	(3,091,818)	5,018,850	-	(158,456)	6,136,298
Amounts written off	-	-	(63,652)	-	-	(63,652)	-	-	(228,651)	-	-	(228,651)
Amounts charged off - agriculture financing	-	-	(370,152)	-	-	(370,152)	-	-	(138,990)	-	-	(138,990)
Transfer from general to specific provision	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to stage 1	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to stage 2	(666,997)	4,765,421	-	-	(4,098,424)	-	(453,966)	2,568,844	(2,114,878)	-	-	-
Transfer to stage 3	(503,644)	(806,046)	1,309,692	-	-	-	(37,862)	(306,122)	343,984	-	-	-
Other movements (to be specified)	-	-	(7,904,014)	-	7,190,392	(713,622)	-	-	554,557	-	(155,437)	399,120
Closing balance	16,062,649	23,412,505	219,943,885	-	17,521,916	276,940,955	19,751,831	10,808,620	226,013,550	-	11,501,411	268,075,412

11.6.1 Particulars of credit loss allowance against advances

	2025						2024					
	Stage 1	Stage 2	Stage 3	Specific Provision	General Provision	Total	Stage 1	Stage 2	Stage 3	Specific Provision	General Provision	Total
----- Rupees in 000 -----												
In local currency	16,061,897	23,100,261	161,097,932	-	17,054,185	217,314,274	19,751,831	10,660,785	217,136,429	-	11,410,985	258,960,030
In foreign currencies	752	312,244	58,845,953	-	467,731	59,626,680	-	147,835	8,877,121	-	90,426	9,115,382
	16,062,649	23,412,505	219,943,885	-	17,521,916	276,940,955	19,751,831	10,808,620	226,013,550	-	11,501,411	268,075,412

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

- 11.6.2** General provision includes provision amounting to Rs.467 million (December 31, 2024: Rs. 90 million) pertaining to overseas advances to meet the requirements of regulatory authorities of the respective countries in which the Bank operates where IFRS 9 has not been implemented. This general provision can be maintained till December 31, 2026 under BPRD circular No. 1 of 2025 dated January 22, 2025.
- 11.6.3** The SBP has allowed specific relaxation to the Bank for non-classification of overdue loans of certain Public Sector Entities (PSEs) which are guaranteed by Government of Pakistan as non-performing loans up till December 31, 2025. No provision is required against these loans; however, mark-up is being suspended as required by the Prudential Regulations.
- 11.6.4** These represent non-performing advances for agriculture finance which have been classified as loss and fully provided for more than 3 years. These non-performing advances have been charged off by extinguishing them against the provision held in accordance with Prudential Regulations for Agriculture Financing issued by the SBP. This charge off does not, in any way, prejudice the Bank's right of recovery from these customers.

11.7 Particulars of write-offs

		2025	2024
	Note	------(Rupees in '000)-----	
11.7.1	Against credit loss allowance		
	Directly charged to profit and loss account	63,652	228,651
		-	-
		63,652	228,651
11.7.2	Write-offs of Rs. 500,000 and above		
	- Domestic	12,681	105,616
	- Overseas	-	70,697
	Write-offs of below Rs. 500,000	50,971	52,338
		63,652	228,651

11.7.3 Details of loan write-off of Rs. 500,000/- and above

In terms of sub-section (3) of section 33A of the Banking Companies Ordinance, 1962 the statement in respect of written-off loans or any other financial relief of rupees five hundred thousand or above allowed to a person(s) during the year ended December 31, 2025 is given in Annexure-I to the consolidated financial statements (except where such disclosure is restricted by overseas regulatory authorities).

- 11.8** Information relating to Islamic financing and related assets is given in note 2 of Annexure II and is an integral part of these consolidated financial statements.

		2025	2024
	Note	------(Rupees in '000)-----	
12	PROPERTY AND EQUIPMENT		
	Capital work-in-progress	2,260,719	1,587,358
	Property and equipment	65,247,927	60,643,875
		67,508,646	62,231,233
12.1	Capital work-in-progress		
	Civil works	1,259,425	1,500,429
	Equipment	17,476	10,727
	Advances to suppliers	983,818	76,202
		2,260,719	1,587,358

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS
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12.2 Property and equipment

		2025											
	Freehold land	Leasehold land	Building on Freehold land	Building on Leasehold land	Furniture and fixture	Computer and peripheral equipment	Electrical, office equipment	Vehicles	Assets held under finance lease - Vehicles	Assets held under finance lease - Office Equipment	Assets held under Jarrah - Machinery	Assets held under Jarrah - Vehicle	Total
(Rupees in '000)													
At January 1, 2025													
Cost / revalued amount	22,380,058	21,691,581	8,569,128	5,978,364	9,024,284	8,665,271	9,478,044	2,349,443	492,680	8,660	273,248	14,367	88,925,128
Accumulated depreciation	(1)	-	(2,373,724)	(1,829,189)	(7,243,886)	(6,398,017)	(8,124,184)	(1,829,336)	(222,928)	(5,300)	(253,524)	(1,163)	(28,281,252)
Net book value	22,380,057	21,691,581	6,195,404	4,149,175	1,780,398	2,267,254	1,353,860	520,107	269,752	3,360	19,724	13,204	60,643,875
Year ended December 2025													
Opening net book value	22,380,057	21,691,581	6,195,404	4,149,174	1,780,398	2,267,254	1,353,861	520,106	269,752	3,360	19,724	13,204	60,643,875
Additions	-	-	248,196	294,725	1,239,667	3,900,224	1,992,184	1,519,784	150,118	-	-	-	9,344,898
Movement in surplus on assets revalued	119,065	116,523	(8,782)	6,811	-	-	-	-	-	-	-	-	233,617
Disposals	-	-	-	-	(19,772)	(54,767)	(25,646)	(672,035)	(22,177)	-	-	-	(794,397)
Depreciation charge	-	-	(318,435)	(206,215)	(792,564)	(1,999,320)	(783,877)	(513,210)	(92,493)	(963)	-	-	(4,707,077)
Depreciation adjustment - disposal	-	-	-	-	16,496	54,561	23,728	552,829	15,065	-	-	-	682,679
Exchange rate adjustments	-	-	-	15	(17,171)	(24,968)	(22,599)	(166)	-	-	-	-	(64,909)
Other adjustments / transfers - cost	-	-	(1)	5,157	(87,966)	3,423	3,983	4,633	-	-	9,277	(9,244)	(70,758)
Closing net book value	22,499,122	21,808,104	6,116,382	4,249,667	2,119,068	4,146,387	2,541,634	1,411,941	320,265	2,397	29,001	3,960	65,247,928
At December 31, 2025													
Cost / revalued amount	22,499,124	21,808,104	8,808,542	6,288,027	10,139,864	12,494,164	11,426,601	3,216,463	620,621	8,660	282,525	5,123	97,597,818
Accumulated depreciation	(1)	-	(2,692,160)	(2,038,359)	(8,020,797)	(8,347,778)	(8,884,967)	(1,804,521)	(300,356)	(6,263)	(253,524)	(1,163)	(32,349,891)
Net book value	22,499,123	21,808,104	6,116,382	4,249,667	2,119,067	4,146,386	2,541,634	1,411,942	320,265	2,397	29,001	3,960	65,247,927
Rate of depreciation (percentage)	Nil	Nil	5% on book value	5% on book value	20% on cost	33.33% on cost	20%-50% on cost	20% on cost	20% on cost	10% on cost	25% to 33% on cost	20% on book value	

		2025											
	Freehold land	Leasehold land	Building on Freehold land	Building on Leasehold land	Furniture and fixture	Computer and peripheral equipment	Electrical, office equipment	Vehicles	Assets held under finance lease - Vehicles	Assets held under finance lease - Office Equipment	Assets held under Jarrah - Machinery	Assets held under Jarrah - Vehicle	Total
(Rupees in '000)													
At January 1, 2024													
Cost / revalued amount	21,472,757	21,087,923	7,532,335	5,613,319	8,175,412	5,973,940	8,566,862	2,298,589	480,200	9,627	273,248	14,367	81,498,578
Accumulated depreciation	-	-	(2,080,364)	(1,633,301)	(6,551,968)	(5,669,612)	(7,606,291)	(1,597,606)	(261,018)	(5,300)	(253,524)	(1,163)	(25,690,747)
Net book value	21,472,757	21,087,923	5,451,971	3,980,018	1,623,444	304,328	960,571	700,983	219,182	4,327	19,724	13,204	55,807,831
Year ended December 2024													
Opening net book value	21,472,757	21,087,923	5,451,971	3,980,018	1,623,444	304,328	960,571	700,983	219,182	4,327	19,724	13,204	55,807,832
Additions	-	-	476,884	143,559	1,049,012	2,617,150	1,004,568	187,496	125,932	-	-	-	5,604,591
Movement in surplus on assets revalued	907,301	615,760	559,908	255,139	-	-	-	-	-	-	-	-	2,338,109
Disposals	-	-	-	-	(12,449)	(24,080)	(6,862)	(142,295)	(47,990)	-	-	-	(233,676)
Depreciation charge	-	-	(292,762)	(196,687)	(702,875)	(752,569)	(524,181)	(334,260)	(65,527)	(965)	-	-	(2,889,826)
Depreciation adjustment - disposal	-	-	-	-	10,700	24,195	6,287	106,760	38,090	-	-	-	186,031
Exchange rate adjustments	-	-	-	(33,653)	(19,851)	98,261	(86,524)	124	-	-	-	-	(41,643)
Other adjustments / transfers - cost	(1)	(12,102)	1	798	(167,582)	(30)	2	1,308	65	(2)	-	-	(177,543)
Closing net book value	22,380,057	21,691,581	6,195,404	4,149,174	1,780,398	2,267,254	1,353,861	520,106	269,752	3,360	19,724	13,204	60,643,875
At December 31, 2024													
Cost / revalued amount	22,380,058	21,691,581	8,569,128	5,978,364	9,024,284	8,665,271	9,478,044	2,349,443	492,680	8,660	273,248	14,367	88,925,128
Accumulated depreciation	(1)	-	(2,373,724)	(1,829,189)	(7,243,886)	(6,398,017)	(8,124,184)	(1,829,336)	(222,928)	(5,300)	(253,524)	(1,163)	(28,281,252)
Net book value	22,380,057	21,691,581	6,195,404	4,149,174	1,780,398	2,267,254	1,353,861	520,106	269,752	3,360	19,724	13,204	60,643,875
Rate of depreciation (percentage)	Nil	Nil	5% on book value	5% on book value	20% on cost	33.33% on cost	20%-50% on cost	20% on cost	20% on cost	10% on cost	25% to 33% on cost	20% on book value	

