

The Complete **Ring** of **Financial Possibilities**



BML **بنک مکرمہ**
Bank Makramah Ltd.

QUARTERLY REPORT MARCH 2025

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Corporate *Information*

Board of Directors

Mr. Abdulla Nasser Abdulla Hussain Lootah
Chairman of the Board of Directors /
Non-Executive Director

Mr. Waseem Mehdi Syed
Independent Director

Mr. Wajahat Ahmed Baqai
Non-Executive Director

Mr. Zafar Iqbal Siddiqi
Non-Executive Director

***Mr. Salaal Hasan**
Independent Director

***Ms. Shabnam Faqir Mohammad**
Independent Director

Mr. Jawad Majid Khan
President & CEO / Executive Director

Board Audit Committee

Mr. Waseem Mehdi Syed
Chairman

Mr. Wajahat Ahmed Baqai
Member

Mr. Zafar Iqbal Siddiqi
Member

Board Risk Management Committee

Mr. Wajahat Ahmed Baqai
Chairman

Mr. Zafar Iqbal Siddiqi
Member

* Subject to FPT Clearance from SBP

**All the Committees shall be reconstituted upon FPT Clearance from SBP

Board Human Resource & Remuneration Committee

Mr. Waseem Mehdi Syed
Member

Mr. Abdulla Nasser Abdulla Hussain Lootah
Member

Mr. Jawad Majid Khan
Member

Board Information Technology Committee

Mr. Zafar Iqbal Siddiqi
Chairman

Mr. Abdulla Nasser Abdulla Hussain Lootah
Member

Mr. Waseem Mehdi Syed
Member

Mr. Jawad Majid Khan
Member

Board Compliance Committee

Mr. Waseem Mehdi Syed
Chairman

Mr. Abdulla Nasser Abdulla Hussain Lootah
Member

Mr. Wajahat Ahmed Baqai
Member

Mr. Zafar Iqbal Siddiqi
Member

Board Special Assets Management Committee

Mr. Wajahat Ahmed Baqai
Chairman

Mr. Abdulla Nasser Abdulla Hussain Lootah
Member

Mr. Waseem Mehdi Syed
Member

Mr. Jawad Majid Khan
Member

Shariah Board

Mufti Muhammad Najeeb Khan
Chairman

Mufti Irshad Ahmed Aijaz
Member

Dr. Noor Ahmed Shahtaz
Member

Mufti Bilal Ahmed Qazi
Member

Mufti Syed Zubair Hussain
Resident Shariah Board Member

Chief Financial Officer

Mr. Salman Zafar Siddiqi

Company Secretary

Mr. Assad Rabbani

Auditors

M/s. Yousuf Adil Chartered Accountants

Legal Advisors

Haidermota & Co.

Share Registrar

THK Associates (Private) Limited
Plot No. 32-C, Jami Commercial Street-2,
D.H.A., Phase-VII, Karachi.

Tel: 021-111-000-322

Ext: 107-111-115

Fax: 021-35310190

Email: secretariat@thk.com.pk

Website: www.thk.com.pk

Head Office

Head Office Building

Plot No. G-2, Block-2, Clifton, Karachi.

UAN: 021-111-124-365

Fax: 021-32463553

Registered Office

Plot No. 9-C, F-6 Markaz, Supermarket,
Islamabad, Pakistan.

Email: info@bankmakramah.com

companysecretary@bankmakramah.com

Website: www.bankmakramah.com

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Purpose

BML aims for progressive and advanced banking in Pakistan, driven by values and innovation.





Vision

Our vision is to become the leading service provider in Pakistan, offering innovative and Shariah-compliant solutions.

Mission

Our mission is to synergise Islamic values with advanced banking solutions to provide customised services while nurturing the economic growth of Pakistan.



Transparency
Our commitment to transparency ensures that you have full visibility into our services, so you can trust us with confidence.



Results Driven
We create value and build relationships with our customers by making things happen for them.



Upliftment of the Society

We are committed to making a positive impact on communities through meaningful actions.



Sincerity to Customers

Building a trustworthy relationship with our customers is our topmost priority, achieved through ethical procedures and transparency.



Teamwork

We promote and support a diverse, yet unified team. We work as a team to meet our common goals.

DIRECTORS' REVIEW

On behalf of the Board of Directors, we are pleased to present the Directors' Review of the Bank along with the unaudited condensed interim financial statements for the first quarter ended March 31, 2025.

THE BANK'S PERFORMANCE

The highlights of the financial results for the quarter ended March 31, 2025 are as follows:

Financial Position	Rupees in Millions
Shareholders' Equity	(19,923)
Deposits	172,337
Total Assets	237,098
Advances – net	14,501
Investments – net	147,559
Financial Performance	
Net Interest Income and Non Mark-up Income (Total Income)	1,080
Non Mark-up Expenses	2,004
Credit loss allowance and write offs – net	(201)
Loss before tax	723
Loss after tax	864
Basic and diluted loss per share – Rupee	(0.13)

The Bank has demonstrated a remarkable turnaround in delivering outstanding results. Specifically, the Bank has significantly improved its net mark-up income by Rs. 997 million, that is from net mark-up expense of Rs. 941 million for the quarter 1, 2024 to net mark-up income of Rs. 56 million in 2025. Further to this, the non mark-up income improved by Rs. 417 million as compared to the same period last year. The loss before tax reduced from Rs. 1.093 billion to Rs. 0.723 billion indicating an improvement in the financial performance and loss after tax was reported at Rs 0.864 billion against the loss of Rs 0.812 billion for the comparative period last year.

In line with the gradual decrease in the policy rate by the SBP over the course of the last few months, the average policy rate of 22% in quarter one of 2024 reduced to an average of 12.33% for the current period. To manage the rate risk of a decreasing yield curve, the arbitrage book was reduced and as a result, the average net investments decreased in line with the reduction in average borrowings. The average net investments as at March 31, 2025 was reported at Rs. 154.380 billion compared to Rs. 179.861 billion in the same period last year and the average net investment yields also declined from 22.13% in the comparable prior period to 14.02% in the current period. This downward trend in both volume and yields led to a substantial decrease in the Bank's income from investments, reaching Rs. 5.337 billion for the current period, compared to Rs. 9.897 billion in comparable prior period whilst still being positive to the total income line.

Net yields on advances also reduced to 9.48% for the current period, compared to 18.48% for the same period last year. However, the Bank witnessed a decrease in average net advances, totalling Rs. 14.756 billion as at March 31, 2025, compared to Rs. 17.386 billion for the comparable period last year aligning with the strategy to reduce risk-weighted assets. Income from advances ended lower at Rs. 345 million for the current period, compared to Rs. 799 million for the comparable prior period.

Deposits closed at Rs. 172.337 billion as of March 31, 2025, representing an increase of Rs. 13.210 billion or 8.30% compared to the same period last year. In terms of averages, the portfolio grew by Rs. 18.097 billion, or 11.71% as compared to the same period last year. Amidst stiff competition for rates, the Bank's focus remained on CASA mix and retaining non-remunerative accounts. As of March 31, 2025, the Bank's CASA ratio improved to 93.12% (March 2024: 89.45%) resulting in the average cost of deposits of 7.74% for the current period.

In line with the reduction in the arbitrage book, the average borrowings for the current period was reported lower than the comparative period last year by Rs. 34.459 billion. Meanwhile, the overall average cost of borrowing also declined to 12.33% from 21.93% in the comparative prior period.

The Bank capitalized on the opportunity of declining rates by realising capital gains through sale of government securities which mainly contributed in increasing the non-funded income of the Bank by Rs. 0.425 billion beside other factors. Total non-funded income was recorded at Rs. 1.024 billion, compared to Rs. 0.606 billion in the prior period representing an increase of 68.83%.

The Bank successfully exhibited prudent control over its operating expenses by continuously monitoring and implementing cost control initiatives and was able to restrict the increase in its operating expenses to only 8.29% compared to the same period last year. The Bank's total non mark-up expenses amounted to Rs. 2.004 billion, compared to Rs. 1.850 billion for the same period last year.

In the current period, there were net provision reversals amounting to Rs. 201 million as against Rs. 1.092 billion in the comparative prior period.

As of March 31, 2025, the Bank's gross NPL ratio (Gross non-performing loans to Gross Advances) marginally increased to 71.58%, compared to 69.95% recorded on December 31, 2024. This increase is mainly attributed to a reduction in gross advances by Rs. 1.267 billion. Additionally, the coverage ratio as at March 2025 remained consistent at 96.52%, compared to 96.59% on December 2024.

CREDIT RATING

In 2019, VIS Credit Rating Company Limited suspended the Bank's medium to long-term rating of 'BBB -' (Triple B Minus) and its short-term rating of 'A-3' (A-Three). The Bank has initiated the rating process with VIS Credit Rating Company Limited and requested an extension to the State Bank of Pakistan to allow the Bank to complete the credit rating exercise by August 31, 2025.

VIS Credit Rating Company Limited has issued a new rating scale for Tier-2 capital instruments. As a result, the Bank's TFC rating has been adjusted to 'B' (Single B) with a 'Rating Watch-Negative' outlook, as stated in their press release dated June 27, 2023. Previously, the Bank's TFC rating was assigned 'D' (Default) due to non-payment of its latest mark-up payment on account of lock-in-clause invoked by the Bank under the applicable Regulations of the State Bank of Pakistan (SBP).

ECONOMIC REVIEW

Pakistan's economy has demonstrated resilience and stability on fiscal and external fronts, indicating an optimistic outlook for the ongoing fiscal year. Macroeconomic fundamentals have strengthened; Inflationary pressures have eased. Fiscal consolidation measures are yielding tangible results, leading to a primary surplus and a narrowed fiscal deficit. The external sector remains robust, with a current account surplus, export growth, strong remittance inflows, and rising foreign investment. Investors' confidence continues to strengthen, as reflected in the bullish performance of the Pakistan Stock Exchange. These positive developments lay the foundation for sustained growth and moderate inflation in the coming months of the fiscal year.

The external account position has significantly improved, driven by notable increases in exports and remittances despite a rise in imports. During Jul-Feb FY2025, the current account posted a surplus of USD 691 million compared to deficit of USD 1.73 billion same period last year. Exports increased by 7.2% and were recorded at USD 21.82 billion while imports stood at USD 38.33 billion (USD 34.4 billion last year). Resultantly, trade deficit recorded at USD 16.5 billion.

Foreign Direct Investment (FDI) increased by 41% and stood at USD 1.62 billion Jul-Feb FY2025. Further, worker's remittances recorded at USD 23.97 billion (July – Feb FY2025) increased by 32.5% compared to same period last year.

During Jul-Feb FY2025, FBR tax collection grew by 25.9% to Rs 7,344 billion against Rs 5,831 billion last year. This growth was broad-based, driven by direct and indirect taxes. Non tax revenues increased by 75.8%, reaching Rs 3,763 billion, up from Rs. 2,410 billion last year. The fiscal deficit reduced to 1.7% of GDP during Jul-Jan FY2025 as against 2.6% last year.

Consumer Price Index (CPI) inflation is on declining trend and recorded at 1.5% on YoY basis in February 2025 as compared to 23.1% in February 2024. Reduction in International oil price is expected to keep inflation in check while Gold tests all time high prices crossing USD 3000/Oz.

In the last five MPCs held in 2024 SBP reduced the policy rate by 9% ended up with 13% as at December 31, 2024. Further on January 27, 2025, SBP further reduced the policy rate by 1% bring it to 12% as compared to 22% last year March 31, 2024.

Pakistan's FX reserves stood at USD 15.582 billion on March 28, 2025 of which SBP's reserves were USD 10.676 billion.

The performance of PSX remained remarkable as the KSE 100 index stood at 117,806 points as at March 31, 2025 as compared to 67,005 points in March 31, 2024.

With strengthened economic fundamentals and growing investors' confidence, Pakistan is well-positioned for continued growth momentum. The Key policy measures, including monetary easing and export facilitation, are creating an environment conducive to private sector-driven growth. It is expected that if this positive momentum is maintained, the economy will continue to further strengthen in the coming months.

ACKNOWLEDGEMENT

On behalf of the Board, we would once again like to thank the State Bank of Pakistan, the Securities and Exchange Commission of Pakistan, and other regulatory authorities for their continuous guidance and support. At the same time, we would like to express our gratitude to our shareholders, our customers and the Bank's staff for their continued support.

On behalf of the Board.

Jawad Majid Khan
President and Chief Executive Officer

Wajahat Ahmed Baqai
Director

Bank Makramah Limited
April 30, 2025
Karachi

کنزرویٹور پکس انڈیکس (سی پی آئی) افراط زر نیچے کی طرف ہے، جو فروری 2025ء میں سال بہ سال کی بنیاد پر 1.5% ریکارڈ ہوا جو فروری 2024ء میں 23.1% تھا۔ تیل کی بین الاقوامی قیمتوں میں کمی سے افراط زر قابو میں رہنے کی توقع ہے جبکہ سوئڈن 3,000 ڈالر فی اوئل کی بلند ترین سطح کو چھو رہا ہے۔

2024ء میں منعقد ہونے والی آخری پانچ ایم پی بی میں، ایس بی پی نے پالیسی ریٹ میں 9% کمی کی جو 31 دسمبر 2024ء کو 13% تک پہنچ گئی۔ مزید برآں، 27 جنوری 2025ء کو ایس بی پی نے شرح میں مزید 1% کمی کی جو گزشتہ سال کے 22% کے مقابلے میں اُسے 12% تک لے آیا۔

پاکستان کے ایف ایکس کے ذخائر 28 مارچ 2025ء کو 15.582 بلین ڈالر تک پہنچ گئے جن میں ایس بی پی کے ذخائر 10.676 بلین ڈالر تھے۔

پی ایس ایکس کی کارکردگی متاثر کن رہی کیونکہ KSE 100 انڈیکس 31 مارچ 2024ء کے 67,005 پوائنٹس کے مقابلے 31 مارچ 2025ء کو 117,806 پوائنٹس پر کھڑا تھا۔

مضبوط اقتصادی بنیادوں اور سرمایہ کاروں کے اعتماد میں اضافے کے ساتھ، پاکستان مسلسل ترقی کو تیز کرنے کے لیے اچھی پوزیشن میں ہے۔ اہم پالیسی اقدامات جن میں مالیاتی نرمی اور برآمدات کی سہولت شامل ہے، فحشی شعبے کی ترقی کے لیے سازگار ماحول پیدا کرتی ہے۔ اگر یہ مثبت رفتار برقرار رہتی ہے تو توقع ہے کہ آنے والے مہینوں میں معیشت مزید مضبوط ہوتی رہے گی۔

تعریف و توثیق

بورڈ کی جانب سے، ہم ایک بار پھر اسٹیٹ بینک آف پاکستان، سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور دیگر ضابطہ کاروں کی مسلسل رہنمائی اور معاونت پر ان کے شکرگزار ہیں۔ نیز ہم مسلسل معاونت پر اپنے شیئر ہولڈرز، اپنے صارفین اور بینک کے عملے کا شکریہ ادا کرنا چاہیں گے۔

بورڈ آف ڈائریکٹرز کی جانب سے

وجاہت احمد بٹانی

ڈائریکٹر

جواد امجد خان

صدر اور چیف ایگزیکٹو آفیسر

بینک کمرہ لمیٹڈ

30 اپریل 2025ء

کراچی

کرڈٹ ریٹنگ

2019ء کے دوران، وی آئی ایس کرڈٹ ریٹنگ کمپنی لمیٹڈ نے بینک کی درمیانی تا طویل مدتی ریٹنگ بی بی بی- (ٹریبل بی مائنس) قلیل مدتی ریٹنگ اے-3 (A- تھری) معطل کر دی۔ بینک وی آئی ایس کرڈٹ ریٹنگ کمپنی لمیٹڈ کے ساتھ ریٹنگ کے عمل کا آغاز کر چکا ہے اور اسٹیٹ بینک سے درخواست کی گئی ہے کہ وہ کرڈٹ ریٹنگ کی مشق مکمل کرنے کے لیے بینک کو 31 اگست 2025ء کی توسیع فراہم کر دے۔

وی آئی ایس کرڈٹ ریٹنگ کمپنی لمیٹڈ نے تاثر 2 کیپٹل انسٹرومنٹس کے لیے ایک نیارینٹنگ اسکیل شائع کیا ہے۔ نتیجے کے طور پر، ٹی ایف سی بینک کی ریٹنگ بی (سنگل بی) پر منفی واچ آؤٹ لک کے ساتھ رکھی گئی ہے، جیسا کہ 27 جون 2023ء کی پریس ریلیز میں بیان کیا گیا ہے۔ اس سے پہلے اسٹیٹ بینک آف پاکستان (ایس بی پی) کے قابل اطلاق ضوابط کے تحت بینک کی جانب سے لاک ان کلاز کی وجہ سے اس کی تاثر ترین مارک آپ ادائیگی کی عدم ادائیگی کی وجہ سے بینک کی ٹی ایف سی ریٹنگ ڈی (ڈیفانٹ) کردی گئی تھی۔

اقتصادی جائزہ

پاکستان کی معیشت نے مالی اور بیرونی محاذوں پر چلک اور استحکام کا مظاہرہ کیا ہے، جو رواں مالی سال کے لیے ایک پُر امید تھنہ نظر کی نشاندہی کرتا ہے۔ میکرو اکنامک کے بنیادی اصولوں کو مضبوط کیا گیا ہے۔ مہنگائی کے دباؤ میں کمی آئی ہے۔ مالی استحکام کے اقدامات ٹھوس نتائج ظاہر کر رہے ہیں جو بنیادی سرچسما اور مالیاتی خسارے کو کم کرنے کا باعث بن رہے ہیں۔ کرنٹ اکاؤنٹ سرپلس، برآمدی نمو، مضبوط ترسیلات زر، اور بڑھتی ہوئی غیر ملکی سرمایہ کاری کے ساتھ بیرونی شعبہ مضبوط ہو رہا ہے۔ سرمایہ کاروں کا اعتماد مستحکم ہوتا جا رہا ہے، جس کی عکاسی پاکستان اسٹاک ایکسچینج کی تیزی بھی کر رہی ہے۔ یہ مثبت پیش رفت مالی سال کے آنے والے مہینوں میں پائیدار ترقی اور معتدل افراط زر کی بنیادیں رکھے گی۔

درآمدات میں اضافے کے باوجود برآمدات اور ترسیلات زر میں نمایاں اضافے کی وجہ سے بیرونی کھاتوں کی پوزیشن میں نمایاں بہتری آئی ہے۔ مالی سال 2025ء کے جولائی-فروری میں کرنٹ اکاؤنٹ میں 691 ملین ڈالر کا سرپلس تھا جو پچھلے سال کی اسی مدت میں 1.73 بلین ڈالر کا خسارہ تھا۔ برآمدات 7.2% اضافے سے 21.82 بلین ڈالر جبکہ درآمدات 38.33 بلین ڈالر (گزشتہ سال 34.4 بلین ڈالر) تک پہنچ گئیں۔ اس کے نتیجے میں 16.5 بلین ڈالر کا تجارتی خسارہ ریکارڈ کیا گیا۔

مالی سال 2025ء کے جولائی-فروری کے دوران براہ راست غیر ملکی سرمایہ کاری (ایف ڈی آئی) 41% بڑھی اور 1.62 بلین ڈالر ہو گئی۔ مزید برآں، گزشتہ سال کی اسی مدت کے مقابلے میں بیرون ملک مقیم محنت کش طبقوں کی ترسیلات زر 23.97 بلین ڈالر (جولائی-فروری مالی سال 2025ء) ریکارڈ کی گئیں جو 32.5% اضافہ ہے۔

مالی سال 2025ء کے جولائی-فروری کے دوران ایف بی آر کی ٹیکس وصولی 25.9% بڑھ کر 7,344 بلین روپے ہو گئی جو پچھلے سال 5,831 ارب روپے تھی۔ یہ ترقی بلا واسطہ اور بالواسطہ ٹیکسز پر مبنی تھی۔ ٹان ٹیکس ریویژن گزشتہ سال 2,410 بلین روپے کے مقابلے میں 75.8% اضافے سے 3,763 بلین روپے تک پہنچ گیا۔ مالی سال 2025ء کے جولائی-جنوری میں مالی خسارہ بی ڈی پی کے 1.7% تک کم ہو گیا جو گزشتہ سال 2.6% تھا۔

جو گزشتہ اسی مدت میں 9.897 بلین روپے کے مقابلے میں موجودہ مدت کے لیے 5.337 بلین روپے رہی جو کہ مجموعی آمدنی کے لیے اب بھی مثبت ہے۔

ایڈوانسز پر خالص منافع بھی موجودہ مدت میں گر کر 9.48% رہ گیا جو گزشتہ سال کی اسی مدت میں 18.48% تھا۔ تاہم، بینک نے اوسط خالص ایڈوانسز میں کمی دیکھی جو پچھلے سال کی اسی مدت کے لیے 17.386 بلین روپے کے مقابلے میں 31 مارچ 2025 تک گھل 14.756 بلین روپے تھے جو خطرے کے وزن والے اثاثوں کو کم کرنے کی حکمت عملی کے مطابق ہے۔ ایڈوانسز سے آمدنی گزشتہ سال کی اسی مدت کے لیے 799 بلین روپے کے مقابلے میں موجودہ مدت کے لیے 345 بلین روپے پر ختم ہوئی۔

ڈپازٹس 31 مارچ 2025ء کو 172.337 بلین روپے پر بند ہوئے جو پچھلے سال کی اسی مدت کے مقابلے میں 13.210 بلین روپے یا 8.30% اضافہ ظاہر کرتا ہے۔ اوسطاً، پورٹفولیو میں گزشتہ سال کی اسی مدت کے مقابلے میں 18.097 بلین روپے یا 11.71% کا اضافہ ہوا۔ شرحوں کے لیے شدید مسابقت کے درمیان بینک کی توجہ CASA کو لانے اور نان پر فارمگ اکاؤنٹس کو برقرار رکھنے پر مرکوز رہی۔ 31 مارچ 2025ء تک بینک کا CASA تناسب بہتر ہو کر 93.12% (مارچ 2024ء میں 89.45%) ہو گیا، جس کے نتیجے میں موجودہ مدت کے لیے ڈپازٹس کی اوسط لاگت 7.74% ہے۔

ٹالٹی کتابوں میں کمی کے مطابق، موجودہ مدت میں اوسط قرضہ گزشتہ سال کے مسابقتی مدت کے مقابلے میں 34.459 بلین روپے کم ہوا گیا ہے۔ دریں اثنا، قرض لینے کی مجموعی اوسط لاگت بھی گزشتہ مدت کے 21.93% سے کم ہو کر 12.33% ہو گئی ہے۔

بینک نے سرکاری سکیورٹیز کی فروخت کے ذریعے کپینٹل گیلن حاصل کر کے کم شرحوں کے موقع سے فائدہ اٹھایا جس نے بینک کی غیر فنانسنگ آمدنی میں دیگر عوامل کے ساتھ 0.425 بلین روپے کے اضافے میں بڑی حد تک کردار ادا کیا ہے۔ مجموعی غیر فنڈ شدہ آمدنی گزشتہ مدت میں 0.606 بلین روپے کے مقابلے میں 1.024 بلین روپے ریکارڈ کی گئی جو 68.83% کے اضافے کی نمائندگی کرتا ہے۔

لاگت پر قابو پانے کے منصوبوں کی مسلسل نگرانی اور نفاذ کے ذریعے بینک نے کامیابی کے ساتھ اپنے آپریٹنگ اخراجات پر پختہ کنٹرول کا مظاہرہ کیا اور اپنے آپریٹنگ اخراجات میں اضافے کو گزشتہ سال کی اسی مدت کے مقابلے میں صرف 8.29% تک محدود کرنے میں کامیاب رہا۔ بینک کے کل غیر مارک آپ اخراجات کی رقم گزشتہ سال کی اسی مدت کے 1.850 بلین روپے کے مقابلے میں 2.004 بلین روپے ہے۔

موجودہ مدت کے دوران خالص معکوس ذخائر (نیٹ پروویژن رپورسلز) گزشتہ اسی مدت کے 1.092 بلین روپے کے مقابلے میں 201 بلین روپے تھے۔

31 مارچ 2025ء تک بینک کا مجموعی NPL تناسب (مجموعی غیر فعال قرضے برائے مجموعی پیٹنگی) 31 دسمبر 2024ء تک ریکارڈ کیے گئے 69.95% کے مقابلے میں معمولی طور پر بڑھ کر 71.58% ہو گیا ہے۔ یہ اضافہ بنیادی طور پر مجموعی ایڈوائس میں 1.267 بلین روپے کی کمی سے منسوب ہے۔ مزید برآں، کوآرچ کا تناسب مارچ 2025ء میں 96.52% پر مستحکم رہا جو دسمبر 2024ء میں 96.59% تھا۔

ڈائریکٹرز کا جائزہ

بورڈ آف ڈائریکٹرز کی جانب سے، ہم 31 مارچ 2025ء کو ختم ہونے والی پہلی سہ ماہی کے لیے بینک کے ڈائریکٹرز کا جائزہ اور غیر آڈٹ شدہ جامع عبوری مالی گوشوارے پیش کرتے ہوئے مسرور ہیں۔

بینک کی کارکردگی

31 مارچ 2025ء کو ختم ہونے والی سہ ماہی کے مالی نتائج حسب ذیل ہیں:

مالی صورت حال	روپے بلین میں
شیر ہولڈرز کی ایکویٹی	(19,923)
امانتیں	172,337
مجموعی اثاثے	237,098
ایڈوانس - خالص	14,501
سرمایہ کاریاں - خالص	147,559

مالی کارکردگی

خالص سودی آمدنی اور غیر سودی آمدنی (مجموعی آمدنی)	1,080
غیر سودی اخراجات	2,004
تموین کا اسٹرداد اور متروکات (خالص)	(201)
خسارہ قبل از ٹیکس	723
خسارہ بعد از ٹیکس	864
خسارہ فی شیئر بنیادی اور سیال (diluted) - روپے	(0.13)

بینک نے شائد انتہائی نفع کی فراہمی میں نمایاں تبدیلی دکھائی ہے۔ خاص طور پر، بینک نے اپنی خالص آمدنی میں 997 ملین روپے کا نمایاں اضافہ کیا ہے جو 2024ء کی پہلی سہ ماہی کے 941 ملین روپے کی خالص مارک اپ لاگت سے 2025ء میں 56 ملین روپے کی خالص آمدنی ہے۔ اس کے علاوہ غیر مارک اپ آمدنی میں گزشتہ سال کی اسی مدت کے مقابلے میں 417 ملین روپے کا اضافہ ہوا۔ قبل از ٹیکس خسارہ 1.093 ملین روپے سے کم ہو کر 0.723 ملین روپے ہو گیا جو کہ بہتر مالی کارکردگی اور 0.864 ملین روپے کے بعد از ٹیکس خسارے کو ظاہر کرتا ہے جبکہ پچھلے سال کی اسی مدت میں خسارہ 0.812 ملین روپے تھا۔

