

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



**BML** **بنک مکرمہ**  
Bank Makramah Ltd.

**HALF YEARLY REPORT JUNE 2025**



# Table of *Contents*

Corporate Information	02
Brand Ethos	04
Directors' Review	10
Unconsolidated Condensed Interim Financial Statements (Un-audited)	17
Independent Auditors' Review Report to the Members of Bank Makramah Limited - Unconsolidated Condensed Interim Financial Statements	18
Unconsolidated Condensed Interim Statement of Financial Position	20
Unconsolidated Condensed Interim Statement of Profit and Loss Account	21
Unconsolidated Condensed Interim Statement of Comprehensive Income	22
Unconsolidated Condensed Interim Statement of Changes in Equity	23
Unconsolidated Condensed Interim Cash Flow Statement	24
Notes to the Unconsolidated Condensed Interim Financial Statements	25
Consolidated Condensed Interim Financial Statements (Un-audited)	57
Consolidated Condensed Interim Statement of Financial Position	58
Consolidated Condensed Interim Statement of Profit and Loss Account	59
Consolidated Condensed Interim Statement of Comprehensive Income	60
Consolidated Condensed Interim Statement of Changes in Equity	61
Consolidated Condensed Interim Cash Flow Statement	62
Notes to the Consolidated Condensed Interim Financial Statements	63
Branch Network	94

# Corporate *Information*

## Board of Directors

**Mr. Abdulla Nasser Abdulla Hussain Lootah**  
Chairman / 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. Waseem Mehdi Syed**  
Member

**Mr. Zafar Iqbal Siddiqi**  
Member

**Mr. Jawad Majid Khan**  
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**  
Chairman

**Mr. Wajahat Ahmed Baqai**  
Member

**Mr. Zafar Iqbal Siddiqi**  
Member

**Mr. Jawad Majid Khan**  
Member

## Board Information Technology Committee

**Mr. Zafar Iqbal Siddiqi**  
Chairman

**Mr. Waseem Mehdi Syed**  
Member

**Mr. Wajahat Ahmed Baqai**  
Member

**Mr. Jawad Majid Khan**  
Member

## Board Compliance Committee

**Mr. Waseem Mehdi Syed**  
Chairman

**Mr. Wajahat Ahmed Baqai**  
Member

**Mr. Zafar Iqbal Siddiqi**  
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](mailto:secretariat@thk.com.pk)

Website: [www.thk.com.pk](http://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](mailto:info@bankmakramah.com)

[companysecretary@bankmakramah.com](mailto:companysecretary@bankmakramah.com)

Website: [www.bankmakramah.com](http://www.bankmakramah.com)

# 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 half year ended June 30, 2025.

The Bank is in the final stages of completion of its consolidation plan moving towards a stable equity base. The Sponsor shareholder's commitment toward this journey has been unwavering, whether it be offering additional capital through an amalgamation of their company "Global Haly" into the Bank or it be depositing Rs. 5 billion against expected capital injection. The critical milestone of securing a formal offer for the sale of Cullinan Tower has also been achieved which will be adding toward the equity of the Bank. In addition to this, the settlement application for the recovery of the non-performing loans owned by the various companies of a large group is in the final stages of conclusion. To top all the progress, the organic growth delivered firmly places the Bank in a position to close this year with record numbers.

## THE BANK'S PERFORMANCE

The highlights of the financial results for the half year ended June 30, 2025 are as follows:

Financial Position	Rupees in Millions
Shareholders' Equity	(18,015)
Deposits	183,316
Total Assets	288,153
Advances – net	15,551
Investments – net	133,842
<b>Financial Performance</b>	
Net Interest Income and Non Mark-up Income (Total Income)	1,889
Non Mark-up Expenses	4,110
Credit loss allowance and write offs – net	(3,666)
Profit before tax	1,445
Profit after tax	708
Basic and diluted earning per share – Rupee	0.11

The Bank has demonstrated a remarkable turnaround in delivering outstanding results by converting its bottom line from negative to positive after almost a decade. The Bank posted Profit before tax of Rs. 1.44 billion against the loss of Rs. 2.44 billion for the comparative period last year reflecting an improvement of Rs. 3.88 billion. Loss after tax of Rs. 1.44 billion in the comparable period last year is converted into Profit of Rs. 0.707 billion indicating an improvement in the financial performance. Specifically, the Bank has significantly improved its total income by Rs. 2.20 billion, that is from total expense of Rs. 0.32 billion for 2024 to total income of Rs. 1.89 billion in 2025.