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12.2.1 Revaluation of Properties

The properties of the Bank have been revalued by the independent professional valuer as at December 31, 2025. The revaluation was carried out by an independent professional valuer New Era International (Pvt) Limited, IMTECH (Pvt) limited and KGS (Pvt) Limited (PBA registered valuer) on the basis of professional assessment of present market values. The total surplus against revaluation of property and equipment as at December 31, 2025, amounts to Rs. 234 million. Had there been no revaluation, the carrying amount of the revalued assets at December 31, 2025, would have been as follows:

	2025	2024
	------(Rupees in '000)-----	
Freehold land	1,132,637	1,132,637
Leasehold land	890,025	890,025
Building on freehold land	1,778,635	1,538,271
Building on leasehold land	2,431,849	2,142,244
	6,233,146	5,703,177
12.2.2 Carrying amount of temporarily idle property of the group	5,213,024	5,705,101
12.2.3 The cost of fully depreciated assets still in use		
Furniture and fixtures	2,949,587	2,843,892
Electrical and office equipment	6,424,233	5,907,839
Computer and peripheral equipment	4,873,854	4,610,629
Vehicles	1,479,054	1,659,586
Assets held under finance lease - Office Equipment	-	192,094
Assets held under Ijarah - Machinery	-	14,367
	15,726,728	15,228,407

12.3 Details of disposals of fixed assets to related parties

The particulars of disposal of fixed assets to related parties (employees / ex-employees) are given below:

Particulars of property and equipment	Original cost	Book Value	Sale Proceed	Gain / (loss) on disposal	Mode of disposal	Particulars of purchaser	Buyers name
	------(Rupees in '000)-----						
Vehicles	2,723	953	953	-	As per Entitlement	Employee	Mr.Ejaz Ahmed Lone
Vehicles	2,695	674	674	-	As per Entitlement	Employee	Mr.M.Saleem Saleemi
Vehicles	2,723	908	908	-	As per Entitlement	Employee	Mr.Shahzad Ahmed Cheema
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Muhammad Saqib
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr. Ghulam Rasool
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Masood Yasin
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Hammad Sarwar
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Wasimullah-Svp
Vehicles	3,781	2,142	2,142	-	As per Entitlement	Ex-Employee	Mr.Muhammad Imran Taqi
Vehicles	2,695	494	539	45	As per Entitlement	Employee	Mr.Abdul Hadi Palekar
Vehicles	2,695	494	539	45	As per Entitlement	Employee	Mr.Raja Ansar Mahmood- Svp
Vehicles	2,595	1,081	1,081	-	As per Entitlement	Ex-Employee	Ms.Hira Bari
Vehicles	2,855	-	286	285	As per Entitlement	Employee	Ms.Mehnaz Salar
Vehicles	2,695	484	539	55	As per Entitlement	Employee	Mr. Moizuddin Khan
Vehicles	2,775	555	555	-	As per Entitlement	Employee	Mr.Riaz Hussain
Vehicles	2,875	-	288	287	As per Entitlement	Employee	Dr Syed Azhar Hussain Shah

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

Particulars of property and equipment	Original cost	Book Value	Sale Proceed	Gain / (loss) on disposal	Mode of disposal	Particulars of purchaser	Buyers name
------(Rupees in '000)-----							
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr-Aqeel Muslim
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Shakil Ahmed
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr..Akhtar Munir
Vehicles	2,695	494	539	45	As per Entitlement	Employee	Mr-Rafique Ahmed Bhurgri
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Ms. Mehrosh Zulfiqar Malik-
Vehicles	2,695	494	539	45	As per Entitlement	Employee	Mr. Shahzad Ajmery
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Mansoor Hussain Qureshi
Vehicles	2,695	494	539	45	As per Entitlement	Employee	Mr.Muhammad Riazuddin
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr-Muhammad Akram
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Qasir Rashid
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Farhan Javaid Durrani
Vehicles	3,839	2,239	2,239	-	As per Entitlement	Employee	Mr.Muhammad Naeem Malik
Vehicles	2,695	494	539	45	As per Entitlement	Employee	Mr.Ajaz Hyder
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr-Raza Ur Rehman
Vehicles	2,775	509	555	46	As per Entitlement	Employee	Mr.Abbas Ali-
Vehicles	2,525	-	253	252	As per Entitlement	Employee	Ms.Tarranum Sarwar
Vehicles	2,723	499	545	45	As per Entitlement	Employee	Mr.Shahid Iqbal Khan
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Omair Syed-Svp.
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Dr.Asif Khan
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Masood Ahmed Khurshid Shamsi
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Yousuf Ahmed Kadeer
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Khalid Azmat
Vehicles	2,775	509	555	46	As per Entitlement	Employee	Mr.M.Abdul Moeed
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Aamir Shabir
Vehicles	2,775	555	555	-	As per Entitlement	Employee	Mr.Syed M.Ali Zamin
Vehicles	2,775	555	555	-	As per Entitlement	Employee	Ms.Naushaba Shahzad
Vehicles	2,775	555	555	-	As per Entitlement	Employee	Mr.Abdul Waheed Sabir
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Shaikh Muhammad Shakeel
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr-Syed Khurram Hussain
Vehicles	3,839	2,239	2,239	-	As per Entitlement	Employee	Mr.Zia Il Haq
Vehicles	2,775	648	648	-	As per Entitlement	Employee	Mr.Adil Jamil Lutfullah
Vehicles	2,775	509	555	46	As per Entitlement	Employee	Mr.S.M.Asif Bukhari
Vehicles	2,695	494	539	45	As per Entitlement	Employee	Mr.Kashif Khan
Vehicles	2,775	555	555	-	As per Entitlement	Employee	Mr.Shaheed Karimi
Vehicles	2,695	359	539	180	As per Entitlement	Employee	Mr.Kamran Khalid
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Munawar Hussain Gopang.
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Noman Kazi.
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Dawood Jan Khan
Vehicles	2,695	494	539	45	As per Entitlement	Employee	Mr.Syed Asim Ali
Vehicles	2,695	494	539	45	As per Entitlement	Employee	Mr-Rashid Ata
Vehicles	2,775	509	555	46	As per Entitlement	Employee	Mr.M.Jaffar Sial
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Uneed Ayaz Mehmood
Vehicles	2,695	494	539	45	As per Entitlement	Employee	Mr.Vinod Kumar
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Ms.S.Nazneen Zaka
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Amjad Iqbal
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Me.Muhammad Hasnain Raza
Vehicles	2,723	499	545	45	As per Entitlement	Employee	Muhammad Khalid Farooq Svp
Vehicles	2,723	545	545	-	As per Entitlement	Employee	00008302- Mujahid Abbas Khan
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Muhammad Hussain
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Muhammad Shabbir
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Shaheed Iqbal
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Muhammad Zeeshan Siddique.
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Naseer Ahmed
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Shah Raza Khan