گزشتہ چند مہینوں کے دوران اسٹیٹ بینک کی جانب سے پالیسی ریٹ میں بتدریج کمی کے مطابق 2024ء کی پہلی سہ ماہی میں پالیسی کی اوسط شرح 22% سے کم ہو کر موجودہ مدت کے لیے اوسطاً 12.33% پر آ گئی۔ کم ہوتے پیداواری جھکاؤ کی شرح کے خطرے کو منظم کرنے کے لیے ثالثی کتاب (arbitrage book) کو کم کر دیا گیا اور اس کے نتیجے میں، اوسط خالص سرمایہ کاری اوسط قرض لینے میں کمی کے مطابق گر گئی۔ 31 مارچ 2025ء تک اوسط خالص سرمایہ کاری گزشتہ سال کی اسی مدت میں 179.861 ملین روپے کے مقابلے میں 154.380 ملین روپے تھی اور گزشتہ اسی عرصے میں اوسط خالص سرمایہ کاری کا منافع بھی 22.13% سے کم ہو کر موجودہ مدت میں 14.02% رہ گیا ہے۔ حجم اور منافع دونوں میں یہ نیچے کی طرف کا رجحان بینک کی سرمایہ کاری کی آمدنی میں نمایاں کمی کا باعث بنا،

**UNCONSOLIDATED
CONDENSED INTERIM
FINANCIAL STATEMENTS
(UN-AUDITED)**

**FOR THE QUARTER ENDED
MARCH 31, 2025**

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2025

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
	Note	----- (Rupees in '000) -----	
ASSETS			
Cash and balances with treasury banks	6	15,704,203	18,352,154
Balances with other banks	7	2,352,835	1,472,849
Lendings to financial institutions	8	4,967,846	9,697,187
Investments	9	147,558,985	175,012,164
Advances	10	14,501,432	15,618,918
Property and equipment	11	6,946,973	7,026,125
Right-of-use assets	12	2,665,005	2,601,271
Intangible assets	13	318,189	331,085
Deferred tax assets	14	26,396,052	25,668,564
Other assets	15	15,686,076	14,818,156
Total Assets		237,097,596	270,598,473
LIABILITIES			
Bills payable	17	1,631,223	1,900,496
Borrowings	18	72,541,801	89,892,925
Deposits and other accounts	19	172,336,873	186,014,625
Lease liabilities	20	3,404,019	3,284,402
Subordinated debt	21	1,495,515	1,495,515
Deferred tax liabilities		-	-
Other liabilities	22	5,611,451	6,159,847
Total Liabilities		257,020,882	288,747,810
NET ASSETS		(19,923,286)	(18,149,337)
REPRESENTED BY			
Share capital - net		30,500,208	30,500,208
Reserves		(425,043)	(425,043)
Surplus / (deficit) on revaluation of assets	23	3,421,654	4,290,745
Accumulated losses		(53,420,105)	(52,515,247)
		(19,923,286)	(18,149,337)

CONTINGENCIES AND COMMITMENTS

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

President / Chief Executive

Chief Financial Officer

Director

Director

Director

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE QUARTER ENDED MARCH 31, 2025

		March 31, 2025	March 31, 2024
	Note	----- (Rupees in '000) -----	
Mark-up / return / interest earned	25	5,934,361	10,752,037
Mark-up / return / interest expensed	26	5,878,196	11,693,205
Net mark-up / interest income / (expense)		56,165	(941,168)
NON MARK-UP / INTEREST INCOME			
Fee and commission income	27	332,491	268,122
Dividend income		412	-
Foreign exchange income		87,922	142,130
Income / (loss) from derivatives		-	-
Gain on securities	28	599,078	174,468
Net gains / (loss) on derecognition of financial assets measured at amortised cost		-	-
Other income	29	3,606	21,523
Total non-markup / interest income		1,023,509	606,243
Total income		1,079,674	(334,925)
NON MARK-UP / INTEREST EXPENSES			
Operating expenses	30	2,003,516	1,850,225
Workers welfare fund		-	-
Other charges		112	-
Total non-markup / interest expenses		2,003,628	1,850,225
Loss before credit loss allowance		(923,954)	(2,185,150)
Credit loss allowance and write offs - net	32	(201,077)	(1,092,292)
Extra ordinary / unusual items		-	-
LOSS BEFORE TAXATION		(722,877)	(1,092,858)
Taxation	33	141,275	(281,024)
LOSS AFTER TAXATION		(864,152)	(811,834)
----- (Rupee) -----			
Basic loss per share	34	(0.13)	(0.12)
Diluted loss per share	34	(0.13)	(0.12)

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

President / Chief Executive

Chief Financial Officer

Director

Director

Director

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER ENDED MARCH 31, 2025

	March 31, 2025	March 31, 2024
	----- (Rupees in '000) -----	
Loss after taxation for the period	(864,152)	(811,834)
Other comprehensive income		
Items that may be reclassified to profit and loss account in subsequent periods:		
Movement in surplus / (deficit) on revaluation of debt investments through FVOCI - net of tax	(909,814)	(633,174)
Items that will not be reclassified to profit and loss account in subsequent periods:		
Movement in surplus on revaluation of property and equipment - net of tax	-	9,383
Movement in surplus / (deficit) on revaluation of equity investments - net of tax	17	8
Movement in surplus on revaluation of non-banking assets - net of tax	-	2,321
	17	11,712
Total comprehensive loss	(1,773,949)	(1,433,296)

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

President / Chief Executive

Chief Financial Officer

Director

Director

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UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE QUARTER ENDED MARCH 31, 2025

	Share capital	Capital reserves	Statutory reserve	Surplus / (deficit) on revaluation of	Property and equipment / Non-banking assets	Property held for sale	Accumulated losses	Total
	Issued, subscribed and paid up	Discount on issue of shares	Share premium	Reserve arising on amalgamation	Investments			
	----- (Rupees in '000) -----							
Balance as at January 01, 2024 (Audited)	66,222,205	(35,721,997)	1,000,000	(1,579,205)	154,162	182,002	3,105,178	683,657
Effect of adoption of FRS 9 - ECL (net of tax)	-	-	-	-	-	-	-	-
Loss after taxation for the quarter ended March 31, 2024	-	-	-	-	-	-	(525,616)	(596,559)
Other comprehensive income - net of tax	-	-	-	-	-	-	(811,834)	(811,834)
Transfer to statutory reserve	-	-	-	-	-	(633,166)	11,704	-
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated losses	-	-	-	-	-	-	-	-
Transfer in respect of incremental depreciation from surplus on revaluation of non-banking assets to accumulated losses	-	-	-	-	-	-	(24,059)	-
	-	-	-	-	-	-	(5,953)	-
Balance as at April 01, 2024 (Un-audited)	66,222,205	(35,721,997)	1,000,000	(1,579,205)	154,162	(512,107)	3,086,870	683,657
Effect of adoption of FRS 9 - ECL (net of tax)	-	-	-	-	-	-	-	-
Loss after taxation for the nine months period ended December 31, 2024	-	-	-	-	-	-	(59,453)	(59,453)
Other comprehensive income - net of tax	-	-	-	-	-	1,290,261	(118,256)	-
Transfer to statutory reserve	-	-	-	-	-	-	-	-
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated losses	-	-	-	-	-	-	-	-
Transfer in respect of incremental depreciation from surplus on revaluation of non-banking assets to accumulated losses	-	-	-	-	-	-	-	-
Transfer from surplus on revaluation of property and equipment on disposal to accumulated losses	-	-	-	-	-	-	-	-
Transfer from surplus on revaluation of non-banking assets on disposal to accumulated losses	-	-	-	-	-	-	(53,278)	-
Balance as at January 01, 2025 (Audited)	66,222,205	(35,721,997)	1,000,000	(1,579,205)	154,162	778,154	2,862,556	650,035
Loss after taxation for the quarter ended March 31, 2025	-	-	-	-	-	-	-	-
Effect of reclassification from listed to unlisted due to delistings of securities	-	-	-	-	-	-	-	-
Other comprehensive income - net of tax	-	-	-	-	-	57,945	(908,797)	-
Transfer to statutory reserve	-	-	-	-	-	-	-	-
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated losses	-	-	-	-	-	-	-	-
Transfer in respect of incremental depreciation from surplus on revaluation of non-banking assets to accumulated losses	-	-	-	-	-	-	(13,855)	-
	-	-	-	-	-	-	(3,384)	-
Balance as at March 31, 2025 (Un-audited)	66,222,205	(35,721,997)	1,000,000	(1,579,205)	154,162	(73,698)	2,845,317	650,035
							(83,420,105)	(9,982,328)

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

President / Chief Executive

Chief Financial Officer

Director

Director

Director

UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED MARCH 31, 2025

	March 31, 2025	March 31, 2024
Note	----- (Rupees in '000) -----	
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before taxation	(722,877)	(1,092,858)
Less: Dividend income	(412)	-
	<u>(723,289)</u>	<u>(1,092,858)</u>
Adjustments:		
Depreciation on property and equipment	108,646	105,293
Depreciation on right-of-use assets	133,985	136,699
Depreciation on non-banking assets	15,163	16,255
Finance charges on leased assets	128,442	111,531
Amortization	17,011	7,465
Credit loss allowance and write offs - net	(201,077)	(1,091,725)
Gain on forward exchange contracts	(36,074)	(29,238)
Charge for defined benefit plan	21,509	19,862
Charge for employees compensated absences	5,669	5,999
Gain on termination of lease contracts under IFRS 16	(2,562)	-
Gain on sale of property and equipment	(5)	(19,039)
	<u>190,707</u>	<u>(736,898)</u>
	<u>(532,582)</u>	<u>(1,829,756)</u>
Decrease in operating assets		
Lendings to financial institutions	4,730,008	-
Advances	1,267,012	2,021,995
Others assets (excluding advance taxation)	(800,778)	21,961,714
	<u>5,196,242</u>	<u>23,983,709</u>
Decrease in operating liabilities		
Bills payable	(269,273)	(500,522)
Borrowings from financial institutions	(17,351,213)	(21,901,216)
Deposits	(13,677,752)	2,166,656
Other liabilities (excluding current taxation)	(505,827)	(452,637)
	<u>(31,804,065)</u>	<u>(20,687,719)</u>
Payment on account of staff retirement benefits	(86,391)	(8,684)
Income tax paid	(212,931)	(139,681)
Net cash (used in) / generated from operating activities	<u>(27,439,727)</u>	<u>1,317,869</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Net Investments in securities classified as FVOCI	25,912,722	2,197,267
Dividend received	412	-
Investments in property and equipment	(29,621)	(69,752)
Investments in intangible assets	(4,116)	(22,659)
Proceeds from sale of property and equipment	5	19,914
Net cash generated from investing activities	<u>25,879,402</u>	<u>2,124,770</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Payments of lease obligations against right-of-use assets	(207,033)	(160,494)
Net cash used in financing activities	<u>(207,033)</u>	<u>(160,494)</u>
(Decrease) / increase in cash and cash equivalents	<u>(1,767,358)</u>	<u>3,282,145</u>
Cash and cash equivalents at beginning of the year	19,821,146	15,058,899
Cash and cash equivalents at end of the period	<u>18,053,788</u>	<u>18,341,044</u>

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

President / Chief Executive

Chief Financial Officer

Director

Director

Director

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED MARCH 31, 2025

1. STATUS AND NATURE OF BUSINESS

- 1.1** Bank Makramah Limited (the Bank), is a banking company incorporated in Pakistan on December 09, 2005 as a public company limited by shares under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The Bank's registered office is situated at Plot No. 9-C, F-6 Markaz, Supermarket, Islamabad, Pakistan and its principal office is situated at Summit Tower, Plot No. G-2, Block 2, Scheme 5, Clifton, Karachi, Pakistan.

The Bank is engaged in banking services as described in the Banking Companies Ordinance, 1962 and is operating through its 150 Conventional Banking Branches and 12 Islamic Banking Branches (December 31, 2024: 150 Conventional Banking Branches and 12 Islamic Banking Branches) in Pakistan.

- 1.2** In 2019, VIS Credit Rating Company Limited suspended the Bank's medium to long-term rating of 'BBB -' (Triple B Minus) and its short-term rating of 'A-3' (A-Three). The Bank has initiated the rating process with VIS Credit Rating Company Limited and requested the State Bank of Pakistan (SBP) to allow completion of the credit rating exercise by August 31, 2025.

VIS Credit Rating Company Limited has issued a new rating scale for Tier-2 capital instruments. Consequently, the Bank's TFC rating has been adjusted to 'B' (Single B) with a 'Rating Watch-Negative' outlook, as stated in their press release dated June 27, 2023. Previously, the Bank's TFC rating was assigned 'D' (Default) due to non-payment of its latest mark-up payment on account of lock-in clause invoked by the Bank under the applicable Regulations of SBP.

- 1.3** During the quarter ended, the Bank has incurred a net loss of Rs. 864.152 million resulting in accumulated losses of Rs. 53,420.105 million and negative equity of Rs. 19,923.286 million. As per the applicable laws and regulations, the Bank is required to maintain Minimum Paid-up Capital (net of losses) (MCR) of Rs. 10 billion, Capital Adequacy Ratio (CAR) at 11.50% (inclusive of Capital Conservation Buffer of 1.50%), Leverage Ratio (LR) at 3.00%, Liquidity Coverage Ratio (LCR) at 100% and Net Stable Funding Ratio (NSFR) at 100% as of March 31, 2025. However, the paid up capital of the Bank (net of losses), CAR and LR are negative.

The aforementioned conditions indicate the existence of material uncertainty that may cast significant doubt on the Bank's ability to continue as a going concern and, therefore, the Bank may be unable to realize its assets and discharge its liabilities in the normal course of business. However, the Bank is making its best efforts to comply with the applicable capital requirements and has successfully increased its capital. To achieve this, the management has prepared a business plan, which has been approved by the Board. This plan aims to improve the Bank's capital base and risk absorption capacity, achieve compliance with applicable regulatory requirements and provide impetus to its future growth initiatives. The key assumptions considered in the business plan are as follows:

- Injection of capital;
- Sale of a portion of self-constructed property on the plot of land bearing No. G-2, Block2, Scheme No: 5;
- Reaping benefits from the expected growth of Islamic finance in Pakistan since the Bank will speed-up the implementation process of its earlier decision of conversion to a full-fledged Islamic bank;

- Recoveries from non-performing advances through strenuous and focused recovery efforts;
- Reduction in overall level of non-earning assets held by the Bank;
- Identifying opportunities for rationalization of the cost structure;
- Improvement in the risk management and technological infrastructure of the Bank to support the business plan;
- Investments / exposures in safe avenues for achieving solid growth in the core business income; and
- Income generation through avenues for mark up income and non-mark up income.

The Board of Directors in their meeting held on November 28, 2024, have approved the Scheme of Arrangement for the restructuring of the Bank ("Restructuring Scheme") subject to:

- i) Procurement of all applicable regulatory, corporate and shareholders' approvals; and
- ii) Sanction of the Restructuring Scheme by the Honorable High Court of Islamabad under Sections 279 to 283 and 285(8) of the Companies Act, 2017.

The broad terms of the scheme are as follows:

- i) Global Haly Development (GHDL) shall stand amalgamated into the Bank;
- ii) TFC Redemption Amount (as defined in the Restructuring Scheme) shall be settled and paid through issuance and allotment of fully paid ordinary shares of the Bank to TFC holders; and
- iii) Share capital of the Bank shall be reduced through cancellation of the share capital unrepresented by the available assets.

Further, the shareholders in their Extraordinary General Meeting (EOGM) held on December 26, 2024 approved the Restructuring Scheme.

The TFC Holders of the Bank in their Extra Ordinary General Meeting (EOGM) held on January 21, 2025 decided to continue as TFC Holders. However, the Restructuring Scheme will continue as already approved by the shareholders.

Furthermore, the Bank has filed a settlement application before the relevant court, for the recovery of non performing loans (NPLs) owned by various companies of the Omni Group and its affiliated entities dated January 22, 2025. The Court has graciously issued a decree in favour of the Bank affirming its right to recover approximately Rs 10 billion, which will now be recoverable under the agreed term of the settlement.

2. BASIS OF PRESENTATION

2.1 STATEMENT OF COMPLIANCE

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

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

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

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

The SBP, vide its BSD Circular Letter no. 10 dated August 26, 2002 has deferred the applicability of International Accounting Standard (IAS) 40, 'Investment Property' for banking companies till further instructions. Moreover, SBP vide BPRD Circular no. 4 of 2015, dated February 25, 2015 has deferred the applicability of Islamic Financial Accounting Standards (IFAS) 3, Profit and Loss Sharing on Deposits. Accordingly, the requirements of these standards have not been considered in the preparation of these unconsolidated financial statements.

These unconsolidated condensed interim financial statements represent separate financial statements of Bank Makramah Limited in which investment in subsidiary are accounted for on the basis of direct equity interest rather on the basis of reported results. Accordingly, the consolidated condensed interim financial statements have been presented separately.

2.2 Key financial figures of the Islamic banking branches are disclosed in Note 40 to these unconsolidated condensed interim financial statements.

2.3 The disclosures made in these unconsolidated condensed interim financial statements have been limited based on the format prescribed by the SBP vide BPRD Circular Letter No. 2 dated February 09, 2023 and IAS 34 'Interim Financial Reporting' and do not include all the information and disclosures required for annual unconsolidated financial statements and should be read in conjunction with the unconsolidated financial statements for the year ended December 31, 2024.

2.4 Standards, interpretations of and amendments to published approved accounting standards that are effective in the current period

There are certain new standards and interpretations of and amendments to existing accounting and reporting standards that have become applicable to the Bank for accounting periods beginning on or after January 01, 2025. These are considered either not to be relevant or not to have any significant impact on the Bank's operations and therefore are not detailed in these unconsolidated financial statements.

2.5 Standards, interpretations of and amendments to existing accounting and reporting standards that are not yet effective

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after January 01, 2026 but are considered not to be relevant or will not have any material effect on the Bank's financial statements 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 the financial statements.

- amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

2.6 Critical accounting estimates and judgments

The basis for accounting estimates adopted in the preparation of these unconsolidated condensed interim financial statements is the same as that applied in the preparation of the unconsolidated financial statements for the year ended December 31, 2024.

3. BASIS OF MEASUREMENT

3.1 Accounting convention

These unconsolidated condensed interim financial statements have been prepared under the historical cost convention, except for:

- Certain item of property and equipment and non-banking assets acquired in satisfaction of claims are stated at revalued amounts less accumulated depreciation / impairment.
- Investments classified as FVTPL and FVOCI are measured at fair value.
- Commitments in respect of forward exchange contracts, which are measured at fair value.
- Right-of-use assets and their related lease liabilities, which are measured at their present value adjusted for depreciation, interest cost and lease repayments.
- Net obligation in respect of defined benefit scheme, which is measured at their present value.

3.2 Functional and Presentation Currency

These unconsolidated condensed interim financial statements are presented in Pakistani Rupees, which is the Bank's functional and presentation currency.

The amounts are rounded off to the nearest thousand rupees except as stated otherwise.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those followed in the preparation of the unconsolidated financial statements for the year ended December 31, 2024

5. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Bank are consistent with those disclosed in the unconsolidated financial statements for the year ended December 31, 2024.

6. CASH AND BALANCES WITH TREASURY BANKS

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	----- (Rupees in '000) -----	
In hand		
Local currency	4,038,613	5,013,443
Foreign currency	218,566	312,345
	4,257,179	5,325,788
With State Bank of Pakistan in		
Local currency current account	10,084,966	11,895,205
Foreign currency current account	403,997	417,268
Foreign currency deposit account	548,846	628,589
	11,037,809	12,941,062
With National Bank of Pakistan in Local currency current account	396,272	75,693
Prize bonds	12,943	9,611
Less: Credit loss allowance held against cash and balances with treasury banks	-	-
Cash and balances with treasury banks - net of credit loss allowance	15,704,203	18,352,154

7. BALANCES WITH OTHER BANKS

In Pakistan		
In current account	16,405	7,402
In deposit account	-	-
	16,405	7,402
Outside Pakistan		
In current account	2,259,117	1,387,894
In deposit account	79,095	78,639
	2,338,212	1,466,533
Less: Credit loss allowance held against balances with other banks	(1,782)	(1,086)
Balances with other banks - net of credit loss allowance	2,352,835	1,472,849

8. LENDINGS TO FINANCIAL INSTITUTIONS

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	----- (Rupees in '000) -----	
Call / clean money lendings	-	2,936,730
Bai Muajjal receivable		
- with State Bank of Pakistan	4,967,846	4,761,124
Musharakah	-	2,000,000
	<u>4,967,846</u>	<u>9,697,854</u>
Less: Credit loss allowance held against lending to financial institutions	-	(667)
Lendings to financial institutions - net of credit loss allowance	<u>4,967,846</u>	<u>9,697,187</u>

8.1 Lending to FIs - Particulars of credit loss allowance

		(Un-audited) March 31, 2025		(Audited) December 31, 2024	
		Lending	Credit loss allowance held	Lending	Credit loss allowance held
----- (Rupees in '000) -----					
Domestic					
Performing	Stage 1	4,967,846	-	9,697,854	667
Under performing	Stage 2	-	-	-	-
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
Total		<u>4,967,846</u>	<u>-</u>	<u>9,697,854</u>	<u>667</u>
Overseas					
Performing	Stage 1	-	-	-	-
Under performing	Stage 2	-	-	-	-
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
Total		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

9. INVESTMENTS

91 Investments by type:	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
	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)								
Debt Instruments								
Classified / Measured at FVOCI								
Federal Government Securities								
- Market Treasury Bills	35,441	-	92	35,533	31,480,645	-	(1,868)	31,478,777
- Pakistan Investment Bonds	94,535,022	-	(38,608)	94,496,414	96,791,543	-	530,014	97,321,557
- GoP Ijarah Sukus	50,604,890	-	(88,602)	50,516,288	42,768,327	-	913,383	43,681,710
Non Government Debt Securities								
- Term Finance Certificates	1,065,857	(1,065,857)	-	-	1,094,014	(1,094,014)	-	-
- Sukuk Bonds	2,477,408	(200,307)	-	2,277,101	2,496,811	(200,310)	-	2,296,501
	148,718,618	(1,266,164)	(127,118)	147,325,336	174,631,340	(1,294,324)	1,441,529	174,778,545
Equity instruments								
Classified / Measured at FVOCI (Non-Reclassifiable)								
Shares								
- Fully paid up ordinary shares - Listed	16	-	52	68	99,922	-	(99,884)	38
- Fully paid up ordinary shares - Unlisted	102,736	(100,906)	-	1,830	2,830	(1,000)	-	1,830
- Preference shares - Unlisted	598,058	(598,058)	-	-	598,058	(598,058)	-	-
	700,810	(698,964)	52	1,898	700,810	(599,058)	(99,884)	1,868
Subsidiary								
- Summit Capital (Private) Limited	396,942	(165,191)	-	231,751	396,942	(165,191)	-	231,751
Total Investments	149,816,370	(2,130,319)	(127,066)	147,558,985	175,729,092	(2,058,573)	1,341,645	175,012,164

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
(Rupees in '000)		
911 Investments given as collateral - Market Value		
Market Treasury Bills	-	26,932,590
Pakistan Investment Bonds	75,264,080	60,179,940
	75,264,080	87,112,530

9.2 Credit loss allowance for diminution in value of investments

Opening balance	2,058,573	2,054,349
Impact of reclassification on adoption of IFRS 9	-	(99,906)
Other adjustments	99,906	103,820
Charge / reversals		
Charge for the period / year	-	310
Reversals for the period / year	(28,160)	-
	(28,160)	310
Closing balance	2,130,319	2,058,573

9.3 Particulars of credit loss allowance against debt securities

Category of classification	March 31, 2025 (Un-audited)		December 31, 2024 (Audited)	
	Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
(Rupees in '000)				
Domestic				
Performing	-	-	-	-
Underperforming	2,277,408	307	2,296,811	310
Non-performing				
Loss	1,265,857	1,265,857	1,294,014	1,294,014
	3,543,265	1,266,164	3,590,825	1,294,324

10. ADVANCES

Note	Performing		Non Performing		Total	
	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
	March 31, 2025	December 31, 2024	March 31, 2025	December 31, 2024	March 31, 2025	December 31, 2024
(Rupees in '000)						
Loans, cash credits, running finances, etc.	1101,449	11,717,199	33,758,688	33,873,690	44,860,137	45,590,889
Islamic financing and related assets	2,035,915	2,346,432	276,632	275,641	2,312,547	2,622,073
Bills discounted and purchased	393,992	620,726	38,353	38,353	432,345	659,079
Advances - gross	13,531,356	14,684,357	34,073,673	34,187,684	47,605,029	48,872,041
Credit loss allowance against advances						
-Stage 1	(154,391)	(25,012)	-	-	(154,391)	(25,012)
-Stage 2	(60,056)	(206,817)	-	-	(60,056)	(206,817)
-Stage 3	-	-	(32,889,150)	(33,021,294)	(32,889,150)	(33,021,294)
	(214,447)	(231,829)	(32,889,150)	(33,021,294)	(33,103,597)	(33,253,123)
Advances - net of credit loss allowance	13,316,909	14,452,528	1184,523	1,166,390	14,501,432	15,618,918

10.1 Particulars of advances (Gross)

	(Un-audited)	(Audited)
	March 31, 2025	December 31, 2024
(Rupees in '000)		
In local currency	47,260,604	48,423,023
In foreign currencies	344,425	449,018
	47,605,029	48,872,041

10.2 Advances include Rs. 34,073.673 million (December 31, 2024: Rs. 34,187.684 million) which have been placed under non-performing / Stage 3 status as detailed below:

Category of Classification	(Un-audited)		(Audited)	
	March 31, 2025		December 31, 2024	
	Non Performing	Credit loss allowance	Non Performing	Credit loss allowance
(Rupees in '000)				
Domestic				
Other Assets Especially Mentioned	4,317	531	13,227	5,141
Substandard	23,891	10,251	2,445	1,834
Doubtful	25,305	1,654	57,747	16,977
Loss	34,020,160	32,877,245	34,114,265	33,002,483
	34,073,673	32,889,681	34,187,684	33,026,435