In line with the gradual decrease in the policy rate by the SBP over the period, the average policy rate of 21.75% in half year of 2024 reduced to an average of 11.83% 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 June 30, 2025 was reported at Rs. 141.45 billion compared to Rs. 184.77 billion in the same period last year and the average net investment yields also declined from 21.81% in the comparable prior period to 13.03% 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. 9.14 billion for the current period, compared to Rs. 20.04 billion in comparable prior period whilst still being positive to the total income line.

To align with the strategy to reduce risk-weighted assets, average net advances were curtailed to a total of Rs. 14.43 billion as at June 30, 2025, compared to Rs. 16.61 billion for the comparable period last year. Net yields on advances also reduced to 8.94% for the current period, compared to 19.15% for the same period last year in line with the decreasing policy rate. As a result, Income from advances ended lower at Rs. 640 million for the current period, compared to Rs. 1.58 billion for the comparable prior period.

Deposits closed at Rs. 183.32 billion as of June 30, 2025, representing an increase of Rs. 9.06 billion or 5.20% compared to the same period last year. In terms of averages, the portfolio grew by Rs. 13.81 billion, or 8.80% 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 June 30, 2025, the Bank's CASA ratio improved to 94.67% (June 2024: 90.53%) resulting in the average cost of deposits of 7.40% 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. 48.91 billion. Meanwhile, the overall average cost of borrowing also declined to 11.96% from 21.80% in the comparative prior period.

While capitalising on the declining interest rates, the Bank recorded capital gain of Rs 1.52 billion on sale of government securities which contributed in increasing the overall non-funded income of the Bank to a total of Rs 2.25 billion representing an increase of 26.06% against the comparable period last year.

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 6.91% compared to the same period last year. The Bank's total non mark-up expenses amounted to Rs. 4.11 billion, compared to Rs. 3.84 billion for the same period last year.

During the period, the Bank out-performed in recoveries from non-performing assets by posting net provision reversal of Rs 3.67 billion as against 1.72 billion in the comparative prior period.

As of June 30, 2025, the Bank's gross NPL ratio (Gross non-performing loans to Gross Advances) marginally decreased to 68.08%, compared to 69.95% recorded on December 31, 2024. This decrease is mainly attributed to a reduction in non-performing loans by Rs. 3.16 billion. Additionally, the coverage ratio as of June 2025 remained consistent at 96.41%, compared to 96.59% as 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 maintained its growth momentum and shown resilience across fiscal and external fronts, reinforcing a positive outlook for FY2025. Strengthened macroeconomic fundamentals and easing inflation have supported fiscal consolidation and are yielding tangible results; leading to a primary surplus of 3.2% of GDP (July to Apr FY 2025) and narrowed fiscal deficit. The external sector remains strong, with current account surplus, supported by rising exports, increased remittances, and improved foreign investment. Upgraded credit ratings and strong stock market performance reflect growing investor confidence. These trends lay a solid foundation for sustained growth in the coming months.

The external account position continued to strengthen notably during Jul-May FY2025, on account of rising exports and remittances, despite a rise in imports. The current account posted a surplus of USD 1.81 billion, a significant turnaround from the deficit of USD 1.6 billion recorded last year. Goods exports increased by 4.0% to USD 29.7 billion, while imports rose by 11.5% to USD 54.1 billion. As a result, the trade deficit widened to USD 24.4 billion from USD 20.0 billion last year.