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Particulars of property and equipment	Original cost	Book Value	Sale Proceed	Gain / (loss) on disposal	Mode of disposal	Particulars of purchaser	Buyers name
------(Rupees in '000)-----							
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr-Syed Gohar Maqsood
Vehicles	2,775	555	555	-	As per Entitlement	Employee	Mr.Osman Malik
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Zeeshan Hashmi
Vehicles	2,775	555	555	-	As per Entitlement	Employee	Mr.Hakim Ali Laghari
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Muhammad Irfan Aslam
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Muhammad Imran
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Danish Riaz
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Hafeez Ahmed Shah
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Muhammad Khurram Rashid
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Muhammad Masab Faridi
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Syed Muhammad Akbar
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Muhammad Jahangir
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Dr. Muhammad Luqman
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Ms.Saba Amjad
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Zia Ahmad Nawaz
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Muhammad Tufail
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Malik Sajjad H.Manjotha
Vehicles	2,695	449	539	90	As per Entitlement	Employee	Mr.Agha Abdul Hakim
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Ghulam Muhammad Tiwana
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Syed Nadeem Ahmed
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Syed Anjum Naseer
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Muhammad Farooq Arain
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Muhammad Shakeel
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Rehman Nazir
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Rehman Nazir
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Asim Waseem
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Muhammad Saleem Ashraf
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Arif Mukhtar
Vehicles	2,723	1,135	1,135	-	As per Entitlement	Employee	Mr.Junaid Shafqat
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Uzair Khalid
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Muhammad Amin
Vehicles	2,695	629	629	-	As per Entitlement	Employee	Mr.Moin Uddin Khan
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Rehan Ali Anjum
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Nadeem Saghar
Vehicles	2,775	555	555	-	As per Entitlement	Employee	Mr.Nasir Abbas
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr. Parkash Khatri
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Awais Asif Khan
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Bakhat Ali Shah Syed
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Faisal Nawaz.
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Pervaiz A.Memon
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Hussain Ahmed
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Muhammad Saleem
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Muhammad Amin Shahid
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Muhammad Shahid Iqbal
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Muhammad Zahoor
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Muhammad Zubair
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Abid Umar Farooq
Vehicles	2,595	519	519	-	As per Entitlement	Employee	Ms.Sumaira Mazhar
Vehicles	9,658	1,932	1,932	-	As per Entitlement	Employee	Mr.Karim Akram Khan
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Nabeel Aslam
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Ms.Shabana Shah
Vehicles	9,658	1,932	1,932	-	As per Entitlement	Employee	Mr.Muhammad Ismail Usuf
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Muhammad Shoaib

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Particulars of property and equipment	Original cost	Book Value	Sale Proceed	Gain / (loss) on disposal	Mode of disposal	Particulars of purchaser	Buyers name
------(Rupees in '000)-----							
Vehicles	2,623	525	525	-	As per Entitlement	Employee	Mr.Shaukat Ali
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Bakhtawar Khan
Vehicles	2,623	525	525	-	As per Entitlement	Employee	Mr.Muhammad Mateen
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Jibran Ahmed
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Atta Ul Mohsin Tahir
Vehicles	2,623	525	525	-	As per Entitlement	Employee	Ms.Mahum Tariq
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Iftikhar Ahmed
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Khurram Jahangir Mughal
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Shahid Jamil
Vehicles	2,623	525	525	-	As per Entitlement	Employee	Mr.Rizwan Ahmed
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Abdul Bari Jalbani
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Muhammad Ismail Khan
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Khuram Shahzad Memon
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr. Ali Raza Shah
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Zohaib Ghani Larik
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Gobind Ram Lund
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Muhammad Nadeem
Vehicles	2,595	519	519	-	As per Entitlement	Employee	Mr.Shaban Jamro
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Zahid Shafique Ur Rehman
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr. Naheed Yusuf
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Fiaz Hussain
Vehicles	9,658	1,932	1,932	-	As per Entitlement	Employee	Mr.Abdul Wahid Sethi
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Ishtiaq Ahmed Sarhandi
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Rehan Kaleemi
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Rana Mujahid Ali
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Adnan Nazir.
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Aamir Mehmood Khan
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr Ghulam Hussain Khichi
Vehicles	2,695	539	539	-	As per Entitlement	Ex-Employee	Mr.Haider Ali Isani
Vehicles	2,380	238	238	-	As per Entitlement	Ex-Employee	Mr.Ehsan Tabassum
Vehicles	2,623	699	699	-	As per Entitlement	Ex-Employee	Mr.Muhammad Suleman
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Mian Muhammad Faisal
Vehicles	2,623	525	525	-	As per Entitlement	Employee	Mr.Malik Ghulam Shabbir-
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Umar Farooq Minhas
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Irfan Ahmed
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Ms.Saima Rahim
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr Amim Ul Ahsan Afir
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Munawar Hussain Shah
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Mehboob Akhtar
Vehicles	2,623	525	525	-	As per Entitlement	Employee	Mr.Muhammad Riaz
Vehicles	2,775	555	555	-	As per Entitlement	Employee	Mr.Muhammad Ahsan Aslam
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.M.Irfan Khan
Vehicles	2,675	490	535	45	As per Entitlement	Employee	Mr.Javed Siddique
Vehicles	2,623	612	612	-	As per Entitlement	Ex-Employee	Mr.Syed Ali Raza
Vehicles	2,695	494	539	45	As per Entitlement	Employee	Mr.Khawaja Mohammad Ali
Vehicles	2,675	535	535	-	As per Entitlement	Employee	Mr.Tahir Abbas
Vehicles	2,623	525	525	-	As per Entitlement	Employee	Mr.Dilbar Hussain Khan
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Dilawar Khan Babar
Vehicles	9,308	1,862	1,862	-	As per Entitlement	Employee	Mr.Imran Farooqui
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Bilal Yousuf
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Shahid Abbas
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Abdul Sattar Mashori

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2025

Particulars of property and equipment	Original cost	Book Value	Sale Proceed	Gain / (loss) on disposal	Mode of disposal	Particulars of purchaser	Buyers name
------(Rupees in '000)-----							
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Yousuf Ali Sabir
Vehicles	2,723	499	545	45	As per Entitlement	Employee	Ms.Asia Aslam
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Ms.Sara Saiyed
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Ms.Nazia Raza
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Adeel Ahmed Shah
Vehicles	2,675	535	535	-	As per Entitlement	Employee	Mr-Omer Hussain
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Imran Khan
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Muhammad Nawaz
Vehicles	3,843	1,729	1,729	-	As per Entitlement	Ex-Employee	Mr.Waqar Ahmed Zakori
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Imran Z.Malik
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Rana Aurangzeb Khan
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Iftikhar Hussain-Svp
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Ch. Arshad Majeed
Vehicles	2,623	481	525	44	As per Entitlement	Employee	Mr.Tahir Jamil
Vehicles	2,675	535	535	-	As per Entitlement	Employee	Mr.Muhammad Zaheer Abbas
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Wajih Ur Rehman
Vehicles	2,695	539	539	-	As per Entitlement	Employee	Mr.Muhammad Rehan Meer
Vehicles	2,595	519	519	-	As per Entitlement	Employee	Mr.Syed Shamim Bukhari
Vehicles	2,723	545	545	-	As per Entitlement	Employee	Mr.Muhammad Waseem Rashid
	<u>556,729</u>	<u>116,052</u>	<u>118,110</u>	<u>2,052</u>			
Computer and peripheral equipment	197	88	88	-	As per Entitlement	Ex-Employee	Ms.Hufrish Rayomand Shroff
Computer and peripheral equipment	144	-	14	14	As per Entitlement	Ex-Employee	Ms.Hufrish Rayomand Shroff
Computer and peripheral equipment	136	-	14	14	As per Entitlement	Ex-Employee	Mr. Zia Ahmed
Computer and peripheral equipment	99	-	10	10	As per Entitlement	Ex-Employee	Mr Muhammad Naeem Malik
Computer and peripheral equipment	157	-	16	16	As per Entitlement	Employee	Mr.Qasim Raza Bloch
Computer and peripheral equipment	179	-	18	18	As per Entitlement	Employee	Mr.Israr Ahmed Siddiqui
Computer and peripheral equipment	175	-	18	17	As per Entitlement	Employee	Mr.Syed Musharraf Wasti
Computer and peripheral equipment	193	-	19	19	As per Entitlement	Employee	Mr.Hassan Raza
Computer and peripheral equipment	107	-	11	11	As per Entitlement	Employee	Ms.Samar Shahid
Computer and peripheral equipment	110	-	11	11	As per Entitlement	Employee	Mr.Raza Ur Rehman
Computer and peripheral equipment	158	-	16	16	As per Entitlement	Employee	Mr.Raza Ur Rehman
Computer and peripheral equipment	212	-	21	21	As per Entitlement	Employee	Mr.M.Rashid Khan
Computer and peripheral equipment	135	-	14	13	As per Entitlement	Employee	Mr. Adnan Akbar
Computer and peripheral equipment	128	-	13	13	As per Entitlement	Employee	Mr.Waseem Riaz
Computer and peripheral equipment	145	-	15	14	As per Entitlement	Employee	Dr.Khurram Shahzad
Computer and peripheral equipment	181	-	18	18	As per Entitlement	Employee	Mr.Ahmed Adeel Ibbrahim
Computer and peripheral equipment	185	-	18	18	As per Entitlement	Employee	Mr.Furqan Ahmed Siddiqui
Computer and peripheral equipment	128	-	13	13	As per Entitlement	Employee	Mr.Ravi Kumar
Computer and peripheral equipment	145	-	15	14	As per Entitlement	Employee	Mr.Farhan Ahmed Shaikh
Computer and peripheral equipment	181	-	18	18	As per Entitlement	Employee	Mr.Shahzad Masood
Computer and peripheral equipment	186	-	19	19	As per Entitlement	Employee	Mr.Dilber Hussain Khan
Computer and peripheral equipment	162	-	16	16	As per Entitlement	Employee	Mr. Hisham Jan Kiani
Computer and peripheral equipment	162	-	16	16	As per Entitlement	Employee	Mr. Tariq Mehmud
Computer and peripheral equipment	146	-	15	15	As per Entitlement	Employee	Mr.Akhtar Munir
Computer and peripheral equipment	167	-	17	17	As per Entitlement	Employee	Mr. Wasiullah Farooqui
Computer and peripheral equipment	138	-	14	14	As per Entitlement	Employee	Mr.Syed Salman Shah
Computer and peripheral equipment	186	-	19	19	As per Entitlement	Employee	Mr. Muhammad Riaz
Computer and peripheral equipment	102	-	10	10	As per Entitlement	Employee	Mr.Shahryar Khan
Computer and peripheral equipment	150	-	15	15	As per Entitlement	Employee	Mr.Amjad Iqbal
Computer and peripheral equipment	145	-	14	14	As per Entitlement	Employee	Mr.Ali Raza Pechuho
Computer and peripheral equipment	145	-	14	14	As per Entitlement	Employee	Mr.Aijaz Khaskheli
Computer and peripheral equipment	123	-	12	12	As per Entitlement	Employee	Mr Noman Kazi