10.3 Particulars of credit loss allowance against advances

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
(Rupees in '000)								
Opening balance	25,012	206,817	33,021,294	33,253,123	3,939	1,390	34,211,166	34,216,495
Impact of adoption of IFRS 9	-	-	-	-	48,850	89,648	535,484	673,982
Charge for the period / year	131,809	18,492	172,990	323,291	8,349	178,502	436,781	623,632
Reversals for the period / year	(2,430)	(165,253)	(302,946)	(470,629)	(36,126)	(62,723)	(1,994,614)	(2,093,463)
	129,379	(146,761)	(129,956)	(147,338)	(27,777)	115,779	(1,557,833)	(1,469,831)
Amounts written off	-	-	(2,188)	(2,188)	-	-	(167,523)	(167,523)
Closing balance	154,391	60,056	32,889,150	33,103,597	25,012	206,817	33,021,294	33,253,123

10.3.1 Advances - Particulars of credit loss allowance

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	(Rupees in '000)							
Opening balance	25,012	206,817	33,021,294	33,253,123	52,789	91,038	34,746,650	34,890,477
New Advances	1,119	21	517,800	518,940	15,517	15,662	324,399	355,578
Advances derecognised or repaid	(1,875)	(7,464)	(645,391)	(654,730)	(42,176)	(32,800)	(687,063)	(762,039)
Transfer to stage 1	146,169	(18,128)	-	128,041	847	(37,780)	(536)	(37,469)
Transfer to stage 2	(16,026)	(109,999)	-	(126,025)	(1,959)	171,791	(814,227)	(644,395)
Transfer to stage 3	(8)	(1,191)	(2,365)	(13,564)	(6)	(1,094)	(380,406)	(381,506)
	129,379	(146,761)	(129,956)	(147,338)	(27,777)	115,779	(1,557,833)	(1,469,831)
Amounts written off	-	-	(2,188)	(2,188)	-	-	(167,523)	(167,523)
Closing balance	154,391	60,056	32,889,150	33,103,597	25,012	206,817	33,021,294	33,253,123

10.3.2 Advances - Category of classification

		(Un-audited)		(Audited)	
		March 31, 2025		December 31, 2024	
		Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
		(Rupees in '000)			
Performing	Stage 1	12,777,105	154,340	12,598,577	25,012
Underperforming	Stage 2	754,251	59,576	2,004,647	201,676
Non-Performing					
Other Assets Especially Mentioned	Stage 1 & 2	4,317	531	13,227	5,141
Substandard	Stage 3	23,891	10,251	2,445	1,834
Doubtful	Stage 3	25,305	1,654	57,747	16,977
Loss	Stage 3	34,020,160	32,877,245	34,195,398	33,002,483
Total		47,605,029	33,103,597	48,872,041	33,253,123

11. PROPERTY AND EQUIPMENT

	Note	(Un-audited)	(Audited)
		March 31, 2024	December 31, 2024
		(Rupees in '000)	
Capital work-in-progress	11.1	33,919	45,717
Property and equipment		6,913,054	6,980,408
		6,946,973	7,026,125

11.1 Capital work-in-progress

Civil works and related payments / progress billings	-	12,366
Advances and other payments to suppliers and contractors	33,919	33,351
Advances and other payments against capital work in progress considered doubtful	1,155,814	1,155,814
Less: Provision held there against	(1,155,814)	(1,155,814)
	33,919	45,717

11.2 Additions to property and equipment

The following additions have been made to property and equipment during the period:

Capital work-in-progress - net	(1,798)	(11,537)
Property and equipment		
Building improvements	22,619	20,804
Furniture and fixture	6,251	2,119
Electrical, office and computer equipment	12,549	58,366
	41,419	81,289
	29,621	69,752

11.3 Disposal of property and equipment

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

	(Un-audited)	
	March 31, 2025	March 31, 2024
	----- (Rupees in '000) -----	
Building improvements	7	-
Furniture and fixture	-	194
Electrical, office and computer equipment	-	681
	<u>7</u>	<u>875</u>

12. RIGHT-OF-USE ASSETS

At January 01,

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
Cost	4,316,299	4,397,989
Accumulated depreciation	(1,715,028)	(1,676,784)
Net carrying amount	<u>2,601,271</u>	<u>2,721,205</u>

Additions during the period / year

Modifications during the period / year

Deletions during the period / year

Cost	(99,688)	(679,249)
Accumulated depreciation	94,323	503,349
	(5,365)	(175,900)

Depreciation charge for the period / year

	<u>2,665,005</u>	<u>2,601,271</u>
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13. INTANGIBLE ASSETS

Capital work-in-progress

Intangible assets in use

13.1	73,450	69,334
13.2	244,739	261,751

<u>318,189</u>	<u>331,085</u>
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13.1 Capital work-in-progress

Advances to suppliers and contractors

	73,450	69,334
Advances against capital work in progress considered doubtful	142,522	142,522
Less: Provision held there against	(142,522)	(142,522)
	-	-

<u>73,450</u>	<u>69,334</u>
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13.2 Intangible assets in use

Computer softwares	<u>244,739</u>	<u>261,751</u>
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13.3 Additions to intangible assets

The following additions have been made to intangible assets during the period:

	(Un-audited)	
	March 31, 2025	March 31, 2024
	----- (Rupees in '000) -----	
Capital work-in-progress - net	4,116	(20,064)
Directly purchased	-	42,723
	<u>4,116</u>	<u>22,659</u>

13.4 There were no disposals in intangible assets during the current and prior period.

14. DEFERRED TAX ASSETS

March 31, 2025 (Un-audited)

At January 01, 2025	IFRS - 9 transition / reclass impacts	Recognised in profit and loss account	Recognised in other comprehensive income	At March 31, 2025
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(Rupees in '000)

Deductible Temporary Differences on

- Tax losses carried forward
- Credit loss allowance against advances, off balance sheet etc.
- Remeasurement of advances
- Remeasurement of investments
- Credit loss allowance against Investment
- Provision against intangible assets
- Staff compensated absences
- Credit loss allowance against other assets

16,960,119	-	291,717	-	17,251,836
10,190,747	-	(277,834)	-	9,912,913
161,420	-	12,589	-	174,009
-	-	38,800	-	38,800
864,601	41,961	(1,828)	-	894,734
51,729	-	-	-	51,729
65,924	-	(496)	-	65,428
225,583	-	-	-	225,583
28,520,123	41,961	52,948	-	28,615,032

Taxable Temporary Differences on

- Surplus on revaluation of property and equipments
- Surplus on revaluation of investments
- Unrealized gain on forward exchange contracts
- Surplus on revaluation of property - held for sale
- Surplus on revaluation of non-banking assets
- Accelerated tax depreciation

(1,107,389)	-	10,035	-	(1,097,354)
(563,491)	(41,961)	-	658,820	53,368
(8,795)	-	(6,366)	-	(15,161)
(470,714)	-	-	-	(470,714)
(289,585)	-	2,450	-	(287,135)
(411,585)	-	9,591	-	(401,994)
(2,851,559)	(41,961)	15,720	658,820	(2,218,980)
25,668,564	-	68,668	658,820	26,396,052

December 31, 2024 (Audited)

At January 01, 2024	IFRS - 9 transition / reclass impacts	Recognised in profit and loss account	Recognised in other comprehensive income	At December 31, 2024
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(Rupees in '000)

Deductible Temporary Differences on

- Tax losses carried forward
- Credit loss allowance against advances, off balance sheet etc.
- Remeasurement of advances
- Credit loss allowance against Investment
- Provision against intangible assets
- Staff compensated absences
- Credit loss allowance against other assets

15,511,202	-	1,448,917	-	16,960,119
9,002,927	283,072	904,748	-	10,190,747
-	138,734	22,686	-	161,420
801,196	(38,963)	102,368	-	864,601
48,034	-	3,695	-	51,729
53,678	-	12,246	-	65,924
166,759	45,995	12,829	-	225,583
25,583,796	428,838	2,507,489	-	28,520,123

Taxable Temporary Differences on

- Surplus on revaluation of property and equipments
- Surplus on revaluation of investments
- Unrealized gain on forward exchange contracts
- Surplus on revaluation of property - held for sale
- Surplus on revaluation of non-banking assets
- Accelerated tax depreciation

(1,074,691)	-	49,971	(82,669)	(1,107,389)
(116,362)	38,963	-	(486,092)	(563,491)
(10,047)	-	1,252	-	(8,795)
(437,092)	-	-	(33,622)	(470,714)
(313,821)	-	48,563	(24,327)	(289,585)
(376,547)	-	(35,038)	-	(411,585)
(2,328,560)	38,963	64,748	(626,710)	(2,851,559)
23,255,236	467,801	2,572,237	(626,710)	25,668,564

- 141 The net deferred tax asset has been recognized in accordance with the Bank's accounting policy. The management, based on financial projections, estimates that sufficient taxable profits would be available in future against which the deferred tax asset could be realized. The projections includes certain key assumptions underlying management's estimation of profits (Refer Note 1.3). Any significant change in such assumptions may have effect on the recoverability of deferred tax asset. The management believes that it is probable that the Bank would be able to achieve the profits and consequently, the deferred tax amount will be fully realized in future.

15. OTHER ASSETS

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
Note		----- (Rupees in '000) -----	
		6,673,546	5,103,892
		2,599	2,195
		432,589	425,476
		559,908	556,920
		1,789,621	1,798,949
		21,660	62,317
		310,838	928,275
		78,573	43,225
		532,570	665,551
		6,295	6,161
15.1	Property - Held for Sale (HFS)	3,692,787	3,692,787
	Others	615,173	556,417
		14,716,159	13,842,165
	Less: Credit loss allowance held against other assets	15.2 (834,487)	(834,247)
	Other Assets (Net of credit loss allowance)	13,881,672	13,007,918
	Surplus on revaluation of non-banking assets acquired in satisfaction of claims	683,655	689,489
	Surplus on revaluation of property - held for sale	1,120,749	1,120,749
	Other assets - total	15,686,076	14,818,156

15.1 This represents a portion of the Bank's self constructed property which has been earmarked for selling in the near future. This property is carried at lower of market value / fair value less cost to sell and carrying amount.

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
Note		----- (Rupees in '000) -----	
15.2	Credit loss allowance held against other assets		
	Income / mark-up accrued in local currency	1,389	1,389
	Advances, deposits, advance rent and other prepayments	98,008	98,008
	Non-banking assets acquired in satisfaction of claims	360,107	360,107
	Commission receivable on guarantees	9,880	9,880
	Receivable from Dewan Group	45,310	45,310
	Account receivable - sundry claims	156,304	156,064
	Receivable from Speedway Fondmetal (Pakistan) Limited	25,694	25,694
	Others	137,795	137,795
		834,487	834,247

15.2.1 Movement in credit loss allowance held against other assets

	Opening balance	834,247	834,729
	Charge for the period / year	240	-
	Reversals for the period / year	-	(482)
	Amount written off	-	-
	Closing balance	834,487	834,247

16. CONTINGENT ASSETS

There were no contingent assets at the balance sheet date.

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	----- (Rupees in '000) -----	
17. BILLS PAYABLE		
In Pakistan	1,631,223	1,900,496
Outside Pakistan	-	-
	<u>1,631,223</u>	<u>1,900,496</u>

18. BORROWINGS

Secured

Borrowings from State Bank of Pakistan
- Under export refinance scheme
- Under long-term financing facility
- Refinance facility for modernization of SMEs
- Repurchase agreement borrowings

2,991,550	3,500,350
111,169	111,169
-	203
<u>69,434,050</u>	<u>86,276,260</u>
72,536,769	89,887,982

Total secured

Unsecured

Overdrawn nostro accounts

5,032	4,943
<u>72,541,801</u>	<u>89,892,925</u>

19. DEPOSITS AND OTHER ACCOUNTS

	March 31, 2025 (Un-audited)			December 31, 2024 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	----- (Rupees in '000) -----					
Customers						
Current deposits	33,169,942	1,673,792	34,843,734	39,633,691	1,736,724	41,370,415
Savings deposits	118,238,675	1,550,761	119,789,436	118,080,187	1,483,589	119,563,776
Term deposits	8,376,152	2,800,034	11,176,186	14,407,887	3,184,109	17,591,996
Others	2,230,935	44,059	2,274,994	2,413,801	43,805	2,457,606
	<u>162,015,704</u>	<u>6,068,646</u>	<u>168,084,350</u>	<u>174,535,566</u>	<u>6,448,227</u>	<u>180,983,793</u>
Financial institutions						
Current deposits	168,575	271,523	440,098	236,435	18,133	254,568
Savings deposits	3,134,061	1,889	3,135,950	3,877,043	1,878	3,878,921
Term deposits	471,703	204,772	676,475	699,322	198,021	897,343
Others	-	-	-	-	-	-
	<u>3,774,339</u>	<u>478,184</u>	<u>4,252,523</u>	<u>4,812,800</u>	<u>218,032</u>	<u>5,030,832</u>
	<u>165,790,043</u>	<u>6,546,830</u>	<u>172,336,873</u>	<u>179,348,366</u>	<u>6,666,259</u>	<u>186,014,625</u>

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	----- (Rupees in '000) -----	
20. LEASE LIABILITIES		
Opening	3,284,402	3,348,737
Additions during the period / year	191,341	526,673
Deletion during the period / year	(7,927)	(288,948)
Lease payments including interest	(197,432)	(761,843)
Interest expense	128,442	473,834
Modifications	5,193	(14,051)
	<u>3,404,019</u>	<u>3,284,402</u>
Closing		
201 Liabilities Outstanding		
Not later than one year	810,010	792,141
Later than one year and upto five years	1,970,060	1,879,417
Over five years	623,949	612,844
Total at the year end	<u>3,404,019</u>	<u>3,284,402</u>

21. SUBORDINATED DEBT

Issue amount	Rs.1,500,000,000
Issue date	October 27, 2011
Maturity date	October 27, 2022 (December 31, 2023: October 27, 2022)

These TFCs were issued by the Bank on October 27, 2011 for an initial tenure of seven years and maturity date of October 27, 2018. In order to protect the interest of the TFC Holders, the tenure of the TFC together with the payment of applicable redemption amounts were extended for fourth time by the Bank to October 27, 2019, October 27, 2020, October 27, 2021 and October 27, 2022 through the extraordinary resolutions passed by the TFC holders on November 19, 2018, April 10, 2019, November 20, 2019, October 22, 2020 and October 26, 2021. The Bank completed necessary regulatory formalities for these extensions and executed the amended Declaration of Trusts on July 23, 2019, September 23, 2020, July 09, 2021 and August 01, 2022. The final approval of these extensions were approved by the SBP vide its letters dated October 21, 2019, October 21, 2020, October 22, 2021 and October 24, 2022.

Subsequently, approval was granted by the TFC Holders (in their meeting held on October 27, 2022) for extension in the maturity date and associated rescheduling of the coupon payments of the Term Finance Certificate upto October 27, 2023.

In November, 2024 the Board of Directors of Bank Makramah Limited (BML) has initiated the implementation of the BML Restructuring Scheme to ensure the bank's financial viability. The scheme aims to restructure BML's shareholding structure by increasing its equity and reducing overall debt, thereby strengthening its financial health and positioning the bank for sustained growth. Under the proposed scheme, subject to court sanction, the outstanding redemption amount owed to Term Finance Certificate (TFC) holders was to be settled through the issuance and allotment of fully paid ordinary shares of BML.

Following the filing of the scheme, three meetings with TFC holders were held on December 27, 2024, January 13, 2025, and January 21, 2025. In the final meeting, the TFC Holders decided to continue as TFC Holders of Bank Makramah Limited and unanimously resolved to extend the maturity period of the TFCs to 27th October 2025, subject to State Bank of Pakistan (SBP) approval, and resolved that the next meeting would be held on 14th October 2025, two weeks before the revised maturity date.

Rating	'B' (Single B).
Security	Unsecured.
Redemption / profit payment frequency	The redemption / profit payment details are mentioned in the above maturity date clause.
Mark up	Base rate (6 months KIBOR - ask side) plus 325 bps.
Call option	The Bank had an option to call the TFC's subject to SBP's prior written approval, on any profit payment date after the 60th month from the last day of public subscription, with not less than 30 days prior notice to be given to the Trustee. The Call option once announced will not be revocable. Further, no premium will be paid to the TFC Holders in case the call option is exercised by the Bank.
Lock-in-clause	Neither interest nor principal can be paid (even at maturity) if such payments will result in a shortfall in the Bank's Minimum Capital Requirements (MCR) or Capital Adequacy Ratio (CAR) or increase in the existing shortfall in MCR and CAR.

22. OTHER LIABILITIES

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
Note		(Rupees in '000) -----	
Mark-up / return / interest payable in local currency		2,509,857	2,811,708
Mark-up / return / interest payable in foreign currencies		1,978	26,304
Unearned income		30,832	89,152
Accrued expenses		158,612	164,694
Advance against sale of property		237,088	211,103
Acceptances		532,570	665,551
Unclaimed dividends		2,213	2,213
Mark to market loss on forward foreign exchange contracts		42,499	22,284
Payable to defined benefit plan		21,509	79,541
Charity fund balance		77	2,156
Security deposits against lease		135,369	135,288
Payable to Bangladesh Bank		41,389	41,389
Payable to Rupali Bank - Bangladesh		16,293	16,293
Payable to vendors / creditors		490,853	440,312
Provision for compensated absences		155,781	156,962
Payable to Bank of Ceylon, Colombo		20,163	20,163
Retention money		433,667	432,621
Workers' welfare fund		13,360	13,360
Withholding taxes and government levies payable		172,793	236,461
Federal excise duty and sales tax payable		13,962	12,988
Commission payable on home remittances		72	72
Credit loss allowance against off-balance sheet obligations	22.1	135,050	160,905
Others		445,464	418,327
		<u>5,611,451</u>	<u>6,159,847</u>

22.1 Credit loss allowance against off-balance sheet obligations

Opening balance		160,905	109,012
Charge for the period / year		11,907	82,629
Reversals for the period / year		(37,762)	(30,736)
		(25,855)	51,893
Amount written off		-	-
Closing balance		<u>135,050</u>	<u>160,905</u>

23. SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS

Surplus / (deficit) on revaluation of			
- Securities measured at FVOCI-Debt	9.1	(127,118)	1,441,529
- Securities measured at FVOCI-Equity	9.1	52	(99,884)
- Property and equipment		3,546,151	3,570,041
- Non-banking assets acquired in satisfaction of claims		683,655	689,489
- Property - held for sale		1,120,749	1,120,749
		5,223,489	6,721,924
Deferred tax on surplus / (deficit) on revaluation of:			
- Securities measured at FVOCI-Debt		53,390	(605,442)
- Securities measured at FVOCI-Equity		(22)	41,951
- Property and equipment		(1,097,354)	(1,107,389)
- Non-banking assets acquired in satisfaction of claims		(287,135)	(289,585)
- Property - held for sale		(470,714)	(470,714)
		(1,801,835)	(2,431,179)
		<u>3,421,654</u>	<u>4,290,745</u>

24. CONTINGENCIES AND COMMITMENTS

	Note	(Un-audited) March 31, 2025 ----- (Rupees in '000) -----	(Audited) December 31, 2024 -----
-Guarantees	24.1	15,768,823	16,239,036
-Commitments	24.2	97,343,846	117,124,783
-Other contingent liabilities	24.3	21,368,208	21,437,137
		<u>134,480,877</u>	<u>154,800,956</u>
24.1 Guarantees:			
Financial guarantees		20,470	20,470
Performance guarantees		9,452,129	9,857,474
Other guarantees		6,296,224	6,361,092
		<u>15,768,823</u>	<u>16,239,036</u>
24.2 Commitments:			
Documentary credits and short-term trade-related transactions			
- letters of credit		12,709,824	8,381,574
Commitments in respect of:			
- forward foreign exchange contracts	24.2.1	7,936,897	14,791,974
- forward lending	24.2.2	6,372,924	6,768,159
Commitments for acquisition of:			
- property and equipment		716,847	816,027
- intangible assets		173,304	90,789
Other commitments	24.2.3	69,434,050	86,276,260
		<u>97,343,846</u>	<u>117,124,783</u>
24.2.1 Commitments in respect of forward foreign exchange contracts			
Purchase		5,685,977	9,476,934
Sale		2,250,920	5,315,040
		<u>7,936,897</u>	<u>14,791,974</u>
24.2.2 Commitments in respect of forward lending			
Forward documentary bills		5,419,236	5,273,768
Undrawn formal standby facilities, credit lines and other commitments to lend	24.2.2.1	953,688	1,494,391
		<u>6,372,924</u>	<u>6,768,159</u>
24.2.2.1 These represent commitments that are irrevocable because they cannot be withdrawn at the discretion of the Bank without the risk of incurring significant penalty or expense.			
		(Un-audited) March 31, 2025 ----- (Rupees in '000) -----	(Audited) December 31, 2024 -----
24.2.3 Other commitments			
Purchase (Repo)		<u>69,434,050</u>	<u>86,276,260</u>
24.3 Other contingent liabilities - claims against the Bank not acknowledged as debts		<u>21,368,208</u>	<u>21,437,137</u>
24.4 Contingency for tax payable			
Contingency related to tax payable is disclosed in note 33.2 and 33.3.			

	(Un-audited) Quarter ended	
	March 31, 2025	March 31, 2024
Note	----- (Rupees in '000) -----	
On:		
Loans and advances	344,888	798,811
Investments	5,337,391	9,896,884
Lendings to financial institutions	240,512	37,943
Balances with banks	11,570	18,399
	<u>5,934,361</u>	<u>10,752,037</u>

26. MARK-UP / RETURN / INTEREST EXPENSED

On:		
Deposits	3,294,224	5,288,267
Borrowings	2,343,414	6,082,325
Subordinated debt	64,053	94,146
Cost of foreign currency swaps against foreign currency deposits / borrowings	48,063	116,936
Finance cost of lease liability	128,442	111,531
	<u>5,878,196</u>	<u>11,693,205</u>

27. FEE AND COMMISSION INCOME

Branch banking customer fees	115,729	31,024
Consumer finance related fees	81	481
Card related fees (debit cards)	76,184	48,116
Credit related fees	267	411
Commission on trade	99,696	150,720
Commission on guarantees	31,824	28,746
Commission on cash management	2	5
Commission on remittances including home remittances	1,398	1,607
Commission on bancassurance	-	1,020
Alternate Delivery Channels	7,309	5,977
Others	1	15
	<u>332,491</u>	<u>268,122</u>

28. GAIN ON SECURITIES

Realised	28.1	599,078	174,468
Unrealised - Measured at FVPL		-	-
		<u>599,078</u>	<u>174,468</u>

28.1 Realised gain on:

Federal Government Securities	599,078	174,468
Shares	-	-
	<u>599,078</u>	<u>174,468</u>
Net gain/loss on financial assets (debt instruments) measured at FVOCI	599,078	174,468
Net gain/ loss on investments in equity instruments designated at FVOCI	-	-
	<u>599,078</u>	<u>174,468</u>

29. OTHER INCOME

	(Un-audited) Quarter ended	
	March 31, 2025	March 31, 2024
Note	----- (Rupees in '000) -----	
Rent on property	1,039	2,043
Gain on sale of property and equipment - net	5	19,039
Gain on sale of ijarah assets	-	441
Gain on termination of lease contracts under IFRS 16	2,562	-
	<u>3,606</u>	<u>21,523</u>

30. OPERATING EXPENSES

Total compensation expense	30.1	685,956	653,421
Property expense			
Rent and taxes		18,925	26,172
Insurance - property		1,738	1,776
Insurance - non banking assets		115	230
Utilities cost		103,254	104,577
Security (including guards)		71,418	62,663
Repair and maintenance (including janitorial charges)		57,306	48,323
Depreciation on owned property and equipments		63,685	66,672
Depreciation on right-of-use assets		133,985	136,699
Depreciation on non banking assets		15,163	16,255
		<u>465,589</u>	<u>463,367</u>
Information technology expenses			
Software maintenance		43,784	40,120
Hardware maintenance		34,268	36,794
Depreciation on computer equipments		24,627	18,291
Amortisation of computer softwares		17,011	7,465
Network charges		22,257	23,748
Insurance		1,260	110
		<u>143,207</u>	<u>126,528</u>
Other operating expenses			
Directors' fees and allowances		15,100	9,300
Fees and allowances to Shariah Board		5,925	5,925
Legal and professional charges		63,205	17,691
Outsourced services costs		77,565	78,572
Travelling and conveyance		103,366	116,498
NIFT clearing charges		13,031	8,323
Depreciation		20,334	20,330
Training and development		2,621	1,925
Postage and courier charges		10,617	10,843
Communication		38,450	32,862
Stationery and printing		56,744	40,191
Marketing, advertisement and publicity		14,530	11,138
Brokerage and commission		9,574	9,658
Fee and subscription		64,694	58,677
Cash transportation and sorting charges		34,140	41,003
Entertainment		15,522	18,555
Insurance		42,751	42,247
Deposit insurance premium expense		51,261	45,561
Repair and maintenance		56,499	27,296
Auditors' remuneration		4,019	3,355
Others		8,816	6,959
		<u>708,764</u>	<u>606,909</u>
		<u>2,003,516</u>	<u>1,850,225</u>

		(Un-audited) Quarter ended	
		March 31, 2025	March 31, 2024
301	Total compensation expense	----- (Rupees in '000) -----	
	Fees and allowances etc.	3,418	6,037
	Managerial remuneration		
	i) Fixed	430,351	412,669
	ii) Variable		
	of which;		
	a) Cash bonus / awards etc.	-	-
	b) Incentives and commission	63	98
	Charge for defined benefit plan	21,509	19,862
	Contribution to defined contribution plan	16,282	21,837
	Charge for employees compensated absences	5,669	5,999
	Rent and house maintenance	144,289	128,909
	Utilities	32,064	28,646
	Medical	32,311	29,364
	Total	685,956	653,421

31. OTHER CHARGES

Penalties imposed by State Bank of Pakistan	112	-
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32. CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET

Credit loss allowance for diminution in value of investments	(28,160)	-
Credit loss allowance against loans and advances	(147,338)	(1,177,541)
Credit loss allowance against other assets	240	(568)
Operational loss	-	1,473
Credit loss allowance against off-balance sheet obligations	(25,855)	83,506
Credit loss allowance on balance with other banks	696	1,405
Credit loss allowance on lending to FI	(667)	-
Property and equipments written off	7	-
Recoveries against written off / charged off bad debts	-	(567)
	(201,077)	(1,092,292)

33. TAXATION

Current	33.1 & 33.2	86,973	141,979
Prior years	33.3	122,970	-
Deferred		(68,668)	(423,003)
		141,275	(281,024)

- 33.1 This represents the provision for minimum taxation made in accordance with the requirements of section 113 of the Income Tax Ordinance, 2001. Therefore, reconciliation of tax expense and accounting profit / loss has not been disclosed.

According to ICAP guide dated May 2024, minimum taxes do not qualify as income tax expense under IAS 12 Income Taxes. Instead, they should be accounted for as levy under IFRIC 21 "Levies" and IAS 37 "Provisions, Contingent Liabilities and Contingent Assets". Since the SBP has not officially adopted or communicated any changes to the format of the financial statements (refer note 2.3), no changes have been made to the format of the statement of profit and loss account.