During Jul–May FY2025, Foreign Direct Investment (FDI) stood at USD 2.0 billion, slightly lower than USD 2.1 billion recorded in the same period last year. In contrast, workers’ remittances surged by 28.8% to USD 34.9 billion.

During Jul–Apr FY2025, the fiscal performance remained encouraging. FBR tax collection grew by 25.9% to PKR 10,233.9 billion, compared to PKR 8,125.7 billion in July – Apr FY2024, with broad-based growth across both direct and indirect taxes. Non-tax revenues surged by 68.1%, supporting a 44.4% increase in net federal receipts to PKR 8,124.2 billion (July–Apr FY2025) from PKR 5,627.5 billion last year. Consequently, the overall fiscal deficit narrowed to 3.2% of GDP from 4.5% last year, reflecting improved revenue mobilization and fiscal discipline.

Consumer Price Index (CPI) inflation continued its downward trajectory, recorded at 3.5% on a YoY basis in May 2025, compared to 11.8% in May 2024. Meanwhile, gold prices tested record highs, crossing USD 3,000 per ounce, reflecting global market trends.

SBP reduced the policy rate by 9.5% bringing it down to 11% in June 2025 from 20.5% in the same period last year.

As of June 20, 2025, Pakistan’s Foreign Exchange (FX) reserves stood at USD 14.4 billion, of which USD 9.1 billion were held by the State Bank of Pakistan.

The performance of the Pakistan Stock Exchange (PSX) remained remarkable, with the KSE-100 Index closing at 125,627 points as of June 30, 2025 as compared to 78,445 points on June 28, 2024.

With stronger macroeconomic fundamentals, a current account surplus, robust remittances, and declining inflation, Pakistan’s economic outlook continues to improve, giving an optimistic outlook. Fiscal consolidation and monetary easing are fostering a supportive environment for private sector-led growth, while investor confidence continues to rise. Ongoing IMF programs (EFF and RSF) are playing a key role in supporting structural reforms, fiscal sustainability, and resilience to external shocks. If current trends persist, the economy is well-positioned to achieve more inclusive and consistent growth in the months ahead.

## 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.

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**Jawad Majid Khan**  
President and Chief Executive Officer

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**Wajahat Ahmed Baqai**  
Director

Bank Makramah Limited  
August 01, 2025  
Karachi

20 جون 2025ء تک پاکستان کے زرمبادلہ کے ذخائر 14.4 ارب ڈالر تھے جن میں سے اسٹیٹ بینک کے ذخائر 9.1 ارب ڈالر تھے۔

پاکستان اسٹاک ایکسچینج کی کارکردگی شاندار رہی اور KSE-100 انڈیکس 30 جون 2025ء کو 125,627 پوائنٹس پر بند ہوا، جبکہ 28 جون 2024ء کو یہ 78,445 پوائنٹس تھا۔

مضبوط ٹکلی معاشی بنیادوں، کرنٹ اکاؤنٹ سرپلس، مستحکم ترسیلات زرا اور کم ہوتی مہنگائی کے ساتھ، پاکستان کی معیشت کی صورت حال مسلسل بہتری کی طرف گامزن ہے، جس سے ایک امید افزا معاشی منظر نامہ سامنے آرہا ہے۔ مالیاتی استحکام اور پالیسی ریٹ میں نرمی نے نجی شعبے کی ترقی کے لیے سازگار ماحول پیدا کیا ہے، جبکہ سرمایہ کاروں کا اعتماد بھی بڑھ رہا ہے۔ آئی ایم ایف کے جاری پروگرامز (ای ایف ایف اور آریس ایف) ساختی اصلاحات، مالیاتی پائیداری اور بیرونی دھچکوں کے خلاف مزاحمت کے لیے اہم کردار ادا کر رہے ہیں۔ اگر موجودہ رجحانات برقرار رہے، تو آئندہ مہینوں میں معیشت جامع اور مسلسل ترقی حاصل کرنے کی بہتر پوزیشن میں ہوگی۔