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FOR THE YEAR ENDED DECEMBER 31, 2025

Particulars of property and equipment	Original cost	Book Value	Sale Proceed	Gain / (loss) on disposal	Mode of disposal	Particulars of purchaser	Buyers name
------(Rupees in '000)-----							
Computer and peripheral equipment	123	-	12	12	As per Entitlement	Employee	Mr.Muzaffar Hussain
Computer and peripheral equipment	193	-	19	19	As per Entitlement	Employee	Mr. Gul Buhar Khan
Computer and peripheral equipment	59	-	6	6	As per Entitlement	Employee	Mr. Abul Hashim
Computer and peripheral equipment	138	-	14	14	As per Entitlement	Employee	Mr.Hashim
Computer and peripheral equipment	128	-	13	13	As per Entitlement	Employee	Mr.Syed Rehan Ud Din
Computer and peripheral equipment	102	-	10	10	As per Entitlement	Employee	Mr/Muhammad Ahsan Siddiqui
Computer and peripheral equipment	143	-	14	14	As per Entitlement	Employee	Mr-Imran Sheikh
Computer and peripheral equipment	157	-	16	16	As per Entitlement	Employee	Ms.Saher Jameel Sheikh
Computer and peripheral equipment	192	-	-	-	As per Entitlement	Employee	Mr.Muhammad Ismail Usuf
Computer and peripheral equipment	145	-	15	14	As per Entitlement	Employee	Mr.Zulfiqar Maqbool Kakar
Computer and peripheral equipment	147	-	15	15	As per Entitlement	Employee	Mr.Zulfiqar Maqbool Khan Kakar
Computer and peripheral equipment	138	-	14	14	As per Entitlement	Employee	Mr.Adnan Ahmed
Computer and peripheral equipment	167	-	17	17	As per Entitlement	Employee	Mr. Ayaz Ahmed Siddiqui
Computer and peripheral equipment	112	-	11	11	As per Entitlement	Employee	Mr. Syed Ali Haider
Computer and peripheral equipment	102	-	10	10	As per Entitlement	Employee	Ms.Amna Riaz
Computer and peripheral equipment	102	-	10	10	As per Entitlement	Employee	Ms.Sana Ijaz Dhakan
Computer and peripheral equipment	162	-	16	16	As per Entitlement	Employee	Mr.Ubaid Ahmed Khan
Computer and peripheral equipment	124	-	12	12	As per Entitlement	Employee	Mr.Akbar Bhimani
Computer and peripheral equipment	157	-	16	16	As per Entitlement	Employee	Mr.Syed Zubair Laique Bukhari.
Computer and peripheral equipment	81	-	8	8	As per Entitlement	Employee	Mr. Muhammad Imran
Computer and peripheral equipment	138	-	14	14	As per Entitlement	Employee	Mr.Salman Akhtar
Computer and peripheral equipment	106	-	11	11	As per Entitlement	Ex-Employee	Mr.Abdul Majid Sheikh
Computer and peripheral equipment	149	-	15	15	As per Entitlement	Ex-Employee	Mr.Adil Jamil Lutufullah
Computer and peripheral equipment	138	-	-	-	As per Entitlement	Ex-Employee	Mr.Ahmed Naseem
Computer and peripheral equipment	30	-	-	-	As per Entitlement	Ex-Employee	Mr.Ahmad Naseem
Computer and peripheral equipment	99	-	10	10	As per Entitlement	Ex-Employee	Mr. Ahmed Naseem
Computer and peripheral equipment	114	-	11	11	As per Entitlement	Ex-Employee	Mr Ahmed Naseem
Computer and peripheral equipment	143	-	14	14	As per Entitlement	Ex-Employee	Dr.Saqain Sher
Computer and peripheral equipment	101	-	10	10	As per Entitlement	Ex-Employee	Mr.M. Farrukh Ghauri
Computer and peripheral equipment	355	-	-	-	As per Entitlement	Employee	Ms.Mehnaz Salar
Computer and peripheral equipment	99	-	-	-	As per Entitlement	Employee	Mr.Mufti Ehsan.Waquar Ahmed
Computer and peripheral equipment	162	-	16	16	As per Entitlement	Employee	Mr.Muhammad Ali Qamar
Computer and peripheral equipment	117	-	12	12	As per Entitlement	Employee	Mr.Syed Iqbal Ali
Computer and peripheral equipment	184	-	18	18	As per Entitlement	Employee	Mr.Prem Kumar
Computer and peripheral equipment	99	-	10	10	As per Entitlement	Employee	Mr.Amir Hasan Siddiqui
Computer and peripheral equipment	158	-	16	16	As per Entitlement	Employee	Mr.Imran Gul
Computer and peripheral equipment	150	-	15	15	As per Entitlement	Employee	Mr.Adeeba Batool
Computer and peripheral equipment	163	-	16	16	As per Entitlement	Employee	Mr.Shakeel Hayat Mir
Computer and peripheral equipment	81	-	8	8	As per Entitlement	Employee	Mr Syed Hur Abbas Avp
Computer and peripheral equipment	183	-	18	18	As per Entitlement	Employee	Mr.Hur Abbas
Computer and peripheral equipment	138	-	14	14	As per Entitlement	Employee	Mr.Kamran Masud
Computer and peripheral equipment	184	-	18	18	As per Entitlement	Employee	Mr.Muhammad Faisal Khan
Computer and peripheral equipment	182	-	18	18	As per Entitlement	Employee	Mr.S.M Ali Naqvi
Computer and peripheral equipment	181	-	18	18	As per Entitlement	Employee	Ms.Salma Adil
Computer and peripheral equipment	182	-	18	18	As per Entitlement	Employee	Mr.Fasih Khan
Computer and peripheral equipment	99	-	10	10	As per Entitlement	Employee	Ms Erum Saleem
Computer and peripheral equipment	165	-	16	16	As per Entitlement	Employee	Mr.Meraj Khalid
Computer and peripheral equipment	165	-	16	16	As per Entitlement	Employee	Mr.Fraz Mahmood
Computer and peripheral equipment	165	-	17	17	As per Entitlement	Employee	Mr.Jahangir Ahmed Shaikh
Computer and peripheral equipment	185	-	18	18	As per Entitlement	Employee	Mr.Sajjad Khan
Computer and peripheral equipment	145	-	14	14	As per Entitlement	Employee	Mr.Muhammad Ali
Computer and peripheral equipment	134	-	13	13	As per Entitlement	Employee	Mr.Salman Ali Memon
Computer and peripheral equipment	136	-	14	14	As per Entitlement	Ex-Employee	Mr.Muhammad Saleem Saleemi