- 33.2 The Income Tax Returns of the Bank have been submitted up to and including the Bank's financial year ended December 31, 2023 i.e. tax year 2024.

In respect of assessments of Bank Makramah Limited from tax years 2009 to tax year 2019 and from tax year 2022 to tax year 2023, the tax authorities disputed the Bank's treatment on certain issues and created an additional tax demand (net of rectification) of Rs. 418.48 million through amended assessment orders and the same have been paid / stayed / adjusted against available refunds.

In respect of assessments of Bank Makramah Limited AJK Region from tax year 2013 to tax year 2017, the tax authorities disputed the Bank's treatment on certain issues and created an additional tax demand of Rs. 57.96 million through amended assessment orders and the same have been paid / stayed / adjusted against advance tax paid.

In respect of assessments of ex-My Bank Limited (now Bank Makramah Limited) from tax year 2003 to tax year 2011, the tax authorities disputed the Bank's treatment on certain issues and created additional tax demand of Rs. 456.62 million through amended assessment orders and the same have been paid / adjusted against available refunds.

In respect of assessments of ex-Atlas Bank Limited (now Bank Makramah Limited) from tax year 2003 to tax year 2010, the tax authorities disputed the Bank's treatment on certain issues and created additional tax demand of Rs. 89.74 million through amended assessment orders and the same have been paid / adjusted against available refunds.

Such issues mainly include disallowances of mark up payable, taxation of mutual fund distribution at corporate tax rate, disallowance of provision against non-performing loans, disallowance of reversal of provisions, allocation of expenses against dividend income and capital gain, disallowances against non-banking assets, disallowances of certain HO expenses, addition to mark-up/interest earned in AJK region etc. The Bank has filed appeals before the various appellate forums against these amended assessment orders which are either pending for hearing or order.

The management of the Bank is confident about the favourable outcome of the appeals hence, no provision / adjustment with respect to the above matters has been made in these unconsolidated financial statements.

- 33.3** In pursuance of SRO 1588(I)/2023 dated 21 November 2023, banking companies have been designated to be the 'sector' for the purpose of section 99D of the Income Tax Ordinance 2001, for the tax years 2022 and 2023. The Bank through its legal counsel has challenged the above levy, and the High Court of Sindh, initially suspended the operation of the aforementioned SRO and granted stay to the Bank. Subsequently, the High Court of Sindh respectfully denied the oral motion for suspension with the considered view that grant of the oral motion would militate against the edicts of the Supreme Court. However, the Bank has recorded a prior year charge of Rs 122.970 million in these unconsolidated financial statements.

		(Un-audited) Quarter ended	
		March 31, 2025	March 31, 2024
34. BASIC AND DILUTED LOSS PER SHARE	Note	----- (Rupees in '000) -----	
Loss for the period		<u>(864,152)</u>	<u>(811,834)</u>
		----- (Number of shares) -----	
Weighted average number of ordinary shares - Basic		<u>6,622,220,576</u>	<u>6,622,220,576</u>
		----- (Rupee) -----	
Basic loss per share		<u>(0.13)</u>	<u>(0.12)</u>
		----- (Number of shares) -----	
Weighted average number of ordinary shares - Diluted	34.1	<u>6,622,220,576</u>	<u>6,622,220,576</u>
		----- (Rupee) -----	
Diluted loss per share		<u>(0.13)</u>	<u>(0.12)</u>

- 34.1** There are no potential ordinary shares outstanding as of March 31, 2025.

35. CASH AND CASH EQUIVALENTS

	(Un-audited) Quarter ended	
	March 31, 2025	March 31, 2024
	----- (Rupees in '000) -----	
Cash and balances with treasury banks	15,704,203	16,765,989
Balances with other banks excluding credit loss allowance	2,354,617	1,581,333
Overdrawn nostro accounts	(5,032)	(6,278)
	<u>18,053,788</u>	<u>18,341,044</u>

36. FAIR VALUE MEASUREMENTS

The fair value of quoted securities other than those classified at amortised cost / held to maturity, is based on quoted market price. Quoted debt securities classified as amortised cost / held to maturity are carried at cost. The fair value of unquoted equity securities, other than investments in associates and subsidiaries, is determined on the basis of the break-up value of these investments as per their latest available audited financial statements.

The fair value of unquoted debt securities, fixed term loans, other assets, other liabilities, fixed term deposits and borrowings cannot be calculated with sufficient reliability due to the absence of a current and active market for these assets and liabilities and reliable data regarding market rates for similar instruments.

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

36.1 Fair value of financial assets

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

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

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

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

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

March 31, 2025 (Un-audited)				
	Level 1	Level 2	Level 3	Total
(Rupees in '000) -----				
On balance sheet financial instruments				
Financial assets - measured at fair value				
Investments	-	145,048,235	-	145,048,235
- Federal Government Securities	68	-	-	68
- Shares - Listed	-	2,277,101	-	2,277,101
- Non Government Debt Securities	-	-	-	-
Financial assets - disclosed but not measured at fair value				
Investments	-	-	5,902	5,902
- Shares - Unlisted	-	-	-	-
Non-Financial assets - measured at fair value				
Property and equipment (Land and Building)	-	-	6,466,143	6,466,143
Non banking assets acquired in satisfaction of claims	-	-	2,113,988	2,113,988
Off-balance sheet financial instruments - measured at fair value				
Forward purchase of foreign exchange	-	5,723,255	-	5,723,255
Forward sale of foreign exchange	-	2,252,124	-	2,252,124

December 31, 2024 (Audited)				
	Level 1	Level 2	Level 3	Total
(Rupees in '000) -----				
On balance sheet financial instruments				
Financial assets - measured at fair value				
Investments	-	172,482,044	-	172,482,044
- Federal Government Securities	38	-	-	38
- Shares - Listed	-	2,296,501	-	2,296,501
- Non Government Debt Securities	-	-	-	-
Financial assets - disclosed but not measured at fair value				
Investments	-	-	4,810	4,810
- Shares - Unlisted	-	-	-	-
Non-Financial assets - measured at fair value				
Property and equipment (Land and Building)	-	-	6,507,338	6,507,338
Non banking assets acquired in satisfaction of claims	-	-	2,129,150	2,129,150
Off-balance sheet financial instruments - measured at fair value				
Forward purchase of foreign exchange	-	9,495,023	-	9,495,023
Forward sale of foreign exchange	-	5,312,188	-	5,312,188

Valuation techniques used in determination of fair value

Item	Valuation approach and input used
Federal Government Securities - Unlisted	The fair values of Market Treasury Bills (MTB) and Pakistan Investment Bonds (PIB) are determined using the PKRV rates. Floating rate PIBs are revalued using PKFRV rates. The fair values of GOP Ijarah Sukuks are derived using the PKISRV rates.
Federal Government Securities - Listed	The fair value of investment in listed GOP Ijarah Sukuk are valued on the basis of closing quoted market price available at the Pakistan Stock Exchange.
Ordinary shares - Listed	The fair value of investment in listed equity securities are valued on the basis of closing quoted market price available at the Pakistan Stock Exchange.
Ordinary shares - Unlisted	This represents breakup value of investments.
Non-Government Debt Securities	Investments in debt securities (comprising term finance certificates, bonds and any other security issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital) are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan.
Forward foreign exchange contracts	The valuation has been incorporated by interpolating the foreign exchange revaluation rates announced by the SBP.
Property and equipment (land and building) and non-banking assets acquired in satisfaction of claims	The valuation experts used a market based approach to arrive at the fair value of the Bank's properties. The market approach used prices and other relevant information generated by market transactions involving identical or comparable or similar properties. The effect of changes in the unobservable input used in the valuation can not be determined with certainty. Accordingly a qualitative disclosure of sensitivity has not been presented in these unconsolidated financial statements.

37. SEGMENT INFORMATION

371 Segment details with respect to business activities

For the quarter ended March 31, 2025 (Un-audited)					
	Corporate, SME & Commercial	Treasury	Retail Banking	Others	Total
(Rupees in '000)					
Profit and Loss					
Net mark-up / return / profit	127,380	3,279,127	(3,191,882)	(158,460)	56,165
Inter segment revenue - net	(205,186)	(2,548,968)	4,402,654	(1,648,500)	-
Non mark-up / return / interest income	92,734	715,529	211,645	3,601	1,023,509
Total income	14,928	1,445,688	1,422,417	(1,803,359)	1,079,674
Segment direct expenses	59,386	29,481	1,275,734	639,027	2,003,628
Inter segment expense allocation	168,595	67,134	332,745	(568,474)	-
Total expenses	227,981	96,615	1,608,479	70,553	2,003,628
Provisions	(170,975)	(28,189)	(364)	(1,549)	(201,077)
(Loss) / profit before tax	(42,078)	1,377,262	(185,698)	(1,872,363)	(722,877)

As at March 31, 2025 (Un-audited)					
	Corporate, SME & Commercial	Treasury	Retail Banking	Others	Total
(Rupees in '000)					
Balance Sheet					
Cash and bank balances	75,479	13,786,915	4,194,644	-	18,057,038
Investments	-	147,327,234	-	231,751	147,558,985
Net inter segment lending	-	-	162,756,092	-	162,756,092
Lendings to financial institutions	-	4,967,846	-	-	4,967,846
Advances - performing	11,397,214	-	259,240	1,660,455	13,316,909
Advances - non-performing	769,713	-	408,904	5,906	1,184,523
Others	366,748	6,336,930	3,296,749	42,011,868	52,012,295
Total assets	12,609,154	172,418,925	170,915,629	43,909,980	399,853,688
Borrowings	3,102,719	69,439,082	-	-	72,541,801
Subordinated debt	-	-	-	1,495,515	1,495,515
Deposits and other accounts	4,255,985	-	168,080,888	-	172,336,873
Net inter segment borrowing	5,068,971	102,609,479	-	55,077,642	162,756,092
Others	181,479	370,364	2,834,741	7,260,109	10,646,693
Total liabilities	12,609,154	172,418,925	170,915,629	63,833,266	419,776,974
Equity	-	-	-	(19,923,286)	(19,923,286)
Total equity and liabilities	12,609,154	172,418,925	170,915,629	43,909,980	399,853,688
Contingencies and commitments	55,463,347	77,370,947	-	1,646,583	134,480,877

For the quarter ended March 31, 2024 (Un-audited)

Corporate, SME & Commercial	Treasury	Retail Banking	Others	Total
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(Rupees in '000)

Profit and Loss

Net mark-up / return / profit	308,596	3,966,065	(5,027,806)	(188,023)	(941,168)
Inter segment revenue - net	(290,734)	(4,020,890)	6,915,615	(2,603,991)	-
Non mark-up / return / interest income	77,146	325,475	183,972	19,650	606,243
Total income	95,008	270,650	2,071,781	(2,772,364)	(334,925)
Segment direct expenses	55,367	25,058	1,229,382	540,418	1,850,225
Inter segment expense allocation	156,178	53,501	303,781	(513,460)	-
Total expenses	211,545	78,559	1,533,163	26,958	1,850,225
Provisions	(1,094,601)	1,405	-	904	(1,092,292)
(Loss) / profit before tax	978,064	190,686	538,618	(2,800,226)	(1,092,858)

As at December 31, 2024 (Audited)

Corporate, SME & Commercial	Treasury	Retail Banking	Others	Total
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(Rupees in '000)

Balance Sheet

Cash and Bank balances	97,877	14,489,632	5,237,494	-	19,825,003
Investments	-	174,780,413	-	231,751	175,012,164
Net inter segment lending	-	-	175,156,123	-	175,156,123
Lendings to financial institutions	-	9,697,187	-	-	9,697,187
Advances - performing	12,473,966	-	244,359	1,734,203	14,452,528
Advances - non-performing	751,450	-	398,884	16,056	1,166,390
Others	418,523	4,670,152	3,871,092	41,485,434	50,445,201
Total Assets	13,741,816	203,637,384	184,907,952	43,467,444	445,754,596
Borrowings	3,611,722	86,281,203	-	-	89,892,925
Subordinated debt	-	-	-	1,495,515	1,495,515
Deposits and other accounts	4,663,766	-	181,350,859	-	186,014,625
Net inter segment borrowing	5,235,128	117,054,728	-	52,866,267	175,156,123
Others	231,200	301,453	3,557,093	7,254,999	11,344,745
Total liabilities	13,741,816	203,637,384	184,907,952	61,616,781	463,903,933
Equity	-	-	-	(18,149,337)	(18,149,337)
Total equity and liabilities	13,741,816	203,637,384	184,907,952	43,467,444	445,754,596
Contingencies and commitments	52,092,525	101,068,234	-	1,640,197	154,800,956

3711 The Bank does not have any operations outside Pakistan.

38. RELATED PARTY TRANSACTIONS

The Bank has related party transactions with its parent, subsidiary, employee benefit plans and its directors and Key Management Personnel.

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

Details of transactions with related parties during the period / year, other than those which have been disclosed elsewhere in these financial statements are as follows:

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Directors	Key management personnel	Subsidiary	Other related parties	Directors	Key management personnel	Subsidiary	Other related parties
	(Rupees in '000)				-----			
Investments								
Opening balance	-	-	396,942	552,038	-	-	396,942	448,218
Investment made during the period / year	-	-	-	-	-	-	-	-
Investment redeemed / disposed off during the period / year	-	-	-	-	-	-	-	-
Transfer in / (out) - net	-	-	-	-	-	-	-	-
Other adjustment	-	-	-	-	-	-	-	103,820
Closing balance	-	-	396,942	552,038	-	-	396,942	552,038
Credit loss allowance for diminution in value of investments	-	-	165,191	552,023	-	-	165,191	552,023
Advances								
Opening balance	-	421,468	44,902	517,251	-	303,505	82,400	671,901
Addition during the period / year	-	33,824	722,608	519,760	-	52,070	2,499,976	284
Repaid during the period / year	-	(44,633)	(745,600)	(517,083)	-	(30,556)	(2,537,474)	(154,934)
Transfer in / (out) - net	-	13,731	-	-	-	96,449	-	-
Closing balance	-	424,390	21,910	519,928	-	421,468	44,902	517,251
Credit loss allowance held against advances	-	72	322	517,060	-	84	62	517,060

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
Directors	Key management personnel	Subsidiary	Other related parties	Directors	Key management personnel	Subsidiary	Other related parties	
(Rupees in '000)								
Other Assets								
-	1,779	6,066	1	-	253	1,431	-	
-	5,582	-	-	-	6,105	-	-	
-	-	-	2,949	-	-	-	2,949	
-	-	-	-	-	-	-	-	
Credit loss allowance held against other assets								
Deposits and other accounts								
1,495	17,811	154,871	652,361	109,345	15,625	84,129	779,900	
2,318	155,644	1,207,990	737,266	164,481	551,638	6,286,124	976,468	
(2,440)	(128,975)	(1,193,298)	(899,390)	(163,230)	(548,647)	(6,215,382)	(1,103,999)	
-	988	-	-	(109,101)	(805)	-	(8)	
Transfer (out) / in - net								
Closing balance								
1,373	45,468	169,563	1,200,237	1,495	17,811	154,871	652,361	
Other Liabilities								
1	12	98	389	10	16	2,165	7,367	
-	-	-	21,509	-	-	-	79,541	
-	-	-	346	-	-	-	692	
-	-	568	-	-	-	1,201	-	
Brokerage payable								
Contingencies and Commitments								
-	-	-	77,613	-	-	-	77,613	
-	-	191,841	-	-	-	234,972	-	
Guarantees, letters of credit and acceptances - net of ECL								
Commitments to extend credit								

For the quarter ended March 31, 2025 (Un-audited)

	Directors	Key management personnel	Subsidiary	Other related parties

(Rupees in '000)

Income									
Mark-up / return / interest earned	-	5,941	3,963	2	-	5,521	3,524	-	-
Fee and commission income	-	-	69	346	2	-	65	346	-
Other income	-	-	-	-	-	-	1,099	-	-
Expense									
Mark-up / return / interest expensed	33	118	1,013	9,548	5,777	309	3,100	35,483	-
Operating expenses:									
- Directors' fees and allowances	15,100	-	-	-	9,300	-	-	-	-
- Brokerage and commission	-	-	494	-	-	-	286	-	-
- Fee and subscription	-	748	-	-	-	442	-	-	-
- Managerial Remuneration	-	121,125	-	493	-	104,053	-	-	395
- Contribution to defined contribution plan	-	-	-	16,282	-	-	-	-	21,837
- Charge for defined benefit plan	-	-	-	21,509	-	-	-	-	19,862
Credit loss allowance against loans and advances	-	(12)	260	-	-	-	-	-	4

Directors include Non-Executive Directors only. Executive Directors including the President / CEO are part of key management personnel.

**39. CAPITAL ADEQUACY, LEVERAGE RATIO
& LIQUIDITY REQUIREMENTS**

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	----- (Rupees in '000) -----	
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	<u>(23,499,102)</u>	<u>(22,594,244)</u>
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier-1 (CET-1) Capital	<u>(50,579,964)</u>	<u>(48,962,933)</u>
Eligible Additional Tier-1 (ADT-1) Capital	<u>-</u>	<u>-</u>
Total Eligible Tier-1 Capital	<u>(50,579,964)</u>	<u>(48,962,933)</u>
Eligible Tier-2 Capital	<u>-</u>	<u>-</u>
Total Eligible Capital (Tier-1 + Tier-2)	<u>(50,579,964)</u>	<u>(48,962,933)</u>
Risk Weighted Assets (RWAs):		
Credit Risk	33,562,681	38,803,867
Market Risk	4,055,758	7,935,551
Operational Risk	7,447,378	7,447,378
Total	<u>45,065,817</u>	<u>54,186,796</u>
Common Equity Tier-1 Capital Adequacy Ratio	<u>-112.24%</u>	<u>-90.36%</u>
Tier-1 Capital Adequacy Ratio	<u>-112.24%</u>	<u>-90.36%</u>
Total Capital Adequacy Ratio	<u>-112.24%</u>	<u>-90.36%</u>
Leverage Ratio (LR):		
Eligible Tier-1 Capital	(50,579,964)	(48,962,933)
Total Exposures	337,026,015	337,818,428
Leverage Ratio	<u>-15.01%</u>	<u>-14.49%</u>
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	93,595,490	106,854,439
Total Net Cash Outflow	35,229,281	39,122,564
Liquidity Coverage Ratio	<u>265.68%</u>	<u>273.13%</u>
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	109,027,806	119,891,171
Total Required Stable Funding	71,745,696	74,443,071
Net Stable Funding Ratio	<u>151.96%</u>	<u>161.05%</u>

40. ISLAMIC BANKING BUSINESS

The Bank commenced its Islamic Banking Operations in Pakistan on March 07, 2014 and is operating with 12 (December 31, 2024: 12) Islamic banking branches and 31 (December 31, 2024: 31) Islamic banking windows at the end of the period.

STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2025

AS AT MARCH 31, 2025		(Un-audited) March 31, 2025	(Audited) December 31, 2024
	Note	----- (Rupees in '000) -----	
ASSETS			
Cash and balances with treasury banks		2,443,883	3,437,009
Balances with other banks		99,830	96,128
Due from financial institutions	40.1	12,820,375	26,135,485
Investments	40.2	43,202,453	41,317,673
Islamic financing and related assets - net	40.3	2,124,343	2,423,890
Property and equipment		165,809	169,024
Right-of-use assets		162,383	148,382
Intangible assets		-	-
Due from Head Office		-	-
Deferred tax assets		-	-
Other assets		2,032,494	1,688,565
Total Assets		63,051,570	75,416,156
LIABILITIES			
Bills payable		301,369	280,974
Due to financial institutions	40.4	6,427,888	3,135,154
Deposits and other accounts	40.5	41,942,644	47,062,215
Due to Head Office		-	-
Lease liabilities		184,109	158,396
Subordinated debt		-	-
Deferred tax liabilities		43,303	402,987
Other liabilities		6,120,837	16,900,389
		55,020,150	67,940,115
NET ASSETS		8,031,420	7,476,041
REPRESENTED BY			
Islamic Banking Fund		1,000,000	1,000,000
Reserves		-	-
Surplus on revaluation of assets		59,797	556,506
Accumulated losses	40.6	6,971,623	5,919,535
		8,031,420	7,476,041
CONTINGENCIES AND COMMITMENTS	40.7		

**ISLAMIC BANKING BUSINESS
PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2025**

		March 31, 2025	March 31, 2024
	Note	----- (Rupees in '000) -----	
Profit / return earned	40.8	1,885,592	2,040,254
Profit / return expensed	40.9	769,246	1,358,645
Net Profit / return		1,116,346	681,609
Other income			
Fee and commission income		49,350	49,055
Dividend income		-	-
Foreign exchange loss		(54,935)	(10,840)
Income / (loss) from derivatives		-	-
Gain on securities		221,270	143,445
Other income		-	471
Total other income		215,685	182,131
Total income		1,332,031	863,740
Other expenses			
Operating expenses		280,529	276,024
Workers' welfare fund		-	-
Other charges		-	-
Total other expenses		280,529	276,024
Profit before credit loss allowance		1,051,502	587,716
Credit loss allowance and write offs - net		217	7,603
Profit before taxation		1,051,285	580,113
Taxation		-	-
Profit after taxation		1,051,285	580,113

ISLAMIC BANKING BUSINESS
FOR THE QUARTER ENDED MARCH 31, 2025

		March 31, 2025 (Un-audited)			December 31, 2024 (Audited)		
		In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
40.1	Due from Financial Institutions	(Rupees in '000)					
	Unsecured						
	Bai Muajjal Receivable from State Bank of Pakistan	4,910,585	-	4,910,585	4,761,124	-	4,761,124
	Bai Muajjal Receivable from other Financial Institutions	7,916,916	-	7,916,916	19,374,631	-	19,374,631
	Musharakah	-	-	-	2,000,000	-	2,000,000
		12,827,501	-	12,827,501	26,135,755	-	26,135,755
	Less: Credit loss allowance						
	Stage 1	(7126)	-	(7126)	(270)	-	(270)
	Stage 2	-	-	-	-	-	-
	Stage 3	-	-	-	-	-	-
		(7126)	-	(7126)	(270)	-	(270)
	Due from financial institutions - net of credit loss allowance	12,820,375	-	12,820,375	26,135,485	-	26,135,485

40.1.1 This represents Bai Muajjal agreements with conventional operations of Bank Makramah Limited and carries profit rate of 12% per annum (December 31, 2024: 10.75% to 14% per annum) and are due to mature latest by June 23, 2025 (December 31, 2024: March 25, 2025).

40.2 Investments

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Cost / Amortised cost	Credit loss allowance for diminution	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Credit loss allowance for diminution	Surplus / (Deficit)	Carrying Value
Investments by segments:	(Rupees in '000)							
Debt Instruments								
Federal Government Securities:								
- GOP Ijarah Sukuks	40,909,268	-	16,084	40,925,352	38,149,499	-	871,673	39,021,172
Non Government Debt Securities								
- Listed	2,277,408	(307)	-	2,277,101	2,296,811	(310)	-	2,296,501
Total Investments	43,186,676	(307)	16,084	43,202,453	40,446,310	(310)	871,673	41,317,673

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
40.3 Islamic financing and related assets	Note	----- (Rupees in '000) -----	
Ijarah		663,537	595,944
Running Musharakah		248,196	311,863
Diminishing Musharakah		1,125,600	1,112,722
Diminishing Musharakah-IERF		-	300,000
Tijarah		266,517	284,517
Advance against Ijarah		8,697	17,027
Gross Islamic financing and related assets		2,312,547	2,622,073
Less: Credit loss allowance against Islamic financings			
-Stage 1		(26,490)	(718)
-Stage 2		(539)	(34,420)
-Stage 3		(161,175)	(163,045)
		(188,204)	(198,183)
Islamic financing and related assets - net of credit loss allowance		2,124,343	2,423,890

40.4 Due to financial institutions

Secured

Acceptances from the SBP under Islamic Export Refinance Scheme - -

Total secured

Unsecured

Overdrawn nostro accounts 3,427,888 3,135,154
Musharakah 40.4.1 3,000,000 -

Total unsecured 6,427,888 3,135,154

6,427,888 3,135,154

40.4.1 This represented acceptance of funds by Islamic operations of Bank Makramah Limited from conventional operations of Bank Makramah Limited on Musharaka basis.

40.5 Deposits

	March 31, 2025 (Un-audited)			December 31, 2024 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	----- (Rupees in '000) -----					
Customers						
Current deposits	4,853,216	647,645	5,500,861	6,337,338	627,640	6,964,978
Savings deposits	34,131,032	145,860	34,276,892	34,497,595	145,788	34,643,383
Term deposits	1,083,515	160,497	1,244,012	4,247,560	158,840	4,406,400
Others	403,517	-	403,517	461,193	-	461,193
	40,471,280	954,002	41,425,282	45,543,686	932,268	46,475,954
Financial Institutions						
Current deposits	6,349	-	6,349	4,733	-	4,733
Savings deposits	361,013	-	361,013	431,528	-	431,528
Term deposits	150,000	-	150,000	150,000	-	150,000
	517,362	-	517,362	586,261	-	586,261
	40,988,642	954,002	41,942,644	46,129,947	932,268	47,062,215

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
40.6 Accumulated losses	----- (Rupees in '000) -----	
Opening balance	5,919,535	3,435,447
Effect of adoption of IFRS 9	-	(413,535)
Add: Islamic Banking profit for the period / year	1,051,285	2,894,410
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipments to accumulated profit	803	3,213
Closing balance	<u>6,971,623</u>	<u>5,919,535</u>

40.7 CONTINGENCIES AND COMMITMENTS

-Guarantees	4,090,686	4,129,456
-Commitments	9,307,788	9,145,926
-Other contingent liabilities	-	-
	<u>13,398,474</u>	<u>13,275,382</u>

	(Un-audited) March 31, 2025	March 31, 2024
40.8 Profit / Return Earned of Financing, Investments and Placement	----- (Rupees in '000) -----	

Profit earned on:		
Financing	46,831	23,841
Investments	1,327,830	1,989,243
Placements	510,931	27,170
Balances with banks	-	-
	<u>1,885,592</u>	<u>2,040,254</u>

40.9 Profit on Deposits and other Dues Expensed

Deposits and other accounts	733,674	1,291,406
Due to Financial Institutions	26,978	64,078
Finance cost of lease liability	8,594	3,161
	<u>769,246</u>	<u>1,358,645</u>

41. DATE OF AUTHORIZATION OF ISSUE

These unconsolidated condensed interim financial statements were authorised for issue on April 30, 2025 by the Board of Directors of the Bank.