### تعریف و توثیق

ہم، بورڈ کی جانب سے ایک بار پھر اسٹیٹ بینک آف پاکستان، سیکوریٹیز اینڈ ایکسچینج کمیشن پاکستان، اور دیگر ضوابطی حکام کی مسلسل رہنمائی اور معاونت پر شکر گزار ہیں۔ نیز ہم مسلسل معاونت پر ہمارے شیئر ہولڈرز، ہمارے صارفین اور بینک کے عمل کا شکریہ ادا کرنا چاہیں گے۔

بورڈ آف ڈائریکٹرز کی جانب سے

جواد ماجد خان

وجاہت احمد بٹائی

صدر اور چیف ایگزیکٹو آفیسر

ڈائریکٹر

بینک مکرمد لمیٹڈ

01 اگست 2025ء

کراچی

## کریڈٹ ریٹنگ

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

وی آئی ایس کریڈٹ ریٹنگ کمپنی لمیٹڈ نے درجہ-2 سرمائے کے آلات کے لیے ایک نیا ریٹنگ اسکیل جاری کیا ہے۔ نتیجتاً، بینک کی ٹی ایف سی ریٹنگ کو ریٹنگ وچ نیگیٹو 'منظر نامے کے ساتھ' بی' (سنگل بی) میں ایڈجسٹ کیا گیا ہے، جیسا کہ 27 جون، 2023ء کی پریس ریلیز میں بیان کیا گیا۔ قبل ازیں، بینک کی ٹی ایف سی ریٹنگ 'ڈی' (ڈیفالٹ) مقرر کی گئی تھی کیونکہ اسٹیٹ بینک آف پاکستان (ایس بی پی) کے قابل اطلاق ضوابط کے تحت بینک کی جانب سے لاک ان کلاز کے حوالے سے تازہ ترین مارک اپ پیمنٹ کی ادائیگی نہیں کی گئی تھی۔

## اقتصادی جائزہ

پاکستان کی معیشت نے اپنی نمو کی رفتار کو برقرار رکھا ہے اور مالیاتی و بیرونی شعبوں میں مضبوطی کا مظاہرہ کیا ہے، جو مالی سال 25ء کے لیے مثبت منظر نامے کو تقویت دیتا ہے۔ مستحکم معاشی مبادیات اور مہنگائی میں کمی سے مالیاتی استحکام کو سہارا ملا ہے جس کے ٹھوس نتائج برآمد ہو رہے ہیں، جن میں جی ڈی پی کے 3.2 فیصد (جولائی تا اپریل مالی سال 25ء) کا پرانہ سرپلس اور مالیاتی خسارے میں کمی شامل ہے۔ بیرونی شعبہ بھی مضبوط رہا، جس کی بنیادی وجوہات میں بڑھتی ہوئی برآمدات، ترسیلات زر میں اضافہ اور غیر ملکی سرمایہ کاری کا بڑھنا شامل ہیں۔ پاکستان کی کریڈٹ ریٹنگ میں بہتری اور اسٹاک مارکیٹ کی زبردست کارکردگی سرمایہ کاروں کے اعتماد میں اضافے کی عکاسی کرتی ہے۔ یہ تمام رجحانات آئندہ مہینوں میں پائیدار نمو کے لیے مضبوط بنیاد فراہم کرتے ہیں۔

درآمدات میں اضافے کے باوجود بڑھتی ہوئی برآمدات اور ترسیلات زر کی وجہ سے جولائی تا مئی مالی سال 25ء کے دوران بیرونی کھاتوں کی پوزیشن میں نمایاں جاری رہی۔ جاری کھاتے (کرنٹ اکاؤنٹ) میں 1.81 ارب ڈالر کا سرپلس ریکارڈ کیا گیا، جو گزشتہ برس کے 1.6 ارب ڈالر کے خسارے کے مقابلے میں ایک اہم تبدیلی ہے۔ اشیا کی برآمدات 4.0 فیصد اضافے کے ساتھ 29.7 ارب ڈالر تک پہنچ گئیں، جبکہ درآمدات 11.5 فیصد بڑھ کر 54.1 ارب ڈالر ہو گئیں۔ نتیجتاً تجارتی خسارہ بڑھ کر 24.4 ارب ڈالر ہو گیا، جو گزشتہ برس 20.0 ارب ڈالر تھا۔