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Particulars of property and equipment	Original cost	Book Value	Sale Proceed	Gain / (loss) on disposal	Mode of disposal	Particulars of purchaser	Buyers name
------(Rupees in '000)-----							
Computer and peripheral equipment	165	-	16	16	As per Entitlement	Ex-Employee	Mr.Moin Uddin Khan
Computer and peripheral equipment	125	-	12	12	As per Entitlement	Employee	Mr.Kamran Ul Haq
Computer and peripheral equipment	168	-	17	17	As per Entitlement	Employee	Mr.Waqas Subhani Qureshi
Computer and peripheral equipment	118	-	12	12	As per Entitlement	Employee	Mr.Aamir Aziz Khan
Computer and peripheral equipment	118	-	12	12	As per Entitlement	Employee	Mr.Muhammad Nasir
Computer and peripheral equipment	169	-	17	17	As per Entitlement	Employee	Mr.Khawaja Mohammad Ali
Computer and peripheral equipment	148	-	15	15	As per Entitlement	Employee	Mr.Syed Owais Rauf
Computer and peripheral equipment	164	-	16	16	As per Entitlement	Employee	Mr.Syed Owais Rauf
Computer and peripheral equipment	150	-	15	15	As per Entitlement	Employee	Mr.Muhammad Usman Khan
Computer and peripheral equipment	157	-	16	16	As per Entitlement	Employee	Mr.Jai Kumar
Computer and peripheral equipment	162	-	16	16	As per Entitlement	Employee	Mr.Shahzad Rasool
Computer and peripheral equipment	150	-	15	15	As per Entitlement	Employee	Mr.Muhammad Farhan
Computer and peripheral equipment	139	-	14	14	As per Entitlement	Employee	Mr.Atif Aziz
Computer and peripheral equipment	182	-	18	18	As per Entitlement	Employee	Mr.Shaheryar Baig
Computer and peripheral equipment	118	-	12	12	As per Entitlement	Employee	Mr.Sardar Ahmed Khan
Computer and peripheral equipment	90	-	9	9	As per Entitlement	Employee	Mr.Abdullah Bhutto
Computer and peripheral equipment	350	-	35	35	As per Entitlement	Employee	Mr.Khawaja Mohammad Ali
Computer and peripheral equipment	166	-	17	17	As per Entitlement	Employee	Mr.Arsalan
Computer and peripheral equipment	162	-	16	16	As per Entitlement	Employee	Mr.Muhammad Aqib Mustafa
Computer and peripheral equipment	124	-	12	12	As per Entitlement	Employee	Mr.Muhammad Aman Pir
Computer and peripheral equipment	133	-	13	13	As per Entitlement	Employee	Mr.Raheel Shafiqat
Computer and peripheral equipment	182	-	18	18	As per Entitlement	Employee	Mr.Amir Ali Jarwar
Computer and peripheral equipment	180	-	18	18	As per Entitlement	Employee	Mr.Syed Muhammad Asif Bukhari
Computer and peripheral equipment	135	-	14	14	As per Entitlement	Employee	Mr.Waleed Sheikh
Computer and peripheral equipment	178	-	18	18	As per Entitlement	Employee	Muhammad Qasim Vp
Computer and peripheral equipment	142	-	14	14	As per Entitlement	Employee	Ms.Sara Azeem
Computer and peripheral equipment	115	-	12	12	As per Entitlement	Employee	Mr.Syed Ehtesham Hussain
Computer and peripheral equipment	118	-	12	12	As per Entitlement	Employee	Mr.Muhammad Kashif
Computer and peripheral equipment	150	-	15	15	As per Entitlement	Employee	Mr.Muhammad Amir Nadeem
Computer and peripheral equipment	107	-	11	11	As per Entitlement	Employee	Mr.Muhammad Arif
Computer and peripheral equipment	133	-	13	13	As per Entitlement	Employee	Mr.Faisal Ahmed Khan
Computer and peripheral equipment	136	-	14	14	As per Entitlement	Employee	Mr.Syed Akbar Hussain
Computer and peripheral equipment	163	-	16	16	As per Entitlement	Employee	Mr.Muhammad Irfan Baig
Computer and peripheral equipment	179	-	18	18	As per Entitlement	Employee	Mr.Tariq Iqbal Muhammad
Computer and peripheral equipment	162	-	16	16	As per Entitlement	Employee	Mr.Mudasser Awan
Computer and peripheral equipment	175	-	18	17	As per Entitlement	Employee	Mr.S.M.Aarish Hussain
Computer and peripheral equipment	182	-	18	18	As per Entitlement	Employee	Mr.Fazal-Ur- Rehman
Computer and peripheral equipment	170	-	17	17	As per Entitlement	Employee	Mr.Muhammad Waqas
Computer and peripheral equipment	118	-	12	12	As per Entitlement	Employee	Mr.Ubaid Arif
Computer and peripheral equipment	154	-	15	15	As per Entitlement	Employee	Mr.Zeeshan Ansari
Computer and peripheral equipment	90	-	9	9	As per Entitlement	Employee	Mr.Faheem Hyder Hujjati
Computer and peripheral equipment	135	-	14	14	As per Entitlement	Employee	Mr.Muhammad Ayaz
Computer and peripheral equipment	143	-	14	14	As per Entitlement	Employee	Mr.Syed Ahsan Raza
Computer and peripheral equipment	182	-	18	18	As per Entitlement	Employee	Mr.Yasir Ahmed
Computer and peripheral equipment	166	-	17	17	As per Entitlement	Employee	Ms.Munnazah Shayan
Computer and peripheral equipment	118	-	12	12	As per Entitlement	Employee	Mr.Tahseen Alam
Computer and peripheral equipment	127	-	13	13	As per Entitlement	Employee	Ms.Shaista Ikram
Computer and peripheral equipment	166	-	17	17	As per Entitlement	Employee	Mr.Muhammad Talha Dhedhi
Computer and peripheral equipment	171	-	17	17	As per Entitlement	Employee	Mr.Yasir Ahmad
Computer and peripheral equipment	147	-	15	15	As per Entitlement	Employee	Mr.Sarfaraz Khan
Computer and peripheral equipment	162	-	16	16	As per Entitlement	Employee	Mr.Rashid Ud Din
Computer and peripheral equipment	182	-	18	18	As per Entitlement	Employee	Mr.Muhammad Bachal Khoso
Computer and peripheral equipment	182	-	18	18	As per Entitlement	Employee	Mr.Muhammad Faisal Aqeel
Computer and peripheral equipment	175	-	18	17	As per Entitlement	Employee	Mr.Muhammad Umair

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Particulars of property and equipment	Original cost	Book Value	Sale Proceed	Gain / (loss) on disposal	Mode of disposal	Particulars of purchaser	Buyers name
------(Rupees in '000)-----							
Computer and peripheral equipment	167	-	17	17	As per Entitlement	Employee	Mr.Nadeem A Sheikh
Computer and peripheral equipment	164	-	16	16	As per Entitlement	Employee	Mr.Muhammad Shahid
Computer and peripheral equipment	170	-	17	17	As per Entitlement	Employee	Mr.Kanwal Aftab
Computer and peripheral equipment	156	-	16	16	As per Entitlement	Employee	Mr.Mr.Muhammad Abu Bakar Islam
Computer and peripheral equipment	184	-	18	18	As per Entitlement	Employee	Mr.Faisal Nasir
Computer and peripheral equipment	175	-	18	18	As per Entitlement	Employee	Mr.Ehsan Waqar Ahmed
Computer and peripheral equipment	96	-	10	10	As per Entitlement	Employee	Mr.Ehsan Waqar Ahmed
Computer and peripheral equipment	193	-	19	19	As per Entitlement	Ex-Employee	Mr.Waqar Ahmed Zakori
Computer and peripheral equipment	196	-	20	20	As per Entitlement	Employee	Mr Fakhar Zaman
Computer and peripheral equipment	167	-	17	17	As per Entitlement	Employee	Mr. Mudassar Inamullah
Computer and peripheral equipment	181	-	18	18	As per Entitlement	Employee	Mr.Mustafa Jamali
Computer and peripheral equipment	59	-	6	6	As per Entitlement	Employee	Mr.M.Tahir Hafeez
Computer and peripheral equipment	158	-	16	16	As per Entitlement	Employee	Mr.Abdul Rehman Chaudhry
Computer and peripheral equipment	182	-	18	18	As per Entitlement	Employee	Mr.Nasir Ahmed Nomani
Computer and peripheral equipment	184	-	18	18	As per Entitlement	Employee	Mr.Faizan Kazmi
Computer and peripheral equipment	194	-	19	19	As per Entitlement	Employee	Mr.Muhammad Shafqat Fateen
Computer and peripheral equipment	166	-	17	17	As per Entitlement	Employee	Mr.Ejaz Ahmed
Computer and peripheral equipment	166	-	17	17	As per Entitlement	Employee	Mr.Latifullah Khattak
Computer and peripheral equipment	322	-	32	32	As per Entitlement	Employee	Mr.S.M.Ali Zamin
Computer and peripheral equipment	125	-	12	12	As per Entitlement	Employee	Mr.Umer Nadeem
Computer and peripheral equipment	207	29	29	-	As per Entitlement	Ex-Employee	Mr.Muhammad Rizwan Yaseen
Computer and peripheral equipment	415	-	-	-	As per Entitlement	Employee	Ms.Naushaba Shahzad
Computer and peripheral equipment	99	-	10	10	As per Entitlement	Ex-Employee	Mr Muhammad Farooq
Computer and peripheral equipment	101	-	11	11	As per Entitlement	Ex-Employee	Mr.Inam Bari
Computer and peripheral equipment	64	-	6	6	As per Entitlement	Ex-Employee	Mr.Khawaja Amjad Ahmed
Computer and peripheral equipment	101	-	11	11	As per Entitlement	Ex-Employee	Mr. Abdul Sattar
Computer and peripheral equipment	157	-	-	-	As per Entitlement	Ex-Employee	Mr.Haider Ali Isani
Computer and peripheral equipment	278	-	-	-	As per Entitlement	Ex-Employee	Mr.Haider Ali Isani
Computer and peripheral equipment	123	-	12	12	As per Entitlement	Ex-Employee	Mr.Syed Azhar Ali
Computer and peripheral equipment	143	-	14	14	As per Entitlement	Ex-Employee	Mr.Nafees Ahmed Khan
Computer and peripheral equipment	181	-	18	18	As per Entitlement	Employee	Mr.Sohail Malik
Computer and peripheral equipment	100	-	10	10	As per Entitlement	Employee	Mr Ghulam Rasool
Computer and peripheral equipment	183	-	18	18	As per Entitlement	Employee	Mr. Hammad Sarwar
Computer and peripheral equipment	182	-	18	18	As per Entitlement	Employee	Mr.Major Shabbir Ahmed
Computer and peripheral equipment	158	-	16	16	As per Entitlement	Employee	Mr.Sarraj Ahmed
Computer and peripheral equipment	118	-	12	12	As per Entitlement	Employee	Mr.Nabeel Zahoor
Computer and peripheral equipment	195	-	19	19	As per Entitlement	Employee	Mr. Syed Sulman Ali
Computer and peripheral equipment	192	-	19	19	As per Entitlement	Employee	Mr.Zeeshan Muhammad Sharif
Computer and peripheral equipment	182	-	18	18	As per Entitlement	Employee	Mr.Aftab Ahmed Shaikh
Computer and peripheral equipment	183	-	18	18	As per Entitlement	Employee	Mr. Muhammad Ayyub
Computer and peripheral equipment	99	-	10	10	As per Entitlement	Employee	Mr Ghazanfar Abbas Khan
Computer and peripheral equipment	144	-	14	14	As per Entitlement	Employee	Ms.Nazneen Zaka
Computer and peripheral equipment	195	-	19	19	As per Entitlement	Employee	Mr. Shahzad Iqbal
Computer and peripheral equipment	99	-	10	10	As per Entitlement	Employee	Mr.Mir Muhammad Mehmood Ui Imran
Computer and peripheral equipment	59	-	6	6	As per Entitlement	Employee	Mr.Tahir Abbas
Computer and peripheral equipment	154	-	15	15	As per Entitlement	Employee	Mr.Gohar Ali Memon
Computer and peripheral equipment	166	-	14	13	As per Entitlement	Ex-Employee	Ms.Munnazah Shayan
Computer and peripheral equipment	146	-	15	15	As per Entitlement	Ex-Employee	Mr.Shahzaib Khan Kasi
Computer and peripheral equipment	181	-	18	18	As per Entitlement	Employee	Mr.Adil Murtaza
Computer and peripheral equipment	196	-	20	20	As per Entitlement	Employee	Mr Mohsin Zia
Computer and peripheral equipment	181	-	18	18	As per Entitlement	Employee	Mr.Muhammad Faisal
Computer and peripheral equipment	182	-	-	-	As per Entitlement	Employee	Muhammad Hasnain Raza
Computer and peripheral equipment	147	-	-	-	As per Entitlement	Employee	Mr.Shahid Ali Khan
Computer and peripheral equipment	152	-	-	-	As per Entitlement	Employee	Mr.Imtiaz Ashraf