President / Chief Executive

Chief Financial Officer

Director

Director

Director

**CONSOLIDATED
CONDENSED INTERIM
FINANCIAL STATEMENTS
(UN-AUDITED)**

**FOR THE QUARTER ENDED
MARCH 31, 2025**

CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2025

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
	Note	----- (Rupees in '000) -----	
ASSETS			
Cash and balances with treasury banks	6	15,704,205	18,352,157
Balances with other banks	7	2,357,287	1,475,100
Lendings to financial institutions	8	4,967,846	9,697,187
Investments	9	147,439,838	174,858,629
Advances	10	14,479,844	15,574,078
Property and equipment	11	6,992,346	7,072,251
Right-of-use assets	12	2,665,005	2,601,271
Intangible assets	13	320,702	333,599
Deferred tax assets	14	26,328,216	25,600,837
Other assets	15	15,818,773	15,031,166
Total Assets		237,074,062	270,596,275
LIABILITIES			
Bills payable	17	1,631,223	1,900,496
Borrowings	18	72,541,801	89,892,925
Deposits and other accounts	19	172,167,310	185,859,754
Lease liabilities	20	3,404,019	3,284,402
Subordinated debt	21	1,495,515	1,495,515
Deferred tax liabilities		-	-
Other liabilities	22	5,821,057	6,373,767
Total Liabilities		257,060,925	288,806,859
NET ASSETS		(19,986,863)	(18,210,584)
REPRESENTED BY			
Share capital - net		30,500,208	30,500,208
Reserves		(425,043)	(425,043)
Surplus / (deficit) on revaluation of assets	23	3,461,711	4,334,869
Accumulated losses		(53,523,739)	(52,620,618)
		(19,986,863)	(18,210,584)

CONTINGENCIES AND COMMITMENTS

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The annexed notes 1 to 40 form an integral part of these consolidated condensed interim financial statements.

President / Chief Executive

Chief Financial Officer

Director

Director

Director

CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE QUARTER ENDED MARCH 31, 2025

		March 31, 2025	March 31, 2024
	Note	----- (Rupees in '000) -----	
Mark-up / return / interest earned	25	5,931,652	10,750,113
Mark-up / return / interest expensed	26	5,875,117	11,688,313
Net Mark-up / interest income / (expense)		56,535	(938,200)

NON MARK-UP / INTEREST INCOME

Fee and commission income	27	363,539	287,472
Dividend income		633	8
Foreign exchange income		87,922	142,130
Income / (loss) from derivatives		-	-
Gain on securities	28	601,142	175,787
Net gains / (loss) on derecognition of financial assets measured at amortised cost		-	-
Other income	29	4,326	21,036
Total non-markup / interest income		1,057,562	626,433
Total income		1,114,097	(311,767)

NON MARK-UP / INTEREST EXPENSES

Operating expenses	30	2,033,713	1,872,693
Workers welfare fund		-	-
Other charges	31	112	-
Total non-markup / interest expenses		2,033,825	1,872,693

Loss before credit loss allowance		(919,728)	(2,184,460)
-----------------------------------	--	-----------	-------------

Credit loss allowance and write offs - net	32	(201,322)	(1,092,292)
Extra ordinary / unusual items		-	-

LOSS BEFORE TAXATION		(718,406)	(1,092,168)
----------------------	--	-----------	-------------

Taxation	33	144,009	(279,479)
----------	----	---------	-----------

LOSS AFTER TAXATION		(862,415)	(812,689)
---------------------	--	-----------	-----------

----- (Rupee) -----

Basic loss per share	34	(0.13)	(0.12)
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Diluted loss per share	34	(0.13)	(0.12)
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The annexed notes 1 to 40 form an integral part of these consolidated condensed interim financial statements.

President / Chief Executive

Chief Financial Officer

Director

Director

Director

CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER ENDED MARCH 31, 2025

	March 31, 2025	March 31, 2024
	----- (Rupees in '000) -----	
Loss after taxation for the period	(862,415)	(812,689)
Other comprehensive income		
Items that may be reclassified to profit and loss account in subsequent periods:		
Movement in surplus / (deficit) on revaluation of debt investments through FVOCI - net of tax	(909,814)	(633,174)
Items that will not be reclassified to profit and loss account in subsequent periods:		
Movement in surplus on revaluation of property and equipment - net of tax	-	9,383
Movement in surplus / (deficit) on revaluation of equity investments - net of tax	(4,050)	(1,842)
Movement in surplus on revaluation of non-banking assets - net of tax	-	2,321
	(4,050)	9,862
Total comprehensive loss	<u>(1,776,279)</u>	<u>(1,436,001)</u>

The annexed notes 1 to 40 form an integral part of these consolidated condensed interim financial statements.

President / Chief Executive

Chief Financial Officer

Director

Director

Director

CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED MARCH 31, 2025

	March 31, 2025	March 31, 2024
Note	----- (Rupees in '000) -----	
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before taxation	(718,406)	(1,092,168)
Less: Dividend income	(633)	(8)
	<u>(719,039)</u>	<u>(1,092,176)</u>
Adjustments:		
Depreciation on property and equipment	109,399	105,389
Depreciation on right-of-use assets	133,985	136,699
Depreciation on non-banking assets	15,248	16,343
Finance charges on leased assets	128,442	111,531
Amortization	17,012	7,467
Credit loss allowance and write offs - net	(201,322)	(1,091,725)
Gain on forward exchange contracts	(36,074)	(29,238)
Charge for defined benefit plan	21,809	20,162
Charge for employees compensated absences	5,894	6,399
Gain on termination of lease contracts under IFRS 16	(2,562)	-
Gain on sale of property and equipment	(5)	(19,039)
Unrealised (gain) / loss - FVTPL	(2,064)	203
	<u>189,762</u>	<u>(735,809)</u>
	<u>(529,277)</u>	<u>(1,827,985)</u>
Decrease in operating assets		
Lendings to financial institutions	4,730,008	-
Securities classified as FVTPL	(36,391)	8,995
Advances	1,244,020	1,988,828
Others assets (excluding advance taxation)	<u>(719,487)</u>	<u>21,993,692</u>
	<u>5,218,150</u>	<u>23,991,515</u>
Decrease in operating liabilities		
Bills payable	(269,273)	(500,522)
Borrowings from financial institutions	(17,351,213)	(21,901,216)
Deposits	(13,692,444)	2,150,726
Other liabilities (excluding current taxation)	<u>(510,366)</u>	<u>(438,264)</u>
	<u>(31,823,296)</u>	<u>(20,689,276)</u>
Payment on account of staff retirement benefits	(86,691)	(9,224)
Income tax paid	<u>(216,634)</u>	<u>(142,969)</u>
Net cash (used in) / generated from operating activities	<u>(27,437,748)</u>	<u>1,322,061</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Net Investments in securities classified as FVOCI	25,912,722	2,197,267
Dividend received	633	8
Investments in property and equipment	(29,621)	(69,751)
Investments in intangible assets	(4,116)	(22,659)
Proceeds from sale of property and equipment	5	19,914
Net cash generated from investing activities	<u>25,879,623</u>	<u>2,124,779</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Payments of lease obligations against right-of-use assets	(207,033)	(160,494)
Net cash used in financing activities	<u>(207,033)</u>	<u>(160,494)</u>
(Decrease) / increase in cash and cash equivalents	<u>(1,765,158)</u>	<u>3,286,346</u>
Cash and cash equivalents at beginning of the year	19,823,400	15,060,968
Cash and cash equivalents at end of the period	<u>18,058,242</u>	<u>18,347,314</u>

The annexed notes 1 to 40 form an integral part of these consolidated condensed interim financial statements.

President / Chief Executive

Chief Financial Officer

Director

Director

Director

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED MARCH 31, 2025

1. STATUS AND NATURE OF BUSINESS

1.1 The Group comprises of:

1.1.1 Holding Company: Bank Makramah Limited

Bank Makramah Limited (the Bank), is a banking company incorporated in Pakistan on December 09, 2005 as a public company limited by shares under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The Bank's registered office is situated at Plot No. 9-C, F-6 Markaz, Supermarket, Islamabad, Pakistan and its principal office is situated at Summit Tower, Plot No. G-2, Block 2, Scheme 5, Clifton, Karachi, Pakistan.

The Bank is engaged in banking services as described in the Banking Companies Ordinance, 1962 and is operating through its 150 Conventional Banking Branches and 12 Islamic Banking Branches (December 31, 2024: 150 Conventional Banking Branches and 12 Islamic Banking Branches) in Pakistan.

In 2019, VIS Credit Rating Company Limited suspended the Bank's medium to long-term rating of 'BBB -' (Triple B Minus) and its short-term rating of 'A-3' (A-Three). The Bank has initiated the rating process with VIS Credit Rating Company Limited and requested the State Bank of Pakistan (SBP) to allow completion of the credit rating exercise by August 31, 2025.

VIS Credit Rating Company Limited has issued a new rating scale for Tier-2 capital instruments. Consequently, the Bank's TFC rating has been adjusted to 'B' (Single B) with a 'Rating Watch-Negative' outlook, as stated in their press release dated June 27, 2023. Previously, the Bank's TFC rating was assigned 'D' (Default) due to non-payment of its latest mark-up payment on account of lock-in clause invoked by the Bank under the applicable Regulations of SBP.

1.1.2 Subsidiary

Summit Capital Private Limited - 100 % Shareholding

SCPL, the subsidiary company was incorporated in Pakistan on March 08, 2006 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The subsidiary company is a corporate member / TREC holder of Pakistan Stock Exchange Limited and Pakistan Mercantile Exchange Limited. The principal activities of the subsidiary company are equity and money market brokerage, interbank foreign exchange brokerage, commodity brokerage and research. The registered office of the Subsidiary is situated at 504-506, 5th Floor, Balad Trade Centre III, Plot # D-75, Block 7, Clifton, Karachi. The Group acquired interest in SCPL by virtue of amalgamation of Atlas Bank Limited.

1.2 During the quarter ended, the Group has incurred a net loss of Rs. 862.415 million resulting in accumulated losses of Rs. 53,523.739 million and negative equity of Rs. 19,986.863 million. As per the applicable laws and regulations, the Group is required to maintain Minimum Paid-up Capital (net of losses) (MCR) of Rs. 10 billion, Capital Adequacy Ratio (CAR) at 11.50% (inclusive of Capital Conservation Buffer of 1.50%), Leverage Ratio (LR) at 3.00%, Liquidity Coverage Ratio (LCR) at 100% and Net Stable Funding Ratio (NSFR) at 100% as of March 31, 2025. However, the paid up capital of the Group (net of losses), CAR and LR are negative.

The aforementioned conditions indicate the existence of material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern and, therefore, the Group may be unable to realize its assets and discharge its liabilities in the normal course of business. However, the Group is making its best efforts to comply with the applicable capital requirements and has successfully increased its capital. The management has prepared a business plan, which has been approved by the Board. This plan aims to improve the Group's capital base and risk absorption capacity, achieve compliance with applicable regulatory requirements and provide impetus to its future growth initiatives. The key assumptions considered in the business plan are as follows:

- Injection of capital;

- Sale of a portion of self-constructed property on the plot of land bearing No. G-2, Block 2, Scheme No: 5;
- Reaping benefits from the expected growth of Islamic finance in Pakistan since the Group will speed-up the implementation process of its earlier decision of conversion to a full-fledged Islamic bank;
- Recoveries from non-performing advances through strenuous and focused recovery efforts;
- Reduction in overall level of non-earning assets held by the Group;
- Identifying opportunities for rationalization of the cost structure;
- Improvement in the risk management and technological infrastructure of the Group to support the business plan;
- Investments / exposures in safe avenues for achieving solid growth in the core business income; and
- Income generation through avenues for mark-up income and non-mark up income.

The Board of Directors in their meeting held on November 28, 2024, have approved the Scheme of Arrangement for the restructuring of the Bank ("Restructuring Scheme") subject to:

- i) Procurement of all applicable regulatory, corporate and shareholders' approvals; and
- ii) Sanction of the Restructuring Scheme by the Honorable High Court of Islamabad under Sections 279 to 283 and 285(8) of the Companies Act, 2017.

The broad terms of the Restructuring Scheme are as follows:

- i) Global Haly Development Limited (GHDL) shall be amalgamated into the Bank;
- ii) TFC redemption amount (as defined in the Restructuring Scheme) shall be settled and paid through the issuance and allotment of fully paid ordinary shares of the Group to TFC holders; and
- iii) Share capital of the Group shall be reduced through cancellation of the share capital unrepresented by available assets.

Furthermore, the shareholders in their Extraordinary General Meeting (EOGM) held on December 26, 2024 approved the Restructuring Scheme.

The TFC Holders of the Group in their Extra Ordinary General Meeting (EOGM) held on January 21, 2025 decided to continue as TFC Holders. However, the Restructuring Scheme will continue as already approved by the shareholders.

Furthermore, the Group has filed a settlement application before the relevant court, for the recovery of non performing loans (NPLs) owned by various companies of the Omni Group and its affiliated entities dated January 22, 2025. The Court has graciously issued a decree in favour of the Group affirming its right to recover approximately Rs 10 billion, which will now be recoverable under the agreed term of the settlement.

2. BASIS OF PRESENTATION

2.1 STATEMENT OF COMPLIANCE

These consolidated condensed interim financial statements represent financial statements of the Holding Company - Bank Makramah Limited and its subsidiary. The assets & liabilities of subsidiary have been consolidated on a line-by-line basis and the investment held by the holding company is eliminated against the corresponding share capital of the subsidiary in these consolidated condensed interim financial statements.

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

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

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

The SBP, vide its BSD Circular Letter no. 10 dated August 26, 2002 has deferred the applicability of International Accounting Standard (IAS) 40, 'Investment Property' for banking companies till further instructions. Moreover, SBP vide BPRD Circular no. 4 of 2015, dated February 25, 2015 has deferred the applicability of Islamic Financial Accounting Standards (IFAS) 3, Profit and Loss Sharing on Deposits. Accordingly, the requirements of these standards have not been considered in the preparation of these consolidated financial statements.

2.3 Basis of consolidation

Subsidiaries are entities controlled by the Group. Control exists when the Group is exposed, or has rights, to variable returns from its investment with investee and has the ability to effect these return through its power over the investee.

These consolidated financial statements incorporate the financial statements of subsidiary from the date that control commences until the date that control ceases.

Non-controlling interests are that part of the net results of operations and of net assets of subsidiary attributable to the interest which are not owned by the Group. Material intra-group balances and transactions are eliminated.

2.4 Key financial figures of the Islamic banking branches are disclosed in note 40 to these consolidated condensed interim financial statements.

2.5 The disclosures made in these consolidated condensed interim financial statements have been limited based on the format prescribed by the SBP vide BPRD Circular Letter No. 2 dated February 09, 2023 and IAS 34 'Interim Financial Reporting' and do not include all the information and disclosures required for annual consolidated financial statements and should be read in conjunction with the consolidated financial statements for the year ended December 31, 2024.

2.6 Standards, interpretations of and amendments to published approved accounting standards that are effective in the current period

There are certain new standards and interpretations of and amendments to existing accounting and reporting standards that have become applicable to the Group for accounting periods beginning on or after January 01, 2025. These are considered either not to be relevant or not to have any significant impact on the Group's operations and therefore are not detailed in these consolidated financial statements.

2.7 Standards, interpretations of and amendments to published approved accounting standards that are not yet effective

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Group's accounting periods beginning on or after January 01, 2026 but are considered not to be relevant or will not have any material effect on the Group's financial statements 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 the financial statements.
- amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

2.8 Critical accounting estimates and judgements

The basis for accounting estimates adopted in the preparation of these consolidated condensed interim financial statements is the same as that applied in the preparation of the consolidated financial statements for the year ended December 31, 2024.

3. BASIS OF MEASUREMENT

3.1 Accounting convention

These consolidated condensed interim financial statements have been prepared under the historical cost convention except for:

- Certain item of property and equipment and non-banking assets acquired in satisfaction of claims are stated at revalued amounts less accumulated depreciation / impairment.
- Investments classified as FVTPL and FVOCI are measured at fair value.
- Commitments in respect of forward exchange contracts, which are measured at fair value.
- Right-of-use assets and their related lease liabilities, which are measured at their present value adjusted for depreciation, interest cost and lease repayments.
- Net obligation in respect of defined benefit scheme, which is measured at their present value.

3.2 Functional and Presentation Currency

These consolidated condensed interim financial statements are presented in Pakistani Rupees, which is the Group's functional and presentation currency.

The amounts are rounded off to the nearest thousand rupees except as stated otherwise.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of these consolidated condensed interim financial statements are consistent with those followed in the preparation of the consolidated financial statements for the year ended December 31, 2024.

5. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Group are consistent with those disclosed in the consolidated financial statements for the year ended December 31, 2024.

6. CASH AND BALANCES WITH TREASURY BANKS

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
----- (Rupees in '000) -----		
In hand		
Local currency	4,038,615	5,013,446
Foreign currency	218,566	312,345
	4,257,181	5,325,791
With State Bank of Pakistan in		
Local currency current account	10,084,966	11,895,205
Foreign currency current account	403,997	417,268
Foreign currency deposit account	548,846	628,589
	11,037,809	12,941,062
With National Bank of Pakistan in Local currency current account	396,272	75,693
Prize bonds	12,943	9,611
Less: Credit loss allowance held against cash and balances with treasury banks	-	-
Cash and balances with treasury banks - net of credit loss allowance	15,704,205	18,352,157

7. BALANCES WITH OTHER BANKS

In Pakistan		
In current account	18,883	9,335
In deposit account	1,974	318
	20,857	9,653
Outside Pakistan		
In current account	2,259,117	1,387,894
In deposit account	79,095	78,639
	2,338,212	1,466,533
Less: Credit loss allowance held against balances with other banks	(1,782)	(1,086)
Balances with other banks - net of credit loss allowance	2,357,287	1,475,100

8. LENDINGS TO FINANCIAL INSTITUTIONS

Reverse repo agreements	-	2,936,730
Bai Muajjal receivable		
- with State Bank of Pakistan	4,967,846	4,761,124
Musharakah	-	2,000,000
	4,967,846	9,697,854
Less: Credit loss allowance held against lending to financial institutions	-	(667)
Lendings to financial institutions - net of credit loss allowance	4,967,846	9,697,187

8.1 Lending to FIs- Particulars of credit loss allowance

		(Un-audited) March 31, 2025		(Audited) December 31, 2024	
		Lending	Credit loss allowance held	Lending	Credit loss allowance held
----- (Rupees in '000) -----					
Domestic					
Performing	Stage 1	4,967,846	-	9,697,854	667
Under performing	Stage 2	-	-	-	-
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
Total		4,967,846	-	9,697,854	667

9. INVESTMENTS

9.1 Investments by type:

Classified / Measured at FVTPL

Shares

- Fully paid up ordinary shares - Listed

36,391 - 2,064 38,455 - - - -

Debt Instruments

Classified / Measured at FVOCI

Federal Government Securities

- Market Treasury Bills
- Pakistan Investment Bonds
- GoP Ijarah Sukuks

	March 31, 2025 (Un-audited)			December 31, 2024 (Audited)			
Cost / Amortised cost	Credit loss allowance for diminution	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Credit loss allowance for diminution	Surplus / (Deficit)	Carrying Value
35,441	-	92	35,533	31,480,645	-	(1,868)	31,478,777
94,535,022	-	(38,608)	94,496,414	96,791,543	-	530,014	97,321,557
50,604,890	-	(88,602)	50,516,288	42,768,327	-	913,383	43,681,710
1,065,857	(1,065,857)	-	-	1,094,014	(1,094,014)	-	-
2,477,408	(200,307)	-	2,277,101	2,496,811	(200,310)	-	2,296,501
148,718,618	(2,666,164)	(127,118)	147,325,336	174,631,340	(1,294,324)	1,441,529	174,778,545

Non Government Debt Securities

- Term Finance Certificates
- Sukuk Bonds

Equity Instruments

Classified / Measured at FVOCI

(Non-Reclassifiable)

Shares

- Fully paid up ordinary shares - Listed
- Fully paid up ordinary shares - Unlisted
- Preference shares - Unlisted

	March 31, 2025 (Un-audited)			December 31, 2024 (Audited)			
Cost / Amortised cost	Credit loss allowance for diminution	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Credit loss allowance for diminution	Surplus / (Deficit)	Carrying Value
28,807	-	40,109	68,916	128,713	-	(55,760)	72,953
108,037	(100,906)	-	7,131	8,131	(1,000)	-	7,131
598,058	(598,058)	-	-	598,058	(598,058)	-	-
-	-	-	-	-	-	-	-
734,902	(698,964)	40,109	76,047	734,902	(599,058)	(55,760)	80,084

Units of mutual funds - Listed

Total Investments

149,489,911	(1,965,128)	(84,945)	147,439,838	175,366,242	(1,893,382)	1,385,769	174,858,629
-------------	-------------	----------	-------------	-------------	-------------	-----------	-------------

(Un-audited) (Audited)
March 31, December 31,
2025 2024
----- (Rupees in '000) -----

9.1.1 Investments given as collateral

Market Treasury Bills

Pakistan Investment Bonds

-	26,932,590
75,264,080	60,179,940
75,264,080	87,112,530

9.2 Credit loss allowance for diminution in value of investments

Opening balance

1,893,382 1,899,158

Impact of reclassification on adoption of IFRS 9

- (99,906)

Other adjustments

99,906 103,820

Charge / reversals

Charge for the period / year

Reversals for the period / year

-	310
(28,160)	-
(28,160)	310

Closing balance

1,965,128 1,893,382

9.3 Particulars of credit loss allowance against debt securities

Domestic

- Performing Stage 1
- Underperforming Stage 2
- Non-performing Stage 3
- Loss

	March 31, 2025 (Un-audited)		December 31, 2024 (Audited)
Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
-	-	-	-
2,277,408	307	2,296,811	310
1,265,857	1,265,857	1,294,014	1,294,014
3,543,265	1,266,164	3,590,825	1,294,324

10. ADVANCES

Note	Performing		Non Performing		Total	
	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
	March 31, 2025	December 31, 2024	March 31, 2025	December 31, 2024	March 31, 2025	December 31, 2024
(Rupees in '000)						
Loans, cash credits, running finances, etc.	11,079,539	11,672,297	33,758,688	33,873,690	44,838,227	45,545,987
Islamic financing and related assets	2,035,915	2,346,432	276,632	275,641	2,312,547	2,622,073
Bills discounted and purchased	393,992	620,726	38,353	38,353	432,345	659,079
Advances - gross	13,509,446	14,639,455	34,073,673	34,187,684	47,583,119	48,827,139
Credit loss allowance						
- Stage 1	(154,069)	(24,950)	-	-	(154,069)	(24,950)
- Stage 2	(60,056)	(206,817)	-	-	(60,056)	(206,817)
- Stage 3	-	-	(32,889,150)	(33,021,294)	(32,889,150)	(33,021,294)
	(214,125)	(231,767)	(32,889,150)	(33,021,294)	(33,103,275)	(33,253,061)
Advances - net of credit loss allowance	13,295,321	14,407,688	11,84,523	1,166,390	14,479,844	15,574,078

		(Un-audited)	(Audited)
		March 31, 2025	December 31, 2024
		(Rupees in '000)	
10.1 Particulars of advances (Gross)			
In local currency		47,238,694	48,378,121
In foreign currencies		344,425	449,018
		47,583,119	48,827,139

10.2 Advances include Rs. 34,073.673 million (December 31, 2024: Rs. 34,187.684 million) which have been placed under non-performing / Stage 3 status as detailed below:-

Category of Classification		(Un-audited)	(Audited)		
		March 31, 2025	December 31, 2024	Non performing loans	Credit loss allowance
(Rupees in '000)					
Domestic					
Other Assets Especially Mentioned (OAEM)		4,317	531	13,227	5,141
Substandard		23,891	10,251	2,445	1,834
Doubtful		25,305	1,654	57,747	16,977
Loss		34,020,160	32,877,245	34,114,265	33,002,483
Total		34,073,673	32,889,681	34,187,684	33,026,435

10.3 Particulars of credit loss allowance

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
(Rupees in '000)								
Opening balance	24,950	206,817	33,021,294	33,253,061	3,939	1,390	34,211,166	34,216,495
Impact of adoption of IFRS 9	-	-	-	-	48,506	89,648	535,484	673,638
Charge for the period / year	131,549	18,492	172,990	323,031	8,349	178,502	436,781	623,632
Reversals for the period / year	(2,430)	(165,253)	(302,946)	(470,629)	(35,844)	(62,723)	(1,994,614)	(2,093,181)
	129,119	(146,761)	(129,956)	(147,598)	(27,495)	115,779	(1,557,833)	(1,469,549)
Amounts written off	-	-	(2,188)	(2,188)	-	-	(167,523)	(167,523)
Closing balance	154,069	60,056	32,889,150	33,103,275	24,950	206,817	33,021,294	33,253,061

10.4 Advances - Particulars of credit loss allowance

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
(Rupees in '000)								
Opening balance	24,950	206,817	33,021,294	33,253,061	52,445	91,038	34,746,650	34,890,133
New Advances	859	21	517,800	518,680	15,517	15,662	324,399	355,578
Advances derecognised or repaid	(1,875)	(7,464)	(645,391)	(654,730)	(41,894)	(32,800)	(687,063)	(761,757)
Transfer to stage 1	146,169	(18,128)	-	128,041	847	(37,780)	(536)	(37,469)
Transfer to stage 2	(16,026)	(109,999)	-	(126,025)	(1,959)	171,791	(814,227)	(644,395)
Transfer to stage 3	(8)	(11,191)	(2,365)	(13,564)	(6)	(1,094)	(380,406)	(381,506)
	129,119	(146,761)	(129,956)	(147,598)	(27,495)	115,779	(1,557,833)	(1,469,549)
Amounts written off	-	-	(2,188)	(2,188)	-	-	(167,523)	(167,523)
Closing balance	154,069	60,056	32,889,150	33,103,275	24,950	206,817	33,021,294	33,253,061

10.5 Advances - Category of classification

Advances - Category of classification		(Un-audited) March 31, 2025		(Audited) December 31, 2024	
		Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
		----- (Rupees in '000) -----			
Performing	Stage 1	12,755,195	154,018	12,553,675	24,950
Underperforming	Stage 2	754,251	59,576	2,004,647	201,676
Non-Performing					
Other Assets Especially Mentioned	Stage 1 & 2	4,317	531	13,227	5,141
Substandard	Stage 3	23,891	10,251	2,445	1,834
Doubtful	Stage 3	25,305	1,654	57,747	16,977
Loss	Stage 3	34,020,160	32,877,245	34,195,398	33,002,483
Total		47,583,119	33,103,275	48,827,139	33,253,061

11. PROPERTY AND EQUIPMENT

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
		(Rupees in '000)	
PROPERTY AND EQUIPMENT	Note		
Capital work-in-progress	11.1	36,419	48,217
Property and equipment		6,955,927	7,024,034
		6,992,346	7,072,251