جولائی تا مئی مالی سال 25ء میں بیرونی براہ راست سرمایہ کاری (ایف ڈی آئی) 2.0 ارب ڈالر رہی، جو گزشتہ برس کی اسی مدت کے 2.1 ارب ڈالر سے قدرے کم ہے۔ اس کے برعکس کارکنوں کی ترسیلات زر 28.8 فیصد اضافے سے بڑھ کر 34.9 ارب ڈالر تک پہنچ گئیں۔

جولائی تا اپریل مالی سال 25ء کے دوران مالیاتی کارکردگی حوصلہ افزا رہی۔ ایف بی آر ٹیکسس وصولیاں 25.9 فیصد اضافے کے ساتھ 10,233.9 ارب روپے ہو گئیں، جبکہ جولائی تا اپریل مالی سال 24ء میں 8,125.7 ارب روپے تھیں۔ یہ اضافہ براہ راست اور بالواسطہ دونوں اقسام کے ٹیکسوں میں وسیع ایجاد تھا۔ نان ٹیکسس محاصل میں 68.1 فیصد کار نمایاں اضافہ ہوا، جس کی بدولت وفاقی خالص آمدن 44.4 فیصد اضافے سے 8,124.2 ارب روپے تک پہنچ گئی (جولائی تا اپریل مالی سال 25ء)، جبکہ گزشتہ برس کی اسی مدت میں یہ 5,627.5 ارب روپے تھی۔ نتیجتاً، مجموعی مالیاتی خسارہ کم ہو کر جی ڈی پی کا 3.2 فیصد رہ گیا، جو گزشتہ برس 4.5 فیصد تھا، جس سے محاصل کی بہتر وصولی اور مالیاتی نظم و ضبط کی عکاسی ہوتی ہے۔

صادف اشارہ یہ قیمت (سی پی آئی) مہنگائی میں کمی کا رجحان ہے اور مئی 2025ء میں یہ 3.5 فیصد سالانہ سال رہی جبکہ مئی 2024ء میں یہ 11.8 فیصد تھی۔ دوسری جانب، عالمی منڈی کے رجحانات کے مطابق سونے کی قیمتیں ریکارڈ سطح تک پہنچ گئیں، اور نیوٹن 3,000 ڈالر سے تجاوز کر گئیں۔

اسٹیٹ بینک نے جون 2025ء کو ہونے والے اجلاس میں پالیسی ریٹ کو کم کر کے 11 فیصد کر دیا جبکہ گزشتہ سال کی اسی مدت میں یہ 20.5 فیصد تھا۔



اسٹیٹ بینک آف پاکستان کی جانب سے پالیسی ریٹ میں بتدریج کمی کے مطابق 2024ء کے پہلے چھ ماہ میں اوسط پالیسی ریٹ 21.75 فیصد تھا، جو موجودہ مدت میں کم ہو کر 11.83 فیصد رہ گیا۔ منافع کی شرح میں کمی کے باعث پیدا ہونے والے خطرے کے مؤثر انتظام کے لیے، بینک نے اپنی مبادلہ (arbitrage) سرمایہ کاری کو کم کر دیا، جس کے نتیجے میں اوسط خالص سرمایہ کاری میں کمی آئی، جو اوسط قرض گیری میں کمی کے ساتھ ہم آہنگ رہی۔ 30 جون 2025ء تک اوسط خالص سرمایہ کاری 141.45 ارب روپے رہی، جو گزشتہ برس کی اسی مدت میں 184.77 ارب روپے تھی۔ اسی طرح، اوسط خالص سرمایہ کاری پر حاصل ہونے والی فائیتیں بھی گزشتہ سال کے 21.81 فیصد سے کم ہو کر موجودہ مدت میں 13.03 فیصد ہو گئیں۔ حجم اور یافتوں دونوں میں اس کمی کے نتیجے میں بینک کی سرمایہ کاری آمدن میں نمایاں کمی واقع ہوئی، جو کہ موجودہ مدت میں 9.14 ارب روپے رہی، جبکہ گزشتہ برس کی اسی مدت میں یہ 20.04 ارب روپے تھی۔ تاہم، یہ آمدن اب بھی مجموعی آمدن پر مثبت اثر ڈالنے میں کامیاب رہی ہے۔