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Particulars of property and equipment	Original cost	Book Value	Sale Proceed	Gain / (loss) on disposal	Mode of disposal	Particulars of purchaser	Buyers name
------(Rupees in '000)-----							
Computer and peripheral equipment	165	-	-	-	As per Entitlement	Employee	Mr.Muhammad Hussain
Computer and peripheral equipment	183	-	-	-	As per Entitlement	Employee	Mr. Haris Muzaffar
Computer and peripheral equipment	173	-	17	17	As per Entitlement	Employee	Mr.Awais Asif Khan
Computer and peripheral equipment	124	-	12	12	As per Entitlement	Employee	Mr.Afnan Ahmed Shakeel
Computer and peripheral equipment	125	-	13	12	As per Entitlement	Employee	Mr/Masood Yaseen
Computer and peripheral equipment	191	-	-	-	As per Entitlement	Ex-Employee	Mr.Umair Wasti
Computer and peripheral equipment	186	-	19	19	As per Entitlement	Employee	Mr. Muhammad Asif Wakil
Computer and peripheral equipment	184	-	18	18	As per Entitlement	Ex-Employee	Mr.Yawar Hasan Zaidi
	<u>30,891</u>	<u>117</u>	<u>2,895</u>	<u>2,769</u>			
Electrical & Office equipments	100	50	50	-	As per Entitlement	Ex-Employee	Ms.Hira Bari
Electrical & Office equipments	100	-	-	-	As per Entitlement	Employee	Mr.Awais Asif Khan
Electrical & Office equipments	100	25	25	-	As per Entitlement	Ex-Employee	Mr.Shahzad Ahmed Cheema
Electrical & Office equipments	50	17	17	-	As per Entitlement	Ex-Employee	Mr.Muhammad Farrukh Ghauri
Electrical & Office equipments	35	-	-	-	As per Entitlement	Ex-Employee	Mr.Muhammad Umer Farooq
Electrical & Office equipments	35	-	-	-	As per Entitlement	Ex-Employee	Mr.Muhad Omer Farooq
Electrical & Office equipments	50	-	-	-	As per Entitlement	Ex-Employee	Mr.Zia Ul Haq
Electrical & Office equipments	12	-	-	-	As per Entitlement	Ex-Employee	Mr.Zia Ul Haq
Electrical & Office equipments	12	-	-	-	As per Entitlement	Ex-Employee	Mr.Zia Ul Haq
Electrical & Office equipments	50	-	-	-	As per Entitlement	Ex-Employee	Mr.Zia Ul Haq
Electrical & Office equipments	50	-	-	-	As per Entitlement	Ex-Employee	Mr.Muhammad Naeem Malik
Electrical & Office equipments	35	-	-	-	As per Entitlement	Ex-Employee	Mr.Muhammad Riaz Asim
Electrical & Office equipments	50	-	-	-	As per Entitlement	Ex-Employee	Mr.Muhammad Riaz Asim
Electrical & Office equipments	35	-	-	-	As per Entitlement	Ex-Employee	Mr Abdul Majid Sheikh
Electrical & Office equipments	35	-	-	-	As per Entitlement	Ex-Employee	Ms.Amna Riaz
Electrical & Office equipments	35	-	-	-	As per Entitlement	Ex-Employee	Ms.Amna Riaz
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Muhammad Akram
Electrical & Office equipments	15	-	-	-	As per Entitlement	Employee	Mr.Mashkooor Ahmed Khan
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr.Khuram Jahangir Mughal
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr Muhammad Imran
Electrical & Office equipments	115	-	-	-	As per Entitlement	Employee	Mr.Mashkooor Ahmed Khan
Electrical & Office equipments	41	-	-	-	As per Entitlement	Employee	Mr.Zeeshan Hashmi
Electrical & Office equipments	99	-	-	-	As per Entitlement	Employee	Mr Mashkooor Ahmed Khan
Electrical & Office equipments	115	-	-	-	As per Entitlement	Employee	Mr.Mashkooor Ahmed Khan
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Syed Asim Ali
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr.Salman Asghar
Electrical & Office equipments	15	-	-	-	As per Entitlement	Employee	Mr.Mashkooor Ahmed Khan
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Muhammad Imran
Electrical & Office equipments	41	-	-	-	As per Entitlement	Employee	Mr.Ibrahim Muhammad Sadiq
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr Muhammad Salman Asghar
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr Muhammad Shafqat Fateen
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Shafqat Fateen
Electrical & Office equipments	115	-	-	-	As per Entitlement	Employee	Mr. Abdul Rehman Choudhry
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Qaiser Rasheed
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr Aamir Shabbir
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr Wasimullah
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr Muhammad Akram
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Ibrahim M.Sadiq,
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Ibrahim M.Sadiq,
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr Dawood Muhammad Vaid
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr Dawood Muhammad Vaid
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Shakeel Ahmad
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr.Zeeshan Nisar Ul Aziz
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Khuram Jahangir Mughal

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

Particulars of property and equipment	Original cost	Book Value	Sale Proceed	Gain / (loss) on disposal	Mode of disposal	Particulars of purchaser	Buyers name
------(Rupees in '000)-----							
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Qaiser Rasheed
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Qaiser Rasheed
Electrical & Office equipments	15	-	-	-	As per Entitlement	Employee	Mr.Qaiser Rasheed
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Muhammad Shafqat Fateen
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr Shakil Ahmed
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr Wasim Ullah
Electrical & Office equipments	15	-	-	-	As per Entitlement	Ex-Employee	Mr.Ahmed Naseem
Electrical & Office equipments	225	56	56	-	As per Entitlement	Ex-Employee	Mr.Ahmed Naseem
Electrical & Office equipments	115	-	-	-	As per Entitlement	Ex-Employee	Mr.Ahmed Naseem
Electrical & Office equipments	115	-	-	-	As per Entitlement	Ex-Employee	Mr.Ahmed Naseem
Electrical & Office equipments	718	-	-	-	As per Entitlement	Employee	Mr.S. M. Ali Zamin
Electrical & Office equipments	182	-	-	-	As per Entitlement	Employee	Mr.Fouad Farrukh
Electrical & Office equipments	286	-	-	-	As per Entitlement	Employee	Mr.Fouad Farrukh
Electrical & Office equipments	565	-	-	-	As per Entitlement	Employee	Ms.Mehnaz Salar
Electrical & Office equipments	100	-	-	-	As per Entitlement	Employee	Mr. Waqar Ahmad Zakori
Electrical & Office equipments	15	-	-	-	As per Entitlement	Employee	Mr.Ehsan Waquar Ahmed
Electrical & Office equipments	50	-	-	-	As per Entitlement	Ex-Employee	Ms..Hufrih Rayomand Shroff
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Shahid Ali Khan
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Aqeel Muslim
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr.Muhammad Sarwar Shahid
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr.Muhammad Sarwar Shahid
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Rehan Kaleemi
Electrical & Office equipments	100	-	-	-	As per Entitlement	Employee	Mr.Rehan Kaleemi
Electrical & Office equipments	34	-	-	-	As per Entitlement	Ex-Employee	Mr.Mohammad Rizwan Yasin
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Abul Hashim
Electrical & Office equipments	35	-	-	-	As per Entitlement	Ex-Employee	Mr.Moin Uddin Khan.
Electrical & Office equipments	100	-	-	-	As per Entitlement	Ex-Employee	Mr.Moin Uddin Khan.
Electrical & Office equipments	35	-	-	-	As per Entitlement	Ex-Employee	Mr.Moin Uddin Khan.
Electrical & Office equipments	225	-	-	-	As per Entitlement	Employee	Mr.Nasir Abbas
Electrical & Office equipments	225	-	-	-	As per Entitlement	Employee	Mr.Mirza Babur Baig
Electrical & Office equipments	43	-	-	-	As per Entitlement	Employee	Mr.Fayyaz Ahmed
Electrical & Office equipments	25	-	-	-	As per Entitlement	Employee	Mr.Fayyaz Ahmed
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Nabeel Zahoor
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr.Nabeel Zahoor
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Ms.Azra Yasir
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Abdul Rahim
Electrical & Office equipments	247	-	-	-	As per Entitlement	Employee	Mr.Raza Ur Rehman
Electrical & Office equipments	100	-	-	-	As per Entitlement	Employee	Mr.Adnan Nazir
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Faisal Khan
Electrical & Office equipments	231	-	-	-	As per Entitlement	Employee	Mr.Wajih Ur Rehman
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Wajih Ur Rehman
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Dilawar Khan Babar
Electrical & Office equipments	234	-	-	-	As per Entitlement	Employee	Mr.Dilawar Khan Babar
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Bilal Yousuf
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Abid Munir
Electrical & Office equipments	100	-	-	-	As per Entitlement	Employee	Mr.Zohaib Ghani Larik
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Zohaib Ghani Larik
Electrical & Office equipments	100	-	-	-	As per Entitlement	Employee	Mr.Shahzad Iqbal
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Shahzad Iqbal
Electrical & Office equipments	100	-	-	-	As per Entitlement	Employee	Mr. Vinod Kumar
Electrical & Office equipments	115	-	-	-	As per Entitlement	Employee	Mr.Khawaja M.Amin Ul Azam
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr. M.Yousuf Imran
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Khurram Jafri
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Syed Amuin Shah