11.1 Capital work-in-progress

Civil works and related payments / progress billings	2,500	14,866
Advances and other payments to suppliers and contractors	33,919	33,351
Advances and other payments against capital work in progress considered doubtful	1,155,814	1,155,814
Less: Provision held there against	(1,155,814)	(1,155,814)
	-	-
	36,419	48,217

11.2 Additions to property and equipment

The following additions have been made to property and equipment during the period:

Capital work-in-progress - net	(11,798)	(11,537)
Property and equipment		
Building improvements	22,619	20,804
Furniture and fixture	6,251	2,119
Electrical, office and computer equipment	12,549	58,366
	41,419	81,289
	29,621	69,752

11.3 Disposal of property and equipment

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

Property and equipment		
Building improvements	7	-
Furniture and fixture	-	194
Electrical, office and computer equipment	-	681
	7	875

12. RIGHT-OF-USE ASSETS

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
	Note	----- (Rupees in '000) -----	
At January 01,			
Cost		4,316,299	4,397,989
Accumulated depreciation		(1,715,028)	(1,676,784)
Net carrying amount		2,601,271	2,721,205
Additions during the period / year		197,891	611,610
Modifications during the period / year	20	5,193	(14,051)
Deletions during the period / year			
Cost		(99,688)	(679,249)
Accumulated depreciation		94,323	503,349
		(5,365)	(175,900)
Depreciation Charge for the period / year	30	(133,985)	(541,593)
Closing net carrying amount		2,665,005	2,601,271

13. INTANGIBLE ASSETS

Capital work-in-progress	13.1	73,450	69,334
Intangible assets in use	13.2	247,252	264,265
		320,702	333,599

13.1 Capital work-in-progress

Advances to suppliers and contractors		73,450	69,334
Advances against capital work in progress considered doubtful		142,522	142,522
Less: Provision held there against		(142,522)	(142,522)
		-	-
		73,450	69,334

13.2 Intangible assets in use

Computer softwares		244,752	261,765
Trading rights entitlement certificate		2,500	2,500
		247,252	264,265

13.3 Additions to intangible assets

The following additions have been made to intangible assets during the period:

Capital work-in-progress - net		4,116	(20,064)
Directly purchased		-	42,723
Total		4,116	22,659

13.4 There were no disposals in intangible assets during the current and prior period.

14. DEFERRED TAX ASSETS

Deductible temporary differences on

- Tax losses carried forward
- Credit loss allowance against advances, off balance sheet etc.
- Remeasurement of advances
- Remeasurement of investment
- Credit loss allowance against investment
- Provision against intangible assets
- Staff compensated absences
- Credit loss against other assets
- Minimum tax
- Alternative Corporate tax

Taxable temporary differences on

- Surplus on revaluation of property and equipment
- Surplus on revaluation of investments
- Unrealized gain on forward exchange contracts
- Surplus on revaluation of property - held for sale
- Surplus on revaluation of non-banking assets
- Accelerated tax depreciation

March 31, 2025 (Un-audited)				
At January 01, 2025	IFRS - 9 transition / reclass impact	Recognised in profit and loss account	Recognised in other comprehensive income	At March 31, 2025
(Rupees in '000)				
16,960,119	-	291,717	-	17,251,836
10,190,603	-	(277,943)	-	9,912,660
161,420	-	12,589	-	174,009
-	-	38,800	-	38,800
795,338	41,961	(11,828)	-	825,471
51,729	-	-	-	51,729
66,982	-	(496)	-	66,486
225,583	-	-	-	225,583
1,137	-	-	-	1,137
325	-	-	-	325
28,453,236	41,961	52,839	-	28,548,036
(1,107,389)	-	10,035	-	(1,097,354)
(563,491)	(41,961)	-	658,820	53,368
(8,795)	-	(6,356)	-	(15,151)
(470,714)	-	-	-	(470,714)
(289,585)	-	2,450	-	(287,135)
(412,425)	-	9,591	-	(402,834)
(2,852,399)	(41,961)	15,720	658,820	(2,219,820)
25,600,837	-	68,559	658,820	26,328,216

December 31, 2024 (Audited)

Deductible Temporary differences on

- Tax losses carried forward
- Credit loss allowance against advances, off balance sheet etc.
- Remeasurement of advances
- Credit loss allowance against Investment
- Provision against intangible assets
- Staff compensated absences
- Credit loss allowance against other assets
- Minimum tax
- Alternative Corporate tax

Taxable Temporary Differences on

- Surplus on revaluation of property and equipments
- Surplus on revaluation of investments
- Unrealized gain on forward exchange contracts
- Surplus on revaluation of property - held for sale
- Surplus on revaluation of non-banking assets
- Accelerated tax depreciation

At January 01, 2024	IFRS - 9 transition / reclass impact	Recognised in profit and loss account	Recognised in other comprehensive income	At December 31, 2024
(Rupees in '000)				
15,515,748	-	1,444,371	-	16,960,119
9,002,927	282,928	904,748	-	10,190,603
-	138,734	22,686	-	161,420
736,771	(38,963)	97,530	-	795,338
48,034	-	3,695	-	51,729
54,578	-	12,404	-	66,982
166,759	45,995	12,829	-	225,583
833	-	304	-	1,137
3,048	-	(2,723)	-	325
25,528,698	428,694	2,495,844	-	28,453,236
(1,074,691)	-	49,971	(82,669)	(1,107,389)
(116,362)	38,963	-	(486,092)	(563,491)
(10,047)	-	1,252	-	(8,795)
(437,092)	-	-	(33,622)	(470,714)
(313,821)	-	48,563	(24,327)	(289,585)
(376,876)	-	(35,549)	-	(412,425)
(2,328,889)	38,963	64,237	(626,710)	(2,852,399)
23,199,809	467,657	2,560,081	(626,710)	25,600,837

- 14.1 The net deferred tax asset has been recognized in accordance with the Group's accounting policy. The management, based on financial projections, estimates that sufficient taxable profits would be available in future against which the deferred tax asset could be realized. The projections includes certain key assumptions underlying management's estimation of profits (Refer Note 1.2). Any significant change in such assumptions may have effect on the recoverability of deferred tax asset. The management believes that it is probable that the Group would be able to achieve the profits and consequently, the deferred tax amount will be fully realized in future.

15. OTHER ASSETS

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
	Note	----- (Rupees in '000) -----	
Income / mark-up accrued in local currency		6,669,583	5,100,143
Income / mark-up accrued in foreign currency		2,599	2,195
Advances, deposits, advance rent and other prepayments		431,975	514,440
Advance taxation (payments less provisions)		603,172	599,106
Non-banking assets acquired in satisfaction of claims		1,806,603	1,816,017
Branch adjustment account		21,660	62,317
Receivable from other banks against clearing and settlement		310,838	928,275
Mark to market gain on forward foreign exchange contracts		78,573	43,225
Acceptances		532,570	665,551
Stationery and stamps on hand		6,295	6,161
Commission receivable on brokerage		9,260	12,935
Property - held for sale	15.1	3,692,787	3,692,787
Account receivable		124,249	112,072
Others		615,177	556,421
		14,905,341	14,111,645
Less: Credit loss allowance held against other assets	15.2	(890,972)	(890,717)
Other assets (net of credit loss allowance)		14,014,369	13,220,928
Surplus on revaluation of non-banking assets acquired in satisfaction of claims		683,655	689,489
Surplus on revaluation of property - held for sale		1,120,749	1,120,749
Other assets - total		15,818,773	15,031,166

- 15.1 This represents a portion of the Group's self constructed property which has been earmarked for selling in the near future. This property is carried at lower of market value / fair value less cost to sell and carrying amount.

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
		----- (Rupees in '000) -----	
15.2 Credit loss allowance held against other assets			
Income / mark-up accrued in local currency		1,389	1,389
Advances, deposits, advance rent and other prepayments		98,008	98,008
Non-banking assets acquired in satisfaction of claims		360,107	360,107
Commission receivable on guarantees		9,880	9,880
Receivable from Dewan Group		45,310	45,310
Account receivable - sundry claims		212,789	212,534
Receivable from Speedway Fondmetal (Pakistan) Limited		25,694	25,694
Others		137,795	137,795
		890,972	890,717

15.2.1 Movement in credit loss allowance held against other assets

Opening balance	890,717	890,616
Charge for the period / year	255	583
Reversals for the period / year	-	(482)
Amount written off	-	-
Closing balance	890,972	890,717

16. CONTINGENT ASSETS

There were no contingent assets at the balance sheet date.

17. BILLS PAYABLE

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	----- (Rupees in '000) -----	
In Pakistan	1,631,223	1,900,496
Outside Pakistan	-	-
	<u>1,631,223</u>	<u>1,900,496</u>

18. BORROWINGS

Secured

Borrowings from State Bank of Pakistan

- Under export refinance scheme	2,991,550	3,500,350
- Under long-term financing facility	111,169	111,169
- Refinance facility for modernization of SMEs	-	203
- Repurchase agreement borrowings	69,434,050	86,276,260
	<u>72,536,769</u>	<u>89,887,982</u>

Unsecured

Overdrawn nostro accounts	5,032	4,943
	<u>72,541,801</u>	<u>89,892,925</u>

19. DEPOSITS AND OTHER ACCOUNTS

	March 31, 2025 (Un-audited)			December 31, 2024 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	----- (Rupees in '000) -----					
Customers						
Current deposits	33,169,942	1,673,792	34,843,734	39,633,691	1,736,724	41,370,415
Savings deposits	118,238,675	1,550,761	119,789,436	118,080,187	1,483,589	119,563,776
Term deposits	8,376,152	2,800,034	11,176,186	14,407,887	3,184,109	17,591,996
Others	2,230,935	44,059	2,274,994	2,413,801	43,805	2,457,606
	<u>162,015,704</u>	<u>6,068,646</u>	<u>168,084,350</u>	<u>174,535,566</u>	<u>6,448,227</u>	<u>180,983,793</u>
Financial institutions						
Current deposits	168,475	271,523	439,998	236,335	18,133	254,468
Savings deposits	2,964,598	1,889	2,966,487	3,722,272	1,878	3,724,150
Term deposits	471,703	204,772	676,475	699,322	198,021	897,343
Others	-	-	-	-	-	-
	<u>3,604,776</u>	<u>478,184</u>	<u>4,082,960</u>	<u>4,657,929</u>	<u>218,032</u>	<u>4,875,961</u>
	<u>165,620,480</u>	<u>6,546,830</u>	<u>172,167,310</u>	<u>179,193,495</u>	<u>6,666,259</u>	<u>185,859,754</u>

20. LEASE LIABILITIES

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	----- (Rupees in '000) -----	
Opening	3,284,402	3,348,737
Additions during the period / year	191,341	526,673
Deletion during the period / year	(7,927)	(288,948)
Lease payments including interest	(197,432)	(761,843)
Interest expense	128,442	473,834
Modifications	5,193	(14,051)
Closing	<u>3,404,019</u>	<u>3,284,402</u>

201 Liabilities Outstanding

Not later than one year	810,010	792,141
Later than one year and upto five years	1,970,060	1,879,417
Over five years	623,949	612,844
Total at the period end	<u>3,404,019</u>	<u>3,284,402</u>

21. SUBORDINATED DEBT

Issue amount	Rs.1,500,000,000
Issue date	October 27, 2011
Maturity date	October 27, 2022

These TFCs were issued by the Bank on October 27, 2011 for an initial tenure of seven years and maturity date of October 27, 2018. In order to protect the interest of the TFC Holders, the tenure of the TFC together with the payment of applicable redemption amounts were extended for fourth time by the Bank to October 27, 2019, October 27, 2020, October 27, 2021 and October 27, 2022 through the extraordinary resolutions passed by the TFC holders on November 19, 2018, April 10, 2019, November 20, 2019, October 22, 2020 and October 26, 2021. The Bank completed necessary regulatory formalities for these extensions and executed the amended Declaration of Trusts on July 23, 2019, September 23, 2020, July 09, 2021 and August 01, 2022. The final approval of these extensions were approved by the SBP vide its letters dated October 21, 2019, October 21, 2020, October 22, 2021 and October 24, 2022.

Subsequently, approval was granted by the TFC Holders (in their meeting held on October 27, 2022) for extension in the maturity date and associated rescheduling of the coupon payments of the Term Finance Certificate upto October 27, 2023.

In November, 2024 the Board of Directors of Bank Makramah Limited (BML) has initiated the implementation of the BML Restructuring Scheme to ensure the bank's financial viability. The scheme aims to restructure BML's shareholding structure by increasing its equity and reducing overall debt, thereby strengthening its financial health and positioning the bank for sustained growth. Under the proposed scheme, subject to court sanction, the outstanding redemption amount owed to Term Finance Certificate (TFC) holders was to be settled through the issuance and allotment of fully paid ordinary shares of BML.

Following the filing of the scheme, three meetings with TFC holders were held on December 27, 2024, January 13, 2025, and January 21, 2025. In the final meeting, the TFC Holders decided to continue as TFC Holders of Bank Makramah Limited and unanimously resolved to extend the maturity period of the TFCs to 27th October 2025, subject to State Bank of Pakistan (SBP) approval, and resolved that the next meeting would be held on 14th October 2025, two weeks before the revised maturity date.

Rating	'B' (Single B).
Security	Unsecured.
Redemption / profit payment frequency	The redemption / profit payment details are mentioned in the above maturity date clause.
Mark up	Base rate (6 months KIBOR - ask side) plus 325 bps.
Call option	The Bank had an option to call the TFC's subject to SBP's prior written approval, on any profit payment date after the 60th month from the last day of public subscription, with not less than 30 days prior notice to be given to the Trustee. The Call option once announced will not be revocable. Further, no premium will be paid to the TFC Holders in case the call option is exercised by the Bank.
Lock-in-clause	Neither interest nor principal can be paid (even at maturity) if such payments will result in a shortfall in the Bank's Minimum Capital Requirements (MCR) or Capital Adequacy Ratio (CAR) or increase in the existing shortfall in MCR and CAR.

22. OTHER LIABILITIES

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
Note	----- (Rupees in '000) -----	
Mark-up / return / interest payable in local currency	2,509,857	2,811,708
Mark-up / return / interest payable in foreign currencies	1,978	26,304
Unearned income	31,552	89,152
Accrued expenses	163,449	172,290
Advance against sale of property	237,088	211,103
Acceptances	532,570	665,551
Unclaimed dividends	2,213	2,213
Mark to market loss on forward foreign exchange contracts	42,499	22,284
Payable to defined benefit plan	21,509	79,541
Charity fund balance	77	2,156
Security deposits against lease	135,499	135,418
Payable to Bangladesh Bank	41,389	41,389
Payable to Rupali Bank - Bangladesh	16,293	16,293
Payable to vendors / creditors	490,853	440,312
Provision for compensated absences	159,994	160,950
Payable to Bank of Ceylon, Colombo	20,163	20,163
Retention money	433,667	432,621
Workers' welfare fund	13,360	13,360
Withholding taxes and government levies payable	173,889	240,010
Federal excise duty and sales tax payable	14,970	12,988
Commission payable on home remittances	72	72
Account payable	196,867	197,921
Credit loss allowance against off-balance sheet obligations	135,050	160,905
Others	446,199	419,063
	<u>5,821,057</u>	<u>6,373,767</u>

22.1 Credit loss allowance against off-balance sheet obligations

Opening balance	160,905	109,012
Charge for the period / year	11,907	82,629
Reversals for the period / year	(37,762)	(30,736)
	(25,855)	51,893
Amount written off	-	-
Closing balance	<u>135,050</u>	<u>160,905</u>

23. SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS

Surplus / (deficit) on revaluation of		
- Securities measured at FVOCI-Debt	9.1	(127,118)
- Securities measured at FVOCI-Equity	9.1	40,109
- Property and equipment		3,546,151
- Non-banking assets acquired in satisfaction of claims		683,655
- Property - held for sale		1,120,749
		5,263,546
Deferred tax on surplus / (deficit) on revaluation of:		6,766,048
- Securities measured at FVOCI-Debt		53,390
- Securities measured at FVOCI-Equity		(22)
- Property and equipment		(1,097,354)
- Non-banking assets acquired in satisfaction of claims		(287,135)
- Property - held for sale		(470,714)
		(1,801,835)
		<u>3,461,711</u>
		<u>4,334,869</u>

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
	Note	----- (Rupees in '000) -----	
24. CONTINGENCIES AND COMMITMENTS			
-Guarantees	24.1	15,768,823	16,239,036
-Commitments	24.2	97,152,005	116,889,811
-Other contingent liabilities	24.3	21,368,208	21,437,137
		<u>134,289,036</u>	<u>154,565,984</u>
24.1 Guarantees:			
Financial guarantees		20,470	20,470
Performance guarantees		9,452,129	9,857,474
Other guarantees		6,296,224	6,361,092
		<u>15,768,823</u>	<u>16,239,036</u>
24.2 Commitments:			
Documentary credits and short-term trade-related transactions			
- letters of credit		12,709,824	8,381,574
Commitments in respect of:			
- forward foreign exchange contracts	24.2.1	7,936,897	14,791,974
- forward lending	24.2.2	6,181,083	6,533,187
Commitments for acquisition of:			
- property and equipment		716,847	816,027
- intangible assets		173,304	90,789
Other commitments	24.2.3	69,434,050	86,276,260
		<u>97,152,005</u>	<u>116,889,811</u>
24.2.1 Commitments in respect of forward foreign exchange contracts			
Purchase		5,685,977	9,476,934
Sale		2,250,920	5,315,040
		<u>7,936,897</u>	<u>14,791,974</u>
24.2.2 Commitments in respect of forward lending			
Forward documentary bills		5,419,236	5,273,768
Undrawn formal standby facilities, credit lines and other commitments to lend	24.2.2.1	761,847	1,259,419
		<u>6,181,083</u>	<u>6,533,187</u>
24.2.2.1	These represent commitments that are irrevocable because they cannot be withdrawn at the discretion of the Group without the risk of incurring significant penalty or expense.		
		(Un-audited) March 31, 2025	(Audited) December 31, 2024
		----- (Rupees in '000) -----	
24.2.3 Other commitments			
Purchase (Repo)		<u>69,434,050</u>	<u>86,276,260</u>
24.3 Other contingent liabilities - claims against the Group not acknowledged as debts		<u>21,368,208</u>	<u>21,437,137</u>
24.4 Contingency for tax payable			
Contingency related to tax payable is disclosed in note 33.2 and note 33.3.			

	(Un-audited) Quarter ended	
	March 31, 2025	March 31, 2024
Note ----- (Rupees in '000) -----		
25. MARK-UP / RETURN / INTEREST EARNED		
On:		
Loans and advances	340,925	795,296
Investments	5,337,391	9,896,884
Lendings to financial institutions	240,512	37,943
Balances with banks	12,824	19,990
	<u>5,931,652</u>	<u>10,750,113</u>

26. MARK-UP / RETURN / INTEREST EXPENSED		
On:		
Deposits	3,291,145	5,283,375
Borrowings	2,343,414	6,082,325
Subordinated debt	64,053	94,146
Cost of foreign currency swaps against foreign currency deposits / borrowings	48,063	116,936
Finance cost of lease liability	128,442	111,531
	<u>5,875,117</u>	<u>11,688,313</u>

27. FEE AND COMMISSION INCOME		
Branch banking customer fees	115,660	30,959
Consumer finance related fees	81	481
Card related fees (debit cards)	76,184	48,116
Credit related fees	267	411
Commission on trade	99,696	150,720
Commission on guarantees	31,824	28,746
Commission on cash management	2	5
Commission on remittances including home remittances	1,398	1,607
Commission on bancassurance	-	1,020
Alternate Delivery Channels	7,309	5,977
Commission on brokerage	31,117	19,415
Others	1	15
	<u>363,539</u>	<u>287,472</u>

28. GAIN ON SECURITIES		
Realised	28.1 599,078	175,990
Unrealised - Measured at FVPL	2,064	(203)
	<u>601,142</u>	<u>175,787</u>

28.1 Realised gain on:		
Federal Government Securities	599,078	174,468
Shares	-	1,522
	<u>599,078</u>	<u>175,990</u>
Net gain on financial assets (debt instruments) measured at FVOCI	599,078	174,468
Net gain / loss on investments in equity instruments designated at FVOCI	-	-
	<u>599,078</u>	<u>174,468</u>

29. OTHER INCOME

	(Un-audited) Quarter ended	
	March 31, 2025	March 31, 2024
Note	----- (Rupees in '000) -----	
Rent on property / locker	1,759	1,556
Gain on sale of property and equipment - net	5	19,039
Gain on sale of ijarah assets	-	441
Gain on termination of lease contracts under IFRS 16	2,562	-
	4,326	21,036

30. OPERATING EXPENSES

Total compensation expense	30.1	706,341	668,775
Property expense			
Rent and taxes		20,941	26,322
Insurance - property		1,738	1,776
Insurance - non banking assets		138	254
Utilities cost		103,841	105,562
Security (including guards)		71,418	62,663
Repair and maintenance (including janitorial charges)		58,129	49,045
Depreciation on owned property and equipment		63,697	66,677
Depreciation on right-of-use assets		133,985	136,699
Depreciation on non banking assets		15,248	16,343
		469,135	465,341
Information technology expenses			
Software maintenance		44,007	40,343
Hardware maintenance		34,307	36,907
Depreciation on computer equipments		24,675	18,324
Amortisation of computer softwares		17,012	7,467
Network charges		23,964	24,942
Insurance		1,260	110
		145,225	128,093
Other operating expenses			
Directors' fees and allowances		15,100	9,300
Fees and allowances to Shariah Board		5,925	5,925
Legal and professional charges		63,656	17,951
Outsourced services costs		77,646	78,896
Travelling and conveyance		104,034	117,194
NIFT clearing charges		13,031	8,323
Depreciation		21,027	20,388
Training and development		2,621	1,925
Postage and courier charges		10,670	10,901
Communication		39,027	33,404
Stationery and printing		56,803	40,376
Marketing, advertisement and publicity		14,530	11,138
Brokerage and commission		9,083	9,373
Fee and subscription		64,766	58,724
Cash transportation and sorting charges		34,140	41,003
Entertainment		16,197	18,933
Insurance		43,566	42,838
Deposit insurance premium expense		51,261	45,561
Repair and maintenance		56,499	27,296
Auditors' remuneration		4,380	3,488
Others		9,050	7,547
		713,012	610,484
		2,033,713	1,872,693

		(Un-audited) Quarter ended	
		March 31, 2025	March 31, 2024
301	Total compensation expense	Note ----- (Rupees in '000) -----	
	Fees and allowances etc.	3,418	6,037
	Managerial remuneration		
	i) Fixed	448,537	425,889
	ii) Variable		
	of which:		
	a) Cash bonus / awards etc.	-	-
	b) Incentives and commission	151	205
	Charge for defined benefit plan	21,809	20,162
	Contribution to defined contribution plan	17,111	22,518
	Charge for employees compensated absences	5,894	6,399
	Rent and house maintenance	144,289	128,909
	Utilities	32,064	28,646
	Medical	32,844	29,834
	Employee old age benefit institution	224	176
	Total	706,341	668,775

31. OTHER CHARGES

Penalties imposed by State Bank of Pakistan	112	-
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32. CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET

Credit loss allowance for diminution in value of investments	(28,160)	-
Credit loss allowance / (reversal) against loans and advances	(147,598)	(1,177,541)
Credit loss allowance against other assets	255	(568)
Operational loss	-	1,473
Credit loss allowance against off-balance sheet obligations	(25,855)	83,506
Credit loss allowance against balance with other banks	696	1,405
Credit loss allowance on lending to FI	(667)	-
Property and equipments written off	7	-
Recovery of written off / charged off bad debts	-	(567)
	(201,322)	(1,092,292)

33. TAXATION

Current	33.1 & 33.2	89,598	143,683
Prior years	33.3	122,970	-
Deferred		(68,559)	(423,162)
		144,009	(279,479)

- 33.1 This represents the provision for minimum taxation made in accordance with the requirements of section 113 of the Income Tax Ordinance, 2001. Therefore, reconciliation of tax expense and accounting profit / loss has not been disclosed.

According to ICAP guide dated May 2024, minimum taxes do not qualify as income tax expense under IAS 12 Income Taxes. Instead, they should be accounted for as levy under IFRIC 21 "Levies" and IAS 37 "Provisions, Contingent Liabilities and Contingent Assets". Since the SBP has not officially adopted or communicated any changes to the format of the financial statements (refer note 2.5), no changes have been made to the format of the statement of profit and loss account.

- 33.2 The Income Tax Returns of the Bank and its subsidiary have been submitted up to and including financial year ended December 31, 2023 i.e. tax year 2024.

In respect of assessments of Bank Makramah Limited from tax years 2009 to tax year 2019 and from tax year 2022 to tax year 2023, the tax authorities disputed the Bank's treatment on certain issues and created an additional tax demand (net of rectification) of Rs. 418.48 million through amended assessment orders and the same have been paid / stayed / adjusted against available refunds.

In respect of assessments of Bank Makramah Limited AJK Region from tax year 2013 to tax year 2017, the tax authorities disputed the Bank's treatment on certain issues and created an additional tax demand of Rs. 57.96 million through amended assessment orders and the same have been paid / stayed / adjusted against advance tax paid.

In respect of assessments of ex-My Bank Limited (now Bank Makramah Limited) from tax year 2003 to tax year 2011, the tax authorities disputed the Bank's treatment on certain issues and created additional tax demand of Rs. 456.62 million through amended assessment orders and the same have been paid / adjusted against available refunds.

In respect of assessments of ex-Atlas Bank Limited (now Bank Makramah Limited) from tax year 2003 to tax year 2010, the tax authorities disputed the Bank's treatment on certain issues and created additional tax demand of Rs. 89.74 million through amended assessment orders and the same have been paid / adjusted against available refunds.

Such issues mainly include disallowances of mark up payable, taxation of mutual fund distribution at corporate tax rate, disallowance of provision against non-performing loans, disallowance of reversal of provisions, allocation of expenses against dividend income and capital gain, disallowances against non-banking assets, disallowances of certain HO expenses, addition to mark-up/interest earned in AJK region etc. The Bank has filed appeals before the various appellate forums against these amended assessment orders which are either pending for hearing or order.

The management of the Group is confident about the favorable outcome of the appeals hence, no provision / adjustment with respect to the above matters has been made in these consolidated financial statements.

- 33.3** In pursuance of SRO 1588(I)/2023 dated 21 November 2023, banking companies have been designated to be the 'sector' for the purpose of section 99D of the Income Tax Ordinance 2001, for the tax years 2022 and 2023. The Bank through its legal counsel has challenged the above levy, and the High Court of Sindh, initially suspended the operation of the aforementioned SRO and granted stay to the Bank. Subsequently, the High Court of Sindh respectfully denied the oral motion for suspension with the considered view that grant of the oral motion would militate against the edicts of the Supreme Court. However, the Bank has recorded a prior year charge of Rs 122.970 million in these consolidated financial statements.