یہ وزن خطرہ اثاثوں (risk-weighted assets) میں کمی لانے کی حکمت عملی کے مطابق، بینک کے اوسط خالص ایڈوانسز 30 جون 2025ء تک کم ہو کر 14.43 ارب روپے رہ گئے، جبکہ گزشتہ برس کی اسی مدت میں یہ 16.61 ارب روپے تھے۔ پالیسی ریٹ میں کمی کے تناظر میں، ایڈوانسز پر خالص منافع کی شرح بھی کم ہو کر موجودہ مدت میں 8.94 فیصد ہو گئی، جبکہ گزشتہ سال یہی شرح 19.15 فیصد تھی۔ نتیجتاً، ایڈوانسز سے حاصل ہونے والی آمدن بھی کم ہو کر موجودہ مدت میں 640 ملین روپے رہ گئی، جو گزشتہ برس کی اسی مدت میں 1.58 ارب روپے تھی۔

30 جون 2025ء تک بینک کی مائتیں 183.32 ارب روپے تھیں، جو گزشتہ برس کی اسی مدت کے مقابلے میں 9.06 ارب روپے یا 5.20 فیصد اضافے کو ظاہر کرتی ہیں۔ اوسط کے لحاظ سے، پورٹ فولیو میں 13.81 ارب روپے کا اضافہ یا 8.80 فیصد نمو ہوئی۔ سخت مسابقتی ماحول میں بھی، بینک نے اپنی توجہ CASA کس (یعنی کرنٹ اور سیونگ اکاؤنٹس کے امتزاج) پر مرکوز رکھی غیر نفع بخش کھاتوں کو برقرار رکھنے کی کوشش کی۔ 30 جون 2025ء تک، بینک کا CASA تناسب بڑھ کر 94.67 فیصد ہو گیا (جون 2024ء: 90.53 فیصد)، جس کے نتیجے میں ڈپازٹس کی اوسط لاگت موجودہ مدت میں 7.40 فیصد رہی۔

مبادلہ سرمایہ کاری (arbitrage book) میں کمی کے مطابق، موجودہ مدت میں بینک کی اوسط قرض گیری گزشتہ سال کی اسی مدت کے مقابلے میں 48.91 ارب روپے کم درج کی گئیں۔ اسی دوران، قرض گیری کی اوسط لاگت بھی کم ہو کر 11.96 فیصد رہ گئی، جو گزشتہ برس 21.80 فیصد تھی۔

شرح سود میں کمی سے استفادہ کرتے ہوئے، بینک نے سرکاری تمکات کی فروخت پر 1.52 ارب روپے کا سرمایہ کاری فائدہ حاصل کیا، جس کی بدولت بینک کی مجموعی نان فنڈڈ آمدن بڑھ کر 2.25 ارب روپے ہو گئی، جو گزشتہ برس کی اسی مدت کے مقابلے میں 26.06 فیصد نمو ظاہر کرتی ہے۔

بینک نے اپنے آپریٹنگ اخراجات کو مختار انداز میں کنٹرول کیا، اور مسلسل نگرانی اور لاگت میں کمی کے اقدامات کا نفاذ کرتے ہوئے اخراجات میں اضافے کو محدود رکھا، جو گزشتہ برس کی اسی مدت کے مقابلے میں صرف 6.91 فیصد رہے۔ بینک کے کل نان مارک اپ اخراجات 4.11 ارب روپے رہے، جبکہ گزشتہ برس کی اسی مدت میں یہ 3.84 ارب روپے تھے۔