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2025

Particulars of property and equipment	Original cost	Book Value	Sale Proceed	Gain / (loss) on disposal	Mode of disposal	Particulars of purchaser	Buyers name
------(Rupees in '000)-----							
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr Ghazanfar Abbas Khan
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr.Tahir Abbas
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Tahir Abbas
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr.Tahir Abbas
Electrical & Office equipments	179	-	-	-	As per Entitlement	Employee	Mr.Asif Bukhari
Electrical & Office equipments	100	-	-	-	As per Entitlement	Employee	Mr.Muhammad Sohail
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Shahid Iqbal Khan
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Shahid Iqbal Khan
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr Saeed Uz Zaman
Electrical & Office equipments	100	12	12	-	As per Entitlement	Employee	Mr.Shahid Iqbal Khan
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr.Imtiaz Elahi
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Zahirullah
Electrical & Office equipments	50	-	1	-	As per Entitlement	Ex-Employee	Mr.Muhammad Younas
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr.Hafeez Ahmed Shah
Electrical & Office equipments	100	-	-	-	As per Entitlement	Employee	Mr.Hafeez Ahmed Shah
Electrical & Office equipments	100	-	-	-	As per Entitlement	Employee	Mr.Muhammad Irfan Khan
Electrical & Office equipments	100	-	-	-	As per Entitlement	Employee	Mr.Muhammad Saleem
Electrical & Office equipments	126	-	-	-	As per Entitlement	Employee	Mr.Nabeel Zahoor
Electrical & Office equipments	100	-	-	-	As per Entitlement	Employee	Mr.Rasheed Ahmed
Electrical & Office equipments	185	-	-	-	As per Entitlement	Employee	Mr.Noman Muzaffar
Electrical & Office equipments	100	-	-	-	As per Entitlement	Employee	Mr.Muhammad Amin Shahid
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr.Muhammad Hussain
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr. Khurram Rashed
Electrical & Office equipments	32	-	-	-	As per Entitlement	Employee	Mr.Abdul Samee Shaikh
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr.Ahmed Farhan Siddiqui
Electrical & Office equipments	100	-	-	-	As per Entitlement	Employee	Dr. Muhammad Luqman
Electrical & Office equipments	100	-	-	-	As per Entitlement	Employee	Mr.Muhammad Shahid Iqbal
Electrical & Office equipments	225	-	-	-	As per Entitlement	Employee	Mr.Javed Siddiqui
Electrical & Office equipments	100	-	-	-	As per Entitlement	Employee	Mr.Rehan Meer
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr.Rehan Meer
Electrical & Office equipments	356	-	-	-	As per Entitlement	Employee	Mr.Farooq Ahmed
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr Haris Muzaffar
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr Haris Muzaffar
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr Haris Muzaffar
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Ms.Sara Saiyed
Electrical & Office equipments	41	-	-	-	As per Entitlement	Employee	Mr.Abdul Bari Maitlo
Electrical & Office equipments	100	-	-	-	As per Entitlement	Employee	Mr.Shahid Jamil
Electrical & Office equipments	35	-	-	-	As per Entitlement	Employee	Mr.Asim Akram Khan
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Masood Yaseen
Electrical & Office equipments	50	-	-	-	As per Entitlement	Employee	Mr.Fakhar Zaman Khan
Electrical & Office equipments	75	-	-	-	As per Entitlement	Employee	Mr.Mr.Syed Kamran Ahmed
Electrical & Office equipments	660	-	-	-	As per Entitlement	Employee	Mr.Mirza M.Asim Baig
Electrical & Office equipments	100	17	17	-	As per Entitlement	Ex-Employee	Mr.Junaid Shafqat Sheikh
Electrical & Office equipments	40	2	2	-	As per Entitlement	Employee	Mr.Idrees Ud Din Khawaja
Electrical & Office equipments	100	2	2	-	As per Entitlement	Employee	Mr.Muhammad Shabbir
Electrical & Office equipments	35	1	1	-	As per Entitlement	Employee	Mr.M.Anwarul Haq
Electrical & Office equipments	50	-	-	-	As per Entitlement	Ex-Employee	Mr.Waqar Ahmed Zakori
Electrical & Office equipments	25	-	-	-	As per Entitlement	Ex-Employee	Mr Fayyaz Ahmad
Electrical & Office equipments	265	-	-	-	As per Entitlement	Ex-Employee	Mr.Umair Wasti
Electrical & Office equipments	50	-	-	-	As per Entitlement	Ex-Employee	Ms.Naureen Shams
Electrical & Office equipments	100	8	8	-	As per Entitlement	Ex-Employee	Mr.Yawar Hassan Zaidi Svp
Electrical & Office equipments	32	-	-	-	As per Entitlement	Ex-Employee	Mr.Shahzaib Khan Kasi
Electrical & Office equipments	50	-	-	-	As per Entitlement	Ex-Employee	Mr.Muhammad Waseef Aslam
Electrical & Office equipments	50	15	15	-	As per Entitlement	Ex-Employee	Mr.Sultan Ayaz
Electrical & Office equipments	800	333	467	467	As per Entitlement	Ex-Employee	Mr.Muhammad Hamayun Sajjad
	13,471	538	673	467			