34. BASIC AND DILUTED LOSS PER SHARE

	(Un-audited) Quarter ended	
	March 31, 2025	March 31, 2024
Note	(Rupees in '000)	
Loss for the period	(862,415)	(812,689)
	(Number of shares)	
Weighted average number of ordinary shares - Basic	6,622,220,576	6,622,220,576
	(Rupee)	
Basic loss per share	(0.13)	(0.12)
	(Number of shares)	
Weighted average number of ordinary shares - Diluted	6,622,220,576	6,622,220,576
	(Rupee)	
Diluted loss per share	(0.13)	(0.12)

- 34.1** There are no potential ordinary shares outstanding as of March 31, 2025.

35. CASH AND CASH EQUIVALENTS

	(Un-audited) Quarter ended	
	March 31, 2025	March 31, 2024
	----- (Rupees in '000) -----	
Cash and balances with treasury banks excluding credit loss allowance	15,704,205	16,765,993
Balances with other banks excluding credit loss allowance	2,359,069	1,587,599
Overdrawn nostro accounts	(5,032)	(6,278)
	<u>18,058,242</u>	<u>18,347,314</u>

36. FAIR VALUE MEASUREMENTS

The fair value of quoted securities other than those classified as held to maturity, is based on quoted market price. Quoted securities classified as held to maturity are carried at cost. The fair value of unquoted equity securities is determined on the basis of the break-up value of these investments as per their latest available audited financial statements.

The fair value of unquoted debt securities, fixed term loans, other assets, other liabilities, fixed term deposits and borrowings cannot be calculated with sufficient reliability due to the absence of a current and active market for these assets and liabilities and reliable data regarding market rates for similar instruments.

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

36.1 Fair value of financial assets

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

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

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

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

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

March 31, 2025 (Un-audited)				
	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
On balance sheet financial instruments				
Financial assets - measured at fair value				
Investments				
- Federal Government Securities	-	145,048,235	-	145,048,235
- Shares - Listed	107,371	-	-	107,371
- Non Government Debt Securities	-	2,277,101	-	2,277,101
Financial assets - disclosed but not measured at fair value				
Investments				
- Shares - Unlisted	-	-	69,870	69,870
Non-Financial assets - measured at fair value				
Property and equipment (Land and Building)	-	-	6,490,794	6,490,794
Non banking assets acquired in satisfaction of claims	-	-	2,130,970	2,130,970
Off-balance sheet financial instruments - measured at fair value				
Forward purchase of foreign exchange	-	5,723,255	-	5,723,255
Forward sale of foreign exchange	-	2,252,124	-	2,252,124

December 31, 2024 (Audited)				
	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
On balance sheet financial instruments				
Financial assets - measured at fair value				
Investments				
- Federal Government Securities	-	172,482,044	-	172,482,044
- Shares - Listed	72,953	-	-	72,953
- Non Government Debt Securities	-	2,296,501	-	2,296,501
Financial assets - disclosed but not measured at fair value				
Investments				
- Shares - Unlisted	-	-	68,778	68,778
Non-Financial assets - measured at fair value				
Property and equipment (Land and Building)	-	-	6,532,001	6,532,001
Non banking assets acquired in satisfaction of claims	-	-	2,156,761	2,156,761
Off-balance sheet financial instruments - measured at fair value				
Forward purchase of foreign exchange	-	9,495,023	-	9,495,023
Forward sale of foreign exchange	-	5,312,188	-	5,312,188

Valuation techniques used in determination of fair value

Item	Valuation approach and input used
Federal Government Securities-Unlisted	The fair values of Market Treasury Bills (MTB) and Pakistan Investment Bonds (PIB) are determined using the PKRV rates. Floating rate PIBs are revalued using PKFRV rates. The fair values of GOP Ijarah Sukuks are derived using the PKISRV rates.
Federal Government Securities-Listed	The fair value of investment in listed GOP Ijarah Sukuks are valued on the basis of closing quoted market price available at the Pakistan Stock Exchange.
Ordinary shares - Listed	The fair value of investment in listed equity securities are valued on the basis of closing quoted market price available at the Pakistan Stock Exchange.
Ordinary shares - Unlisted	This represents breakup value of investments.
Non-Government Debt Securities	Investments in debt securities (comprising term finance certificates, bonds and any other security issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital) are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan.
Forward foreign exchange contracts	The valuation has been incorporated by interpolating the foreign exchange revaluation rates announced by the SBP.
Property & equipment (land and building) and non-banking assets acquired in satisfaction of claims	The valuation experts used a market based approach to arrive at the fair value of the Bank's properties. The market approach used prices and other relevant information generated by market transactions involving identical or comparable or similar properties. The effect of changes in the unobservable input used in the valuation can not be determined with certainty. Accordingly a qualitative disclosure of sensitivity has not been presented in these consolidated financial statements.

37. SEGMENT INFORMATION

37.1 Segment details with respect to business activities

For the quarter ended March 31, 2025 (Un-audited)

	Corporate, SME & Commercial	Treasury	Retail Banking	Brokerage Business	Others	Total
----- (Rupees in '000) -----						
Profit and Loss						
Net mark-up / return / profit	127,380	3,279,127	(3,191,882)	370	(158,460)	56,535
Inter segment revenue - net	(205,186)	(2,548,968)	4,402,654	-	(1,648,500)	-
Non mark-up / return / interest income	92,734	715,035	211,576	34,616	3,601	1,057,562
Total income	14,928	1,445,194	1,422,348	34,986	(1,803,359)	1114,097
Segment direct expenses	59,386	28,987	1,275,665	30,760	639,027	2,033,825
Inter segment expense allocation	168,595	67,134	332,745	-	(568,474)	-
Total expenses	227,981	96,121	1,608,410	30,760	70,553	2,033,825
Credit loss allowance	(171,235)	(28,189)	(364)	15	(1,549)	(201,322)
(Loss) / profit before tax	(41,818)	1,377,262	(185,698)	4,211	(1,872,363)	(718,406)

As at March 31, 2025 (Un-audited)

	Corporate, SME & Commercial	Treasury	Retail Banking	Brokerage Business	Others	Total
----- (Rupees in '000) -----						
Balance Sheet						
Cash and bank balances	75,479	13,786,915	4,052,575	146,523	-	18,061,492
Investments	-	147,327,234	-	112,604	-	147,439,838
Net inter segment lending	-	-	162,728,598	-	-	162,728,598
Lendings to financial institutions	-	4,967,846	-	-	-	4,967,846
Advances - performing	11,375,626	-	259,240	-	1,660,455	13,295,321
Advances - non-performing	769,713	-	408,904	-	5,906	1,184,523
Others	366,748	6,336,930	3,296,749	214,284	41,910,331	52,125,042
Total assets	12,587,566	172,418,925	170,746,066	473,411	43,576,692	399,802,660
Borrowings	3,080,809	69,439,082	-	21,910	-	72,541,801
Subordinated debt	-	-	-	-	1,495,515	1,495,515
Deposits and other accounts	4,255,985	-	167,911,325	-	-	172,167,310
Net inter segment borrowing	5,069,293	102,609,479	-	-	55,049,826	162,728,598
Others	181,479	370,364	2,834,741	214,137	7,255,578	10,856,299
Total liabilities	12,587,566	172,418,925	170,746,066	236,047	63,800,919	419,789,523
Equity	-	-	-	237,364	(20,224,227)	(19,986,863)
Total equity and liabilities	12,587,566	172,418,925	170,746,066	473,411	43,576,692	399,802,660
Contingencies and commitments	55,271,506	77,370,947	-	-	1,646,583	134,289,036

For the quarter ended March 31, 2024 (Un-audited)

Corporate, SME & Commercial	Treasury	Retail Banking	Brokerage Business	Others	Total
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(Rupees in '000)

Profit and Loss

Net mark-up / return / profit	312,120	3,966,065	(5,032,698)	4,336	(188,023)	(938,200)
Inter segment revenue - net	(290,734)	(4,020,890)	6,915,615	-	(2,603,991)	-
Non mark-up / return / interest income	77,146	325,475	183,907	21,354	18,551	626,433
Total income	98,532	270,650	2,066,824	25,690	(2,773,463)	(311,767)

Segment direct expenses	55,367	24,772	1,229,382	22,754	540,418	1,872,693
Inter segment expense allocation	156,178	53,501	303,781	-	(513,460)	-
Total expenses	211,545	78,273	1,533,163	22,754	26,958	1,872,693

Credit loss allowance	(1,094,601)	1,405	-	-	904	(1,092,292)
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Profit / (loss) before tax	981,588	190,972	533,661	2,936	(2,801,325)	(1,092,168)
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As at December 31, 2024 (Audited)

Corporate, SME & Commercial	Treasury	Retail Banking	Brokerage Business	Others	Total
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(Rupees in '000)

Balance Sheet

Cash and Bank balances	97,877	14,489,632	5,080,103	159,645	-	19,827,257
Investments	-	174,780,413	-	78,216	-	174,858,629
Net inter segment lending	-	-	175,158,643	-	-	175,158,643
Lendings to financial institutions	-	9,697,187	-	-	-	9,697,187
Advances - performing	12,429,126	-	244,359	-	1,734,203	14,407,688
Advances - non-performing	751,450	-	398,884	-	16,056	1,166,390
Others	418,523	4,670,152	3,871,092	269,756	41,409,601	50,639,124
Total Assets	13,696,976	203,637,384	184,753,081	507,617	43,159,860	445,754,918

Borrowings	3,562,820	86,281,203	-	48,902	-	89,892,925
Subordinated debt	-	-	-	-	1,495,515	1,495,515
Deposits and other accounts	4,663,766	-	181,195,988	-	-	185,859,754
Net inter segment borrowing	5,239,190	117,054,728	-	-	52,864,725	175,158,643
Others	231,200	301,453	3,557,093	218,870	7,250,049	11,558,665
Total liabilities	13,696,976	203,637,384	184,753,081	267,772	61,610,289	463,965,502

Equity	-	-	-	239,845	(18,450,429)	(18,210,584)
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Total equity and liabilities	13,696,976	203,637,384	184,753,081	507,617	43,159,860	445,754,918
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Contingencies and commitments	51,857,553	101,068,234	-	-	1,640,197	154,565,984
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37.11 The Group does not have any operations outside Pakistan.

38. RELATED PARTY TRANSACTIONS

The Group has related party transactions with its parent, employee benefit plans and its directors and Key Management Personnel.

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

Details of transactions with related parties during the period / year, other than those which have been disclosed elsewhere in these financial statements are as follows:

	March 31, 2025 (Un-audited)			December 31, 2024 (Audited)		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
	(Rupees in '000)					
Investments						
Opening balance	-	-	552,038	-	-	448,218
Investment made during the period / year	-	-	-	-	-	-
Investment redeemed / disposed off during the period / year	-	-	-	-	-	-
Transfer in / (out) - net	-	-	-	-	-	-
Other adjustment	-	-	-	-	-	103,820
Closing balance	-	-	552,038	-	-	552,038
Credit loss allowance for diminution in value of investments	-	-	552,023	-	-	552,023
Advances						
Opening balance	-	421,468	517,251	-	303,505	671,901
Addition during the period / year	-	33,824	519,760	-	52,070	284
Repaid during the period / year	-	(44,633)	(517,083)	-	(30,556)	(154,934)
Transfer in / (out) - net	-	13,731	-	-	96,449	-
Closing balance	-	424,390	519,928	-	421,468	517,251
Credit loss allowance held against advances	-	72	517,060	-	84	517,060

	March 31, 2025 (Un-audited)			December 31, 2024 (Audited)		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
	(Rupees in '000)					
Other Assets						
Interest / mark-up accrued	-	1,779	1	-	253	-
Advances, deposits, advance rent and other prepayments	-	5,582	-	-	6,105	-
Other receivable	-	-	2,949	-	-	2,949
Credit loss allowance held against other assets	-	-	-	-	-	-
Deposits and other accounts						
Opening balance	1,495	17,811	652,361	109,345	15,625	779,900
Received during the period / year	2,318	155,644	737,266	164,481	551,638	976,468
Withdrawn during the period / year	(2,440)	(128,975)	(189,390)	(163,230)	(548,647)	(1,103,999)
Transfer (out) / in - net	-	988	-	(109,101)	(805)	(8)
Closing balance	1,373	45,468	1,200,237	1,495	17,811	652,361
Other Liabilities						
Interest / mark-up payable	1	12	389	10	16	7,367
Payable to defined benefit plan	-	-	21,509	-	-	79,541
Unearned income	-	-	346	-	-	-
Contingencies and Commitments						
Guarantees, letters of credit and acceptances - net of ECL	-	-	77,613	-	-	77,613

For the quarter ended March 31, 2025(Un-audited) For the quarter ended March 31, 2024(Un-audited)

	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
--	-----------	--------------------------	-----------------------	-----------	--------------------------	-----------------------

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

Income

Mark-up / return / interest earned
Fee and commission income

	-	5941	2	-	5,521	-
	-	-	346	2	-	346

Expense

Mark-up / return / interest expensed

Operating expenses:

- Directors' fees and allowances
- Fee and subscription
- Managerial Remuneration
- Contribution to defined contribution plan
- Charge for defined benefit plan
- Credit loss allowance against loans and advances

	33	118	9,548	5,777	309	35,483
15100		-	-	9,300	-	-
-	-	748	-	-	442	-
-	-	121,125	493	-	104,053	395
-	-	-	17,111	-	-	22,518
-	-	-	21,809	-	-	20,162
-	-	(12)	-	-	-	4

Directors include Non-Executive Directors only. Executive Directors including the President / CEO are part of key management personnel.

**39. CAPITAL ADEQUACY, LEVERAGE RATIO
& LIQUIDITY REQUIREMENTS**

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	----- (Rupees in '000) -----	
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	<u>(23,602,736)</u>	<u>(22,699,616)</u>
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier-1 (CET-1) Capital	<u>(50,386,524)</u>	<u>(48,771,343)</u>
Eligible Additional Tier-1 (ADT-1) Capital	<u>-</u>	<u>-</u>
Total Eligible Tier-1 Capital	<u>(50,386,524)</u>	<u>(48,771,343)</u>
Eligible Tier-2 Capital	<u>-</u>	<u>-</u>
Total Eligible Capital (Tier-1 + Tier-2)	<u>(50,386,524)</u>	<u>(48,771,343)</u>
Risk Weighted Assets (RWAs):		
Credit Risk	33,856,896	40,331,423
Market Risk	4,055,758	7,968,524
Operational Risk	3,800,036	3,800,036
Total	<u>41,712,690</u>	<u>52,099,983</u>
Common Equity Tier-1 Capital Adequacy Ratio	<u>-120.79%</u>	<u>-93.61%</u>
Tier-1 Capital Adequacy Ratio	<u>-120.79%</u>	<u>-93.61%</u>
Total Capital Adequacy Ratio	<u>-120.79%</u>	<u>-93.61%</u>
Leverage Ratio (LR):		
Eligible Tier-1 Capital	(50,386,524)	(48,771,343)
Total Exposures	337,271,696	338,071,184
Leverage Ratio	<u>-14.94%</u>	<u>-14.43%</u>
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	93,595,490	106,854,439
Total Net Cash Outflow	35,229,281	39,122,564
Liquidity Coverage Ratio	<u>265.68%</u>	<u>273.13%</u>
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	109,027,806	119,891,171
Total Required Stable Funding	71,745,696	74,443,071
Net Stable Funding Ratio	<u>151.96%</u>	<u>161.05%</u>

40. ISLAMIC BANKING BUSINESS

The Bank commenced its Islamic Banking Operations in Pakistan on March 07, 2014 and is operating with 12 (December 31, 2024: 12) Islamic banking branches and 31 (December 31, 2024: 31) Islamic banking windows at the end of the period.

STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2025

AS AT MARCH 31, 2025		(Un-audited) March 31, 2025	(Audited) December 31, 2024
	Note	----- (Rupees in '000) -----	
ASSETS			
Cash and balances with treasury banks		2,443,883	3,437,009
Balances with other banks		99,830	96,128
Due from financial institutions	40.1	12,820,375	26,135,485
Investments	40.2	43,202,453	41,317,673
Islamic financing and related assets - net	40.3	2,124,343	2,423,890
Property and equipment		165,809	169,024
Right-of-use assets		162,383	148,382
Intangible assets		-	-
Due from Head Office		-	-
Deferred tax assets		-	-
Other assets		2,032,494	1,688,565
Total Assets		63,051,570	75,416,156
LIABILITIES			
Bills payable		301,369	280,974
Due to financial institutions	40.4	6,427,888	3,135,154
Deposits and other accounts	40.5	41,942,644	47,062,215
Due to Head Office		-	-
Lease liabilities		184,109	158,396
Subordinated debt		-	-
Deferred tax liabilities		43,303	402,987
Other liabilities		6,120,837	16,900,389
		55,020,150	67,940,115
NET ASSETS		8,031,420	7,476,041
REPRESENTED BY			
Islamic Banking Fund		1,000,000	1,000,000
Reserves		-	-
Surplus on revaluation of assets		59,797	556,506
Accumulated losses	40.6	6,971,623	5,919,535
		8,031,420	7,476,041
CONTINGENCIES AND COMMITMENTS	40.7		

**ISLAMIC BANKING BUSINESS
PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2025**

		March 31, 2025	March 31, 2024
	Note	----- (Rupees in '000) -----	
Profit / return earned	40.8	1,885,592	2,040,254
Profit / return expensed	40.9	769,246	1,358,645
Net Profit / return		1,116,346	681,609
Other income			
Fee and commission income		49,350	49,055
Dividend income		-	-
Foreign exchange loss		(54,935)	(10,840)
Income / (loss) from derivatives		-	-
Gain on securities		221,270	143,445
Other income		-	471
Total other income		215,685	182,131
Total income		1,332,031	863,740
Other expenses			
Operating expenses		280,529	276,024
Workers' welfare fund		-	-
Other charges		-	-
Total other expenses		280,529	276,024
Profit before credit loss allowance		1,051,502	587,716
Credit loss allowance and write offs - net		217	7,603
Profit before taxation		1,051,285	580,113
Taxation		-	-
Profit after taxation		1,051,285	580,113

ISLAMIC BANKING BUSINESS
FOR THE QUARTER ENDED MARCH 31, 2025

		March 31, 2025 (Un-audited)			December 31, 2024 (Audited)		
		In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
401	Due from Financial Institutions	(Rupees in '000)					
	Unsecured						
	Bai Muajjal Receivable from State Bank of Pakistan	4,910,585	-	4,910,585	4,761,124	-	4,761,124
	Bai Muajjal Receivable from other Financial Institutions	7,916,916	-	7,916,916	19,374,631	-	19,374,631
	Musharakah	-	-	-	2,000,000	-	2,000,000
		12,827,501	-	12,827,501	26,135,755	-	26,135,755
	Less: Credit loss allowance						
	Stage 1	(7126)	-	(7126)	(270)	-	(270)
	Stage 2	-	-	-	-	-	-
	Stage 3	-	-	-	-	-	-
		(7126)	-	(7126)	(270)	-	(270)
	Due from financial institutions - net of credit loss allowance	12,820,375	-	12,820,375	26,135,485	-	26,135,485

40.11 This represents Bai Muajjal agreements with conventional operations of Bank Makramah Limited and carries profit rate of 12% per annum (December 31, 2024: 10.75% to 14% per annum) and are due to mature latest by June 23, 2025 (December 31, 2024: March 25, 2025).

402 Investments

		March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
		Cost / Amortised cost	Credit loss allowance for diminution	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Credit loss allowance for diminution	Surplus / (Deficit)	Carrying Value
Investments by segments:		(Rupees in '000)							
Debt Instruments									
Federal Government Securities:									
-	GOP Ijarah Sukuks	40,909,268	-	16,084	40,925,352	38,149,499	-	871,673	39,021,172
Non Government Debt Securities									
-	Listed	2,277,408	(307)	-	2,277,101	2,296,811	(310)	-	2,296,501
Total Investments		43,186,676	(307)	16,084	43,202,453	40,446,310	(310)	871,673	41,317,673

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
40.3 Islamic financing and related assets	Note	----- (Rupees in '000) -----	
Ijarah		663,537	595,944
Running Musharakah		248,196	311,863
Diminishing Musharakah		1,125,600	1,112,722
Diminishing Musharakah-IERF		-	300,000
Tijarah		266,517	284,517
Advance against Ijarah		8,697	17,027
Gross Islamic financing and related assets		2,312,547	2,622,073
Less: Credit loss allowance against Islamic financings			
-Stage 1		(26,490)	(718)
-Stage 2		(539)	(34,420)
-Stage 3		(161,175)	(163,045)
		(188,204)	(198,183)
Islamic financing and related assets - net of credit loss allowance		2,124,343	2,423,890

40.4 Due to financial institutions

Secured

Acceptances from the SBP under Islamic Export Refinance Scheme - -

Total secured

Unsecured

Overdrawn nostro accounts 3,427,888 3,135,154
Musharakah 40.4.1 3,000,000 -

Total unsecured 6,427,888 3,135,154

6,427,888 3,135,154

40.4.1 This represented acceptance of funds by Islamic operations of Bank Makramah Limited from conventional operations of Bank Makramah Limited on Musharaka basis.

40.5 Deposits

	March 31, 2025 (Un-audited)			December 31, 2024 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	----- (Rupees in '000) -----					
Customers						
Current deposits	4,853,216	647,645	5,500,861	6,337,338	627,640	6,964,978
Savings deposits	34,131,032	145,860	34,276,892	34,497,595	145,788	34,643,383
Term deposits	1,083,515	160,497	1,244,012	4,247,560	158,840	4,406,400
Others	403,517	-	403,517	461,193	-	461,193
	40,471,280	954,002	41,425,282	45,543,686	932,268	46,475,954
Financial Institutions						
Current deposits	6,349	-	6,349	4,733	-	4,733
Savings deposits	361,013	-	361,013	431,528	-	431,528
Term deposits	150,000	-	150,000	150,000	-	150,000
	517,362	-	517,362	586,261	-	586,261
	40,988,642	954,002	41,942,644	46,129,947	932,268	47,062,215

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
40.6 Accumulated losses	----- (Rupees in '000) -----	
Opening balance	5,919,535	3,435,447
Effect of adoption of IFRS 9	-	(413,535)
Add: Islamic Banking profit for the period / year	1,051,285	2,894,410
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipments to accumulated profit	803	3,213
Closing balance	<u>6,971,623</u>	<u>5,919,535</u>

40.7 CONTINGENCIES AND COMMITMENTS

-Guarantees	4,090,686	4,129,456
-Commitments	9,307,788	9,145,926
-Other contingent liabilities	-	-
	<u>13,398,474</u>	<u>13,275,382</u>

	(Un-audited) March 31, 2025	March 31, 2024
40.8 Profit / Return Earned of Financing, Investments and Placement	----- (Rupees in '000) -----	

Profit earned on:		
Financing	46,831	23,841
Investments	1,327,830	1,989,243
Placements	510,931	27,170
Balances with banks	-	-
	<u>1,885,592</u>	<u>2,040,254</u>

40.9 Profit on Deposits and other Dues Expensed

Deposits and other accounts	733,674	1,291,406
Due to Financial Institutions	26,978	64,078
Finance cost of lease liability	8,594	3,161
	<u>769,246</u>	<u>1,358,645</u>

41. DATE OF AUTHORIZATION OF ISSUE

These consolidated condensed interim financial statements were authorised for issue on April 30, 2025 by the Board of Directors of the Group.