اس مدت کے دوران، بینک نے غیر فعال اثاثوں کی بازیابی میں شاندار کارکردگی کا مظاہرہ کیا، اور 3.67 ارب روپے کا خالص حتمی استرداد (reversal) درج کیا، جو گزشتہ تقابلی مدت میں 1.72 ارب روپے تھا۔

30 جون 2025ء تک بینک کا مجموعی غیر فعال قرضوں کا تناسب (مجموعی ایڈوانسز کے لیے مجموعی غیر فعال قرضے) معمولی کمی کے ساتھ 68.08 فیصد ہو گیا، جبکہ 31 دسمبر 2024ء کو یہ 69.95 فیصد تھا۔ یہ بہتری بنیادی طور پر غیر فعال قرضوں میں 3.16 ارب روپے کی کمی کی وجہ سے ممکن ہوئی۔ مزید یہ کہ جون 2025ء تک بینک کا کوریج کا تناسب 96.41 فیصد رہا، جو دسمبر 2024ء کے 96.59 فیصد تھا۔

## ڈائریکٹرز کا جائزہ

عزیز شیئر ہولڈرز،

بورڈ آف ڈائریکٹرز کی جانب سے، ہم بینک کی 30 جون 2025ء کو اختتام پذیر ہونے والی ششماہی کے لیے ڈائریکٹرز کا جائزہ اور غیر آڈٹ شدہ جامع عبوری مالی گوشوارے پیش کرتے ہیں:

بینک اپنے استحکامی منصوبے کی تکمیل کے آخری مراحل میں ہے اور ایکویٹی کی مستحکم بنیاد کی جانب بڑھ رہا ہے۔ اس سفر کے ہر مرحلے پر اسپانسر شیئر ہولڈرز کی وابستگی غیر متزلزل رہی ہے۔ چاہے وہ اپنی کمپنی "گلوبل ہیٹی" کو بینک میں ضم کر کے اضافی سرمائے کی فراہمی ہو یا متوقع سرمایہ کاری کے بدلے 5 ارب روپے جمع کرانا ہو۔ "کالینن ٹاور" کی فروخت کے لیے باضابطہ پیشکش کے حصول کا ایک اہم سنگ میل بھی حاصل کر لیا گیا ہے، جس سے بینک کی ایکویٹی میں اضافہ ہو گا۔ اس کے علاوہ، ایک بڑے گروپ کی مختلف کمپنیوں کے غیر فعال قرضوں کی وصولی سے متعلق تصفیے کی درخواست بھی اپنے حتمی مراحل میں ہے۔ اس تمام پیش رفت کے علاوہ، بینک کی نامیاتی (organic) نمو نے اس سال کو ریکارڈ نتائج کے ساتھ مکمل کرنے کے مضبوط مقام پر لا کھڑا کیا ہے۔

### بینک کی کارکردگی

30 جون 2025ء کو اختتام پذیر ہونے والی ششماہی کے لیے بینک کے مالی نتائج کی جھلکیاں مندرجہ ذیل ہیں:

ملین روپے	مالی صورت حال
(18,015)	شیئر ہولڈرز کی ایکویٹی
183,316	امانتیں
288,153	مجموعی اثاثے
15,551	ایڈوانسز - خالص
133,842	سرمایہ کاریاں - خالص
	مالی کارکردگی
1,889	خالص سودی آمدنی اور غیر سودی آمدنی (مجموعی آمدنی)
4,110	غیر سودی اخراجات
(3,666)	تعمین کا اسٹریڈ اور متروکات (خالص)
1,445	خسارہ قبل از ٹیکس
708	خسارہ بعد از ٹیکس
0.11	خسارہ فی شیئر بنیادی اور سیال (diluted) - روپے