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

Particulars of property and equipment	Original cost	Book Value	Sale Proceed	Gain / (loss) on disposal	Mode of disposal	Particulars of purchaser	Buyers name
------(Rupees in '000)-----							
Furniture and fixture	160	51	51	-	As per Entitlement	Ex-Employee	Mr.Zuhaib Zaman
Furniture and fixture	160	7	7	-	As per Entitlement	Ex-Employee	Mr.Sikandar Ali Khaskheli
Furniture and fixture	160	21	21	-	As per Entitlement	Ex-Employee	Mr.Ghulam Hassan Jaffary
Furniture and fixture	160	60	60	-	As per Entitlement	Ex-Employee	Mr.Khalid Farooq
Furniture and fixture	160	72	72	-	As per Entitlement	Ex-Employee	Mr.Muhammad Aslam
Furniture and fixture	92	23	23	-	As per Entitlement	Ex-Employee	Mr.Faheem Jan
Furniture and fixture	200	8	8	-	As per Entitlement	Ex-Employee	Mr.Muhammad Saleem Saleemi
Furniture and fixture	92	12	12	-	As per Entitlement	Ex-Employee	Mr.Shahzad Ahmad Cheema
Furniture and fixture	160	33	33	-	As per Entitlement	Ex-Employee	Mr.M. Habib Ur Rehman
Furniture and fixture	140	16	16	-	As per Entitlement	Ex-Employee	Mr.Inayat Ur Rahman
Furniture and fixture	160	24	24	-	As per Entitlement	Ex-Employee	Mr.Abdudl Hafeez
Furniture and fixture	160	20	20	-	As per Entitlement	Ex-Employee	Mr.Muhammad Zulfiqar
Furniture and fixture	160	112	112	-	As per Entitlement	Ex-Employee	Mr.Naeem Qadir Tunio
Furniture and fixture	160	48	48	-	As per Entitlement	Ex-Employee	Mr.Muhammad Saleem
Furniture and fixture	160	25	25	-	As per Entitlement	Ex-Employee	Mr.Ghulam Rasool Bhutto
Furniture and fixture	190	130	130	-	As per Entitlement	Ex-Employee	Mr.Faraz Muhammad
Furniture and fixture	160	12	12	-	As per Entitlement	Ex-Employee	Mr.Muhammad Yasin Tahir
Furniture and fixture	142	69	69	-	As per Entitlement	Ex-Employee	Mr.Farooq Ahmed
Furniture and fixture	350	48	48	-	As per Entitlement	Ex-Employee	Mr. Zia Ahmed
Furniture and fixture	160	55	55	-	As per Entitlement	Ex-Employee	Mr.Khalid Pervaiz Nadeem
Furniture and fixture	200	100	100	-	As per Entitlement	Ex-Employee	Mr.Syed Kazim Hasnain Jaffery
Furniture and fixture	160	76	76	-	As per Entitlement	Ex-Employee	Mr.Hidayatullah Khawaja
Furniture and fixture	160	49	49	-	As per Entitlement	Ex-Employee	Mr.Khawaja Amjad Ahmed
Furniture and fixture	160	52	52	-	As per Entitlement	Ex-Employee	Mr.Muhammad Shahid Akhtar
Furniture and fixture	160	5	5	-	As per Entitlement	Ex-Employee	Mr.Imran Hani
Furniture and fixture	160	12	12	-	As per Entitlement	Ex-Employee	Mr.Riaz Mehmood Malik
Furniture and fixture	190	76	76	-	As per Entitlement	Ex-Employee	Mr.Zahir Ullah
Furniture and fixture	160	76	76	-	As per Entitlement	Ex-Employee	Mr.Sajid Ali
Furniture and fixture	160	16	16	-	As per Entitlement	Ex-Employee	Mr.Sajjad Haider
Furniture and fixture	160	51	51	-	As per Entitlement	Ex-Employee	Mr.Manzoor
Furniture and fixture	160	45	45	-	As per Entitlement	Ex-Employee	Mr.Naveed Ikram Khokhar
Furniture and fixture	160	45	45	-	As per Entitlement	Ex-Employee	Mr.Tariq Mehmood
Furniture and fixture	160	29	29	-	As per Entitlement	Ex-Employee	Mr.Shakeel Ahmed Khan
Furniture and fixture	160	47	47	-	As per Entitlement	Ex-Employee	Mr.Amanullah Shaikh
Furniture and fixture	190	14	14	-	As per Entitlement	Ex-Employee	Mr.Shahid Majeed
Furniture and fixture	160	20	20	-	As per Entitlement	Ex-Employee	Mr.Nand Lal Nenwani
Furniture and fixture	160	11	11	-	As per Entitlement	Ex-Employee	Mr.Muhammad Ibrahim
Furniture and fixture	160	12	12	-	As per Entitlement	Ex-Employee	Mr.Shahbaz Ahmed
Furniture and fixture	200	30	30	-	As per Entitlement	Ex-Employee	Mr.Shahid Iqbal Khan
Furniture and fixture	190	47	47	-	As per Entitlement	Ex-Employee	Mr.Saeed Uz Zaman
Furniture and fixture	160	53	53	-	As per Entitlement	Ex-Employee	Mr.Amanullah Mughal
Furniture and fixture	160	45	45	-	As per Entitlement	Ex-Employee	Mr.Muhammad Shafique
Furniture and fixture	160	25	25	-	As per Entitlement	Ex-Employee	Mr.Abdul Malik
Furniture and fixture	160	52	52	-	As per Entitlement	Ex-Employee	Mr.Muhammad Farooq
Furniture and fixture	160	33	33	-	As per Entitlement	Ex-Employee	Mr.Inam Bari
Furniture and fixture	160	29	29	-	As per Entitlement	Ex-Employee	Mr.Muhammad Saleem
Furniture and fixture	160	12	12	-	As per Entitlement	Ex-Employee	Mr.Sohail Rasool
Furniture and fixture	190	14	14	-	As per Entitlement	Ex-Employee	Mr.Muhammad Kamran Khan
Furniture and fixture	190	11	11	-	As per Entitlement	Ex-Employee	Mr.Muhammad Suleman
Furniture and fixture	160	35	35	-	As per Entitlement	Ex-Employee	Mr.Muhammad Imtiaz
Furniture and fixture	190	47	47	-	As per Entitlement	Ex-Employee	Ms.Syeda Adeebea Batool
Furniture and fixture	67	7	7	-	As per Entitlement	Ex-Employee	Mr.Agha Fakharuddin
Furniture and fixture	200	12	12	-	As per Entitlement	Ex-Employee	Mr.Muhammad Ehsan Tabassum
Furniture and fixture	190	32	32	-	As per Entitlement	Ex-Employee	Mr.Tariq

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Particulars of property and equipment	Original cost	Book Value	Sale Proceed	Gain / (loss) on disposal	Mode of disposal	Particulars of purchaser	Buyers name
------(Rupees in '000)-----							
Furniture and fixture	135	23	23	-	As per Entitlement	Ex-Employee	Mr.Syed Azhar Ali
Furniture and fixture	160	9	9	-	As per Entitlement	Ex-Employee	Mr.Anwar Ahmed Qureshi
Furniture and fixture	165	28	28	-	As per Entitlement	Ex-Employee	Mr.Rafique Ahmed Soomro
Furniture and fixture	190	51	51	-	As per Entitlement	Ex-Employee	Mr.Abdul Samad Khan
Furniture and fixture	190	27	27	-	As per Entitlement	Ex-Employee	Mr.Imtiaz Elahi
Furniture and fixture	62	5	5	-	As per Entitlement	Ex-Employee	Mr.Syed Imtiaz Ahmed Subzwari
Furniture and fixture	160	41	41	-	As per Entitlement	Ex-Employee	Mr.Alim Ur Rahman
Furniture and fixture	160	25	25	-	As per Entitlement	Ex-Employee	Mr.Nafees Ahmed Khan
Furniture and fixture	160	41	41	-	As per Entitlement	Ex-Employee	Mr.Khadim Ali Soomro
Furniture and fixture	99	7	7	-	As per Entitlement	Ex-Employee	Mr.Mumtaz Ahmed
Furniture and fixture	160	15	15	-	As per Entitlement	Ex-Employee	Mr.Yawar Ihsan
Furniture and fixture	200	28	28	-	As per Entitlement	Ex-Employee	Mr.Waqar Ahmed Zakori
Furniture and fixture	190	54	54	-	As per Entitlement	Ex-Employee	Mr.Fayyaz Ahmad
Furniture and fixture	160	144	144	-	As per Entitlement	Ex-Employee	Mr.Waqar Ahmed Shaikh
Furniture and fixture	99	7	7	-	As per Entitlement	Ex-Employee	Mr.Mumtaz Ahmed
Furniture and fixture	160	15	15	-	As per Entitlement	Ex-Employee	Mr.Yawar Ihsan Avp
Furniture and fixture	165	13	13	-	As per Entitlement	Ex-Employee	Mr.Ahmed Munawar
Furniture and fixture	200	70	70	-	As per Entitlement	Ex-Employee	Mr.Ch,Muhammad Waseef Aslam
Furniture and fixture	160	24	24	-	As per Entitlement	Ex-Employee	Mr.Syed Muhammad Idrees
Furniture and fixture	160	141	141	-	As per Entitlement	Ex-Employee	Mr.Amanullah Mughal
	12,098	2,834	2,834	-			
	613,189	119,541	124,512	5,288			

13 RIGHT OF USE ASSETS

	2025			2024		
	Buidlings	Others	Total	Buidlings	Others (to be specified)	Total
------(Rupees in '000)-----						
At January 1, 2025						
Cost	18,542,570	92,500	18,635,070	19,864,344	-	19,864,344
Accumulated Depreciation	(12,014,464)	(24,264)	(12,038,728)	(12,528,443)	-	(12,528,443)
Net Carrying amount at January 1, 2025	6,528,106	68,236	6,596,342	7,335,901	-	7,335,901
Additions during the year	3,384,553	-	3,384,553	1,315,038	92,500	1,407,538
Disposals during the year	1,217,586	-	1,217,586	29,644	-	29,644
Depreciation charged for the year	2,026,341	30,833	2,057,174	2,093,188	24,264	2,117,452
Net Carrying amount at December 31, 2025	6,668,732	37,403	6,706,135	6,528,107	68,236	6,596,343

14 INTANGIBLE ASSETS

	Note	2025	2024
		------(Rupees in '000)-----	
Capital work-in-progress		1,394,645	929,882
Intangible assets	14.1	1,731,641	1,647,121
		3,126,286	2,577,003

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

14.1 Intangible assets

	2025				Total
	Core Banking Application	Computer software	Website	Goodwill on NBP Fund Acquisition	
------(Rupees in '000)-----					
At January 1, 2025					
Cost	2,913,952	3,585,054	1,041	655,146	7,155,193
Accumulated amortisation	(2,913,952)	(2,500,486)	(1,041)	(92,593)	(5,508,072)
Net book value	-	1,084,568	-	562,553	1,647,121
Year ended December 2025					
Opening net book value	-	1,084,568	-	562,553	1,647,121
Additions:					
- developed internally	-	-	-	-	-
- directly purchased	-	824,957	-	-	824,957
- through acquisitions / purchase	-	-	-	-	-
	-	824,957	-	-	824,957
Impairment loss recognised in the profit and loss account - net					
Adjustments - addition	-	-	-	-	-
Amortisation charge	-	(745,383)	-	-	(745,383)
Exchange rate adjustments	-	4,949	-	-	4,949
Other adjustments - amortisation	-	-	-	-	-
Closing net book value	-	1,169,091	-	562,553	1,731,644
At December 31, 2025					
Cost	2,913,952	4,414,960	1,041	655,146	7,985,099
Accumulated amortisation	(2,913,952)	(3,245,869)	(1,041)	(92,593)	(6,253,455)
Net book value	-	1,169,091	-	562,553	1,731,644
Rate of amortisation (percentage)	33.33 % on cost	33.33 % on cost	33.33 % on cost		
Useful life	3 years	3 years	3 years		