President / Chief Executive

Chief Financial Officer

Director

Director

Director

BRANCH NETWORK

CONVENTIONAL BANKING BRANCHES

KARACHI

Abdullah Haroon Road Branch

282/3, Abdullah Haroon Road Area,
Saddar, Karachi
Tel: 021-35685269, 35685393, 35685940
Fax: 021-35683991

Adamjee Nagar Branch

115-A/Z, Block 7/8, Tipu Sultan Road, Karachi
Tel: 021- 34312984-9
Fax: 021-34312980

Atrium Mall Branch

Shop No. 6 and 21 Ground floor, Plot No. 249,
Atrium Mall, Staff Lines, Zaibunnisa Street,
Saddar, Karachi
Tel: 021-35641001-7
Fax: 021-35641008

Badar Commercial Branch

Plot No. 41-C, Badar Commercial, Street
No. 10, Phase-V Extension, DHA Karachi
Tel: 021-35348501-3
Fax: 021-35348504

Bahadur Shah Center Branch

Bahadur Shah Center, Urdu Bazar,
Off: M.A. Jinnah Road, Karachi
Tel: 021-32768547, 32768559
Fax: 021-32765083

Barkat-e- Hyderi Branch

Almas Square, Block-G, North Nazimabad,
Karachi
Tel: 021-36628931, 36706896-7
Fax: 021-36723165

Burns Road Branch

Plot No. 55-A, Survey Sheet A.M., Artillery
Maidan Quarters (Burns Road), Karachi
Tel: 021-32215174, 75 & 76
Fax: 021-32215289

Clifton Branch

Pearl Heaven Apartments,
Khayaban-e-Roomi, Block No-5,
Clifton, Karachi
Tel: 021-35823469, 35824171, 35823619
Fax: 021-35821463

Cloth Market Branch

41, Saleh Muhammad Street, Cloth Market,
Karachi
Tel: 021-32461601-03 & 32461605
Fax: 021-32461608

Com-3, Clifton Branch

Show Room No. 12, "Com-3", (Opp: Bar B. Q.
Tonight), Block 6, Clifton, Karachi
Tel: 021 - 35148311 - 13
Fax: 021 - 35148314

Defence Branch

55-C, Phase-II, D.H.A, Opp Toyota Motors,
Main Korangi Road, Karachi
Tel: 021-35387809-35396263 - 35312592
Fax: 021-35387810

DHA Phase I Branch

101-C, Commercial Area 'B', Phase-1 DHA,
Karachi
Tel: 021- 35314061, 35314063-67, 35314105
Fax: 021-35314070

DHA Phase IV Branch

Plot # 129, 9th Commercial Street,
Phase IV, DHA, Karachi
Tel: 021-35313068-70
Fax: 021-35313071

Dhoraji Colony Branch

Shop # 1 & 2, Commercial Plot # C-122,
Block-IV, Dhoraji Cooperative Housing
Society, Scheme # 7, Karachi
Tel: 021-34860774

Fish Harbour Branch

K - 3, Export Zone, Adjacent Main Auction
Hall, Fish Harbour, Karachi
PABX: 021-32315383 - 85
Fax: 021-32315386

Garden East Branch

Shop No. 1,2,3,4, 5 & 6, Jumani Centre,
Plot No. 177-B, Garden East, Karachi
Tel: 021-32243311-13
Fax: 021-32243314

Gulistan-e-Jauhar - Branch I

Plot # 118/A-B, Shop # 02, 03, 04,
Ground Floor Ruffi Paradise, Block-18,
Gulistan-e-Jauhar, Karachi
Tel: 021-34621281-4
Fax: 021-34621285

Gulshan-e-Iqbal - Branch II

B-44, Block 13/A, Main University Road,
Gulshan-e-Iqbal, Karachi
Tel: 021-34987688, 34987739-40
Fax: 021-34987689

I. I. Chundrigar Road Branch I - Unitower

Uni Towers, I.I. Chundrigar Road, Karachi
Tel: 021-32466410-13
Fax: 021-32466500

Jami Commercial, DHA Branch

64 C, Jami Commercial Phase VII,
7th Street, DHA, Karachi
Tel: 021-35316200-07
Fax: 021-35316199

Jamshed Quarters Branch

Showroom no. 3 & 4, AB Arcade,
Plot # 714-6-1, Block A, New M.A.
Jinnah Road, Karachi
Tel: 021-34860422-23, 34860425
Fax: 021-34860424

Jodia Bazar - Branch I

A/25/28, Daryalal Street, Jodia Bazar,
Karachi
Tel: 021-32500121-5
Fax: 021-32500128

Khayaban-e-Shahbaz Branch

Plot No. 21-C Khayaban-e-Shahbaz,
Phase VI, DHA, Karachi
Tel: 021-35344952, 353444957 & 35344963
Fax: 021-35344942

Khayaban-e-Tanzeem Branch

C 4-C, Tauheed Commercial,
Khayaban-e-Tanzeem, Phase-5, DHA,
Karachi
Tel: 021-35869147-35810977 & 35871640
Fax: 021-35869342

Korangi Industrial Area Branch

33/1, Sector-15, Korangi Industrial Area,
Karachi
Tel: 021-35114290, 35121294,
35122231-32
Fax: 021-35114282

Khayaban-e-Ittehad Branch

Plot No. 22-C, Khayaban-e-Ittehad,
Phase-VI, DHA, Karachi
Tel: 021-35176607-09

Malir Cantt Branch

Commercial Hall No. 06,
Situated at X - 20, Malir Cantt
(Near AL- Madina Hotel), Karachi
Tel: 021-34196142-44
Fax: 021-34196145

M. A. Jinnah Road Branch

Mezzanine & Ground Floor,
Plot Survey # 19, Street # R.B.6.,
Shop # 3, 4, Ram Bagh Quarters 166,
M.A. Jinnah Road, Karachi
Tel: 021-32218395, 32218409, 32218428
Fax: 021-32218376

Muhammad Ali Society Branch

Plot # 4-C Commercial Area, Muhammad Ali
Co-Operative Housing Society, Karachi
Tel: 021-34168036-37
Fax: 021-34186045

Nagan Chowranghi Branch

Shop/ Showroom #. 1, Plot #. SC-28,
Sector No. 11-H, Situated at North, Karachi
Tel: 021-36991103, 36991104

New Challi Branch

Plot No. 27, Survey No. 27, (New Challi),
Altat Hussain Road, Karachi
Tel: 021 - 32423999 - 32423737
Fax: 021 - 32422051

North Karachi Industrial Area Branch

Plot No. R-14, Gabol Town, North Karachi
Industrial Area, Karachi
Tel: 021-32015919, 36995925 & 36963445
Fax: 021-36975919

North Nazimabad Branch

Shop / Showroom #. 04, Commercial
Plot # B-64, Block-L, North Nazimabad
K.D.A Scheme # - 2, Karachi
PABX # 021-36724992-94
FAX # 021-36724972

Plaza Quarters Branch

Al-Shafi Building Noman Street,
Off: M.A. Jinnah Road, Karachi
Tel: 021-32771515-16-18
Fax: 021-32771517

Rizvia Society Branch

B-12, Rizvia Cooperative Society,
Nazimabad, Karachi
Tel: 021-36600956-57
Fax: 021-36600958

S.I.T.E. Branch

B/9-B/3, Near Metro Chowranghi,
S.I.T.E. Area, Karachi
Tel: 021-32586801-4, 32587166-8
Fax: 021-32586806

Saeedabad Branch

Plot # 1004/1 & 1004-A/1 (5G/102-A &
5G/012-A/2), Saeedabad, Baldia,
Mahajir Camp, Karachi
Tel: 021-32815092-94
Fax: 021-32815095

Safoora Goth Branch

Shop # 01 & 02, Vital Dreams Apartment,
Block-7, Gulistan-e-Jouhar, Main
University Road, Karachi
PABX # 021-34618691-93

Sea View, Clifton Branch

Plot No. G - 2, Block 2, (Ground Floor),
Clifton, Karachi
Tel: 021 - 3572020 - 22
Fax: 021 - 3572023

Shahrah-e-Faisal - Branch II

Business Avenue Block-6, P.E.C.H.S., Karachi
Tel: 021-34386417-18 & 34374476
Fax: 021-34531819

Tariq Road Branch

C-51, Central Commercial Area, Near Pizza
Max Tariq Road, P.E.C.H.S., Karachi
Tel: 021-34556486, 34556682
Fax: 021-34555478

Water Pump Branch

Lateef Square, Block-16, Federal 'B' Area,
Main Water Pump Market, Karachi
Tel: 021-36321387, 36314817
Fax: 021-36314848

LAHORE**Allama Iqbal Town Branch**

56/12, Karim Block, Allama Iqbal Town, Lahore
Tel: 042-35434160-61, 35434163
Fax: 042-35434164

Badami Bagh Branch

25 - Peco Road Badami Bagh Lahore
Tel: 042-37724583, 37720382, 37705036
Fax: 042-37730867

Bahria Town Branch

Plot No. 31 - B, Sector 'C', Bahria Town, Lahore
Tel: 042 - 37862380 - 82
Fax: 042-37862379

Bedian Road Branch

Plot No. 3025/20925, Opposite Askari 11
Main Gate, Main Bedian Road, Lahore Cantt
Tel: 042-37165300-03
Fax: 042-37165304

Cantt Branch

Day building 1482/A, Abdul Rehman Road,
Lahore Cantt
Tel: 042- 36603061-63
Fax: 042-36603065

Circular Road Branch

Babar Centre, 51, Circular Road, Lahore
Tel: 042-37379371 - 75
Fax: 042-37379370

Darogawala Branch

Near Shalimar garden G. T. Road,
Darogawala, Lahore
Tel: 042-36520681-83
Fax: 042-36520684

DHA Phase- VI Branch

Plot No. 53, MB Shabir Sharif Boulevard,
DHA Phase-6, Lahore
Tel: 042-37189650 - 52
Fax: 042-37189653

DHA Phase-VIII Branch

Plaza No. 223, Broadway Commercial,
B-Block, Phase-VIII, DHA, Lahore
Tel: 042-37199915

DHA G Block Branch

Plot # 13 G, Commercial Zone DHA,
Phase-I, Lahore Cantt.
Tel: 042-35691173-78
Fax: 042-35691171

DHA Y Block Branch

163, Block Y, Phase III, DHA, Lahore Cantt
Tel: 042-35692531-36
Fax: 042-35692690

Egerton Road Branch

27-Ajmal House, Egerton Road, Lahore
Tel: 042-36364522, 36364532
Fax: 042-36364542

Empress Road Branch

Plot #. 29, Empress Road, Lahore
Tel: 042-36300670-3
Fax: 042-36310362

Faisal Town Branch

853/D, Akbar Chowk, Faisal Town, Lahore
Tel: 042-35204101-3
Fax: 042-35204104

Ferozepur Road Branch

Siza Farmer Factory, Sufiabad, Lahore
Tel: 042- 35401751-3, 35401754
Fax: 042-35800094

Gulberg Branch

Plot 61, Main Gulberg, Lahore
Tel: 042-35870832-3, 35870975-6
Fax: 042-35870834

Ichra More Branch

House # 146,
Muhallah Ferozpur Road, Ichra More, Lahore
Tel: 042-37572090-93 - 042-37426301
Fax: 042-37572089

Johar Town Branch

Plot 435 G -1 Block, Johar Town Road, Lahore
Tel: 042-35291172-74

Kashmir Block, Allama Iqbal Town Branch

Plot # 1, Kashmir Block,
Allama Iqbal Town Scheme, Lahore
Tel: 042-37809021-24
Fax: 042-37809026

Liberty Market Branch

Shop No.02 & 03, Ground Floor,
Diamond Tower, 28 Commercial Zone,
Liberty Market, Gulberg III, Lahore
Tel: 042- 35717273, 35763308
Fax: 042-35763310

Mall Road Branch

56, Ground Floor,
Shahrah-e-Quaid-e-Azam (The Mall), Lahore
Tel: 042-36284801-3
Fax: 042-36284805

Model Town Branch

14-15, Central Commercial Market,
Model Town, Lahore
Tel: 042-35915540-42 & 35915548
Fax: 042-35915549

New Garden Town Branch

19-A, Ali Block, New Garden Town, Lahore
Tel: 042-35911361-4
Fax: 042-35911365

Wahdat Road Branch

Mauza Ichra, Wahdat Road, Lahore
Tel: 042-37503001-3
Fax: 042-37503004

ISLAMABAD**Bahria Town Branch**

Plot # 3-4, Express Way, Sufiyan Plaza,
Phase VII, Bahria Town, Islamabad
Tel: 051- 5707360 – 63-65
Fax: 051-5707358

Barah Koh Branch

Murree Road, Tehsil / District, Islamabad
Tel: 051- 2321712- 13
Fax: 051-2321714

Blue Area Branch

20 - Al- Asghar Plaza, Blue Area, Islamabad
Tel: 051-2823204, 2872913
Fax: 051-2274276

F-10 Markaz Branch

Plot No. 08, Maroof Hospital, F-10 Markaz,
Islamabad
Tel: 051-2222860-62
Fax: 051-2222863

F-11 Markaz Branch

Plot # 29, Select Center, F-11 Markaz,
Islamabad
Tel: 051-2228027-28
Fax: 051-2228365

G-11 Markaz Branch

Shop #. 25-34, Plot # 23,
Sajid Sharif Plaza, G-11 Markaz, Islamabad
Tel: 051-2220973-6
Fax: 051-2220977

I-9 Markaz Branch

Plot # 3/L, Shops Nos. 6, 7, 13, & 14,
I-9 Markaz, Islamabad
Tel: 051-4449832-35
Fax: 051-4449836

Stock Exchange Branch

Plot # 109, East F-7/G-7, Jinnah Avenue,
Blue Area, Islamabad
Tel: 051-2806281-83
Fax: 051-2806284

Super Market Branch

Shop No. 9, Block - C, F-6 Markaz, Islamabad
Tel: 051-2279168-170 & 051-2824533-34
Fax: 051-2279166

RAWALPINDI**Raja Bazar Branch**

Raja Bazar, Rawalpindi
Tel: 051-5553504, 5557244
& 5777707 - 5534173-5557244
Fax: 051-5559544

Shamsabad Muree Road Branch

DD/29, Shamsabad Murree Road,
Ojri Kalan, Rawalpindi
Tel: 051-4854400, 4854401-03
Fax: 051-4854404

The Mall Road Branch

Shop No. 31-A/4, The Mall Road,
Opp: State Life Bldg., Saddar,
Rawalpindi Cantt
Tel: 051-5564123, 051-5120777-80
Fax: 051-5528148

FAISALABAD**Jail Road Branch**

House No. P-62, opposite Punjab Medical
College, Jail Road, Faisalabad
Tel: 041-8813541-43
Fax: 041-8813544

Kotwali Road Branch

P-12, Kotwali Road, Faisalabad
Tel: 041-2412151-53
Fax: 041-2412154

Liaquat Road Branch

Liaquat Road, Chak # 212, Faisalabad
Tel: 041-2541257-59
Fax: 041-2541255

Satiana Road Branch

679-DGM, Batala Colony, Satiana Road,
Faisalabad
Tel: 041 - 8500569 - 71
Fax: 041 - 8500568

Susan Road Branch

Chak No. 213/RB Susan Road, Faisalabad
Tel: 041-8502367-69
Fax: 041-8502371

MULTAN**Abdali Road Branch**

Plot No. 66-A & 66-B/9, Abdali Road, Multan
Tel: 061-4588171, 4588172 & 4588175-78
Fax: 061-4516762

Hussain Agahi Road Branch

2576, Hussain Agahi Road, Multan
Tel: 061-4548083, 4583268, 4583168
& 4584815
Fax: 061-4543794

Qadafi Chowk Branch

Plot # 43, Block T, New Multan Road,
Qadafi Chowk-Multan
Tel: 061-6770882-84
Fax: 061-6770889

SUKKUR**Marich Bazar Branch**

B - 885, Marich Bazar, Sukkur
Tel: 071-5627781-2
Fax: 071-5627755

Workshop Road Branch

City Survey # 3403/2/1 and C.S # 3403/2M/6,
Ward-B Tooba Tower
Workshop Road, Sukkur
Tel: 071-5616663, 5616664, 5616582
Fax: 071-5616584

GUJRANWALA**GT Road Branch**

B/11-S7/103, G. T. Road, Gujranwala
Tel: 055-3842751-3842729
Fax: 055-3842890

Gujranwala Branch

G.T. Rd., Opp. General Bus Stand, Gujranwala
Tel: 055-3820401-3
Fax: 055-3820404

Wapda Town Branch

Plot # B - III, MM - 53, Hamza Centre,
Wapda Town, Gujranwala
Tel: 055-4800204-06
Fax: 055-4800203

GUJRAT**GT Road Branch**

Small Estate, G. T. Road, Gujrat
Tel: 053-3534208, 3533949
& 3534208
Fax: 053-3533934

Gujrat Branch

Main GT Road Tehsil & Distt., Gujrat
Tel: 053-3517051-54
Fax: 053-3516756

Katchery Chowk Branch

Shop #. 1263 & 1270 B-II,
Katchery Chowk, Opp. Zahoor Elahi Stadium,
Near New Narala Bakers, Gujrat
Tel: 053-3601021-24
Fax: 053-3601025

PESHAWAR**Dargai Branch**

Taj Mall, Near Govt Girls Degree College
Daragi, Distt. Malakand
Tel: 0932-332291, 0932-332292,
0932-332294 & 0932-332295

Deans Trade Center Branch

Deans Trade Centre, Islamia Road,
Peshawar
Tel: 091-5253081 -3 & 5
Fax: 091-5253080

Hayatabad Branch

Sector B-3, Block- A, Commercial Complex
(office Enclave), Phase-V, Hayatabad,
Peshawar
Tel: 091-5822923-25
Fax: 091-5822926

Main University Road Branch

32-A/2, Old Jamrud Road, University Town,
Peshawar
Tel: 091-5850540-41 & 5850548-9
Fax: 091-5850546

Milad Chowk Branch

Milad Chowk, New Gate, Peshawar City
Tel: 091-2550477, 2550466, 2217131
Fax: 091-2550488

QUETTA**Fatima Jinnah Road Branch**

Plot No. Khasra No.134 & 138, Ward No. 19,
Urban # 1, Fatima Jinnah Road, Quetta
Tel: 081-2301094-95
Fax: 081-2301096

Liaquat Bazar Branch
Ainuddin Street, Quetta
Tel: 081-2837300-1
Fax: 081-2837302

M. A. Jinnah Road Branch
2-13/6 Ground Floor,
M.A. Jinnah Road, Quetta
Tel: 081-2865590-95
Fax: 081-2865587

Regal Chowk Branch
Regal Chowk, Jinnah Road, Quetta
Tel: 081-2837028-29
Fax: 081-2825065

ABBOTTABAD

Abbottabad Branch
Ground Floor Shalimar Motors, Ali Plaza,
Near Sethi Masjid, Mansehra Road,
Abbottabad
Tel: 0992-863158, 863148
Fax: 0992-385935

ATTOCK

Hassan Abdal Branch
Survey No. 1269/1624, Khasra No. 1935,
G. T. Road, Hassan Abdal, District Attock
Tel: 057-2520328-331 & 2520320-321

Fateh Jang Branch
Main Rawalpindi Road, Fateh Jang Distt.,
Attock
Tel: 057-2210321-23
Fax: 057-2210324

AZAD KASHMIR

Mirpur Azad Kashmir - Branch I
NS Tower 119 F/1, Kotli Road,
Mirpur, Azad Kashmir
Tel: 05827- 437193-97
Fax: 05827-437192

Mirpur Azad Kashmir Branch II
Ghazi Archade, 6-B/3, Part II,
Allama Iqbal Road, Mirpur,
Azad Kashmir
Tel: 05827-446405, 446407-9
Fax: 05827-446406

Muzzafarabad Branch
49 Garipan Chowk, Domail,
Azad Jammu Kashmir (AJK)
Tel: 05822-924203-5
Fax: 05822-924206

Shaheed Chowk Branch
Deen Plaza, Shaheed Chowk,
Kotli, Azad Kashmir
Tel: 05826-448453-54
Fax: 05826-448455

CHAKWAL

Chakwal Branch
Al- Noor Plaza Sabzi Mandi,
Talagang Road, Chakwal
Tel: 0543-554796, 540650-51
Fax: 0543-554797

Dalwal Branch
Village & Post Office Dalwal, Tehsil
Choha, Saidan Shah, Distt Chakwal
Tel: 0543-582834
Fax: 0543-582842

CHAMMAN

Chamman Branch
Khashra No. 1323 & 2324,
Abdali Bazar, Dola Ram Road, Tehsil Chaman,
District Qila Abdullah, Baluchistan
Tel: 0826- 618137-39
Fax: 0826-618143

DINA

Dina Branch
Mian G.T. Road Dina
Tel: 0544-634471 -3
Fax: 0544-636675

GAWADAR

Gawadar Branch
Plot Askani Hotel, Mullah Faazul Chowk,
Gawadar
Tel: 0864-212144- 212146
Fax: 0864-212147

GILGIT

Gilgit Branch
Khasra # 1103, 1112, 1113, Haji Ghulam
Hussain Building, Raja Bazar Gilgit
Tel: 05811-457366-68
Fax: 05811-457369

HARIPUR

Haripur Branch
Ground Floor, Akbar Arcade,
Main G.T. Road, Haripur
Tel: 0995-610832-34
Fax: 0995-610829

HAZRO

Hazro Branch

Plot # B -386, 386-A, Dawood Centre,
Bank Square, Ziaul Haq Road, Hazro
Tel: 057-2313283 - 85
Fax: 057-2313286

HYDERABAD

Bohri Bazar Hyderabad Branch

41/364, Saddar, Bohri Bazar, Hyderabad
Tel: 022-2730911-14
Fax: 022-2730910

Latifabad No. 7 Branch

Latifabad # 7, 5/D Unit # 7, Hyderabad
Tel: 022-3810524 & 3810525
Fax: 022-3810515

Market Chowk Branch

City Survey# A/852/3 & A/852/4 Ward-A,
Anaaj Market Road, Market Area,
Hyderabad City, Sindh
Tel: 022-2638451-54
Fax: 022-2638450

Qasimabad Branch

Shop No. 23, 24 & 25, Rani Arcade,
Qasimabad, Hyderabad
Tel: 022-2650742-43 & 2652204-5
Fax: 022-2650745

JEHLUM

Jhelum Branch

Property # 1 Survey #. 222 (Part) Dada Bhai
Building, Kazim Kamal Road, Jhelum Cantt
Tel: 0544-720216 - 18
Fax: 0544-720219

KAMOKE

Kamoke - GT Road Branch

Madni Trade Centre, G.T Road, Kamoke
Tel: 055- 6815175-76
Fax: 055-6815184

KASUR

Kasur Branch

Near Pul Qatal Gahri, Kutchery Road, Kasur
Tel: 049-2721993
Fax: 049-2721994

KOT ADDU

Kot Addu Branch

Property # 43, RH, 48/A-49-50, Ward B-III,
Kot Addu District, Muzaffar Garh
Tel: 066-2240206-07
Fax: 066-2240208

LALAMUSA

Lalamusa Branch

G. T. Road, Lalamusa
Tel: 0537 -515694,515699, 515697,519977
Fax: 0537-515685

LARKANA

Larkana Branch

C.S. No. 1808, Pakistan Chowk, Larkana
Tel: 074-4053608-10
Fax: 074-4053611

MANDI BAHAUDDIN

Mandi Bahauddin Branch

Khasra # 143/112, Chak #51,
Bank Road, Off Railway Road,
Ghalla Mandi, Mandi Bahauddin
Tel: 0546-600901, 600903-4-5
Fax: 0546-600902

MANSEHRA

Mansehra Branch

Main Dhangri Chowk, Opposite Garden
Public School, Mansehra
PABX: 0977-391606, 303180
Fax: 0997-303135

MARDAN

The Mall Branch

Plot No. 337, 337-A, The Mall,
Mardan
Tel: 0937-865344-45
Fax: 0937-865342

MIRPURKHAS

Umer Kot Road Branch

Plot No : 988 to 991 Umerkot,
Gharibabad, Mirpur Khas
Tel: 0233- 875113-7
Fax: 0233-875118

MURIDKE - Shekhupura

Muridke Branch

774, G.T. Road Muridke
Tel: 042-37950456,37994711-12
Fax: 042-37994713

NAROWAL

Katchery Road Branch

Katchery Road, Narowal
Tel: 0542-414105-7
Fax: 0542-414089

NAWABSHAH

Nawabshah Branch

Survey No. 77, Masjid Road, Nawabshah
Tel: 0244 - 372042 - 44
Fax: 0244-372045

OKARA

M. A. Jinnah Road Branch

Ghulam Mustafa Centre,
M. A. Jinnah Road, Okara
Tel: 044-2528755, 2525355 & 2551956

RABWAH

Rabwah Branch

Plot No-9-10, Block-14, Darul Sadar,
Gol Bazar, (Chenab Nagar) Rabwah
Tel: 047-6213795-97 & 6213792
Fax: 047-621 3797

RAHIM YAR KHAN

Rahim Yar Khan Branch

31/34 Shahi Road, Rahimyar Khan
Tel: 068-5877821-5883876
Fax: 068-5876776

SADIQABAD

Sadiqabad Branch

Mozzah Khuda Bux Dehar, Macchi Goth,
KLP Road, Sadiqabad
Tel: 068- 5951303 & 5951301-2
Fax: 068-5951300

SAHIWAL

High Street Branch

558/8-1, Navid Plaza, High Street Sahiwal
Tel: 040-4229247, 4221615, 4229247
Fax: 040-4460960

SARGODHA

Sargodha Branch

Queens Road Branch, Sargodha Khawat &
Khatoni #. 112, 114, Khasra No. 108, 108/1,
Soni Pora, Chak No. 47 NB Queens Road,
Sargodha Cantt
Tel: 048-3768113-5

Satellite Town Branch

Satellite Town, Ground Floor,
Afzal Towers, Plot # 302-A,
Main Satellite Town, Sargodha
Tel: 048-3221025-28
Fax: 048-3221029

SHIKARPUR

Shikarpur Branch

C.S. No.22/123/1, Near Hira School,
Opposite GPO Office, Lakhi Gate,
Shikarpur, Sindh
Tel: 0726-522057-59
Fax: 0726-522060

SIALKOT

Kashmir Road Branch

Block 'A', ZHC, Kashmir Road, Sialkot
Tel: 052-3573304-7
Fax: 052-3573310

Paris Road Branch

B1, 16S, 98B
AL Amin Center, Paris Road, Sialkot
Tel: 052-4602712-17
Fax: 052-4598849

Small Industrial Area Branch

Plot No. 32 / A, S.I.E -1,
Small Industrial Estate,
UGOKE Road, Sialkot
Tel: 052-3242690 - 92
Fax: 052-3242695

SWABI

Swabi Branch

Property Bearing No. 3361,
Main Mardan Road, Swabi
Tel: 0938-222968 - 69
Fax: 0938-221572

TANDO ALLAH YAR

Tando Allah Yar Branch

C-1, Survey # 274, Main Road,
Tando Allah Yar
Tel: 022-2763181-83
Fax: 022-2763184

TURBAT

Main Bazar Branch

Main Bazar, Turbat
Tel: 0852-413874 & 411606
Fax: 0852-414048

WAH CANTT

Wah Cantt Branch

Plot No. 17/37, Civic Center,
Aslam Market, Wah Cantt
Tel: 051- 4902238-39 & 4902241
Fax: 051-4902240

ISLAMIC BANKING BRANCHES

KARACHI

Fish Harbour Branch

Plot No. L - 2, Block "L" Fish Harbour,
Dockyard Road, West Wharf, Karachi
PABX: 021-32312166-68
Fax: 021-32312165

Fortune Tower Branch

Showroom # 9, Ground Floor Plot # 43/1-A,
Fortune Towers, P.E.C.H.S, Block-6
Shahrah-e-Faisal, Karachi
PABX: 021-32368002-4
Fax: 021-32368008

I. I. Chundrigar Road Branch II

5-Business & Finance Centre, Opposite
State Bank of Pakistan, Karachi
Tel: 021-32438212, 32472176, 32471796
Fax: 021-32438218

Zamzama Branch

Shop No. 3, 4, 5, 6 & 7, Plot No. 16-C, 2nd
Zamzama Commercial Lane DHA, Karachi
Tel: 021-35373135-7
Fax: 021-35373138

LAHORE

PIA Society Islamic Banking Branch

Plot # 40, Block-D, Main Boulevard PIA
Society, Opp Wapda Town Roundabout,
Lahore
Tel: 042-35189957 - 59
Fax: 042-35210895

CHILAS

Chilas Branch

Khasra No. 02, Bazar Area, Chillas,
District Baltistan
Tel: 05812-450702-3
Fax: 05812-450704

SKARDU

Skardu Branch

Khasra No. 1265/39, Yadgar Chowk,
Tehsil Skardu, District Baltistan
Tel: 05815 - 456693-94
Fax: 05815-456696

ISLAMABAD

DHA Phase-II Branch

Plot No. 23, Iqbal Boulevard, Sector A,
DHA Phase-II, Islamabad
Tel: 051-4918314 -16
Fax: 051-4918317

Naval Anchorage Branch

Plot # 19, Commercial No. 2, Naval Officers
Housing Scheme Anchorage, Islamabad
Tel: 051 - 5159126 - 28
Fax: 051 - 5159129

CHITRAL

Chitral Branch

Attalique Bazar, Bank Square,
Opp: NBP Building, Chitral
Tel: 0943-412536-37
Fax: 0943-414352"

HYDERABAD

DHA Plaza Branch

Shop No. 1 & 2, Block "C", Defence Plaza,
Thandi Sarak, Hyderabad
Tel: 022- 2108474, 2108478
Fax: 022-210847

RAWALPINDI

Bahria Town Branch Phase-IV

Plot # 44-C, STS Mall, Civic Center,
Phase IV, Bahria Town, Rawalpindi
Tel: 051-5733945-46