بینک نے تقریباً ایک دہائی کے بعد اپنی مالی کارکردگی میں شاندار بہتری دکھاتے ہوئے منفی سے مثبت نتائج کی جانب غیر معمولی پیش رفت کی ہے۔ بینک نے رواں سال 1.44 ارب روپے کا قبل از ٹیکس نفع حاصل کیا، جبکہ گذشتہ برس کی اسی مدت میں 2.44 ارب روپے کا خسارہ ہوا تھا، جو 3.88 ارب روپے کی بہتری کو ظاہر کرتا ہے۔ اسی طرح، گذشتہ برس کی اسی مدت میں 1.44 ارب روپے کے بعد از ٹیکس خسارے کی جگہ اس سال 0.707 ارب روپے کا بعد از ٹیکس منافع حاصل کیا گیا، جو مالی کارکردگی میں واضح بہتری کی عکاسی کرتا ہے۔ بالخصوص بینک نے اپنی مجموعی آمدنی میں 2.20 ارب روپے کا نمایاں اضافہ کیا ہے، یعنی 2024ء کے 0.32 ارب روپے کے کل اخراجات کے مقابلے میں 2025ء کے دوران 1.89 ارب روپے کی مجموعی آمدنی حاصل کی گئی ہے۔

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

**FOR THE HALF YEAR ENDED  
JUNE 30, 2025**

# INDEPENDENT AUDITORS' REVIEW REPORT TO THE MEMBERS OF **BANK MAKRAMAH LIMITED**

## REPORT ON REVIEW OF **UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**

### Introduction

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of Bank Makramah Limited (the Bank) as at June 30, 2025 and the related unconsolidated condensed interim statement of profit and loss account, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity, unconsolidated condensed interim cash flow statement, and notes to the unconsolidated condensed interim financial statements for the half year then ended (here-in-after referred to as the "unconsolidated condensed interim financial statements"). Management is responsible for the preparation and presentation of these unconsolidated condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these unconsolidated condensed interim financial statements based on our review.

### Scope of Review

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

### Conclusion

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

### Emphasis of Matter

We draw attention to the following matters:

- As disclosed in note 1.3 to the unconsolidated condensed interim financial statements, During the half year ended, the Bank has earned a net profit of Rs. 707.772 million resulting in accumulated losses of Rs. 51,785.544 million and negative equity of Rs. 18,015.329 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 June 30, 2025. However, the paid up capital of the Bank (net of losses), CAR and LR are negative. These conditions, along with other matters as set forth in note 1.3, indicates the existence of material uncertainty that may cast significant doubt on the Bank's ability to continue as a going concern.

- As disclosed in note 14.1 to the unconsolidated condensed interim financial statements, the Bank has recognized deferred tax asset of Rs. 25,707.831 million which is considered realizable based on financial projections of taxable profits for five years. The preparation of financial projection involves management assumptions regarding future business and economic conditions and therefore any significant change in assumptions or actual outcome that is different from assumptions, may have effect on realisability of the deferred tax asset in future.
- As disclosed in note 15.1 to the unconsolidated condensed interim financial statements, the Bank holds an immovable property which is in contravention with the provisions of Banking Companies Ordinance, 1962.

Our conclusion is not modified in respect of the matters stated above.

#### **Other Matter**

Pursuant to requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the company. Accordingly, the figures of the unconsolidated condensed interim statement of profit and loss account, unconsolidated condensed interim statement of comprehensive income for the three months period ended June 30, 2025 and figures for half year ended December 31, 2024 in unconsolidated condensed interim statement of changes in equity have not been reviewed by us.

The engagement partner on the review resulting in this independent auditor's review report is Nadeem Yousuf Adil.

#### **Chartered Accountants**

**Place:** Karachi

**Date:** August 01, 2025

**UDIN:** RR202510091QwaMNWfGb

# UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2025

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Note	----- (Rupees in '000) -----	
<b>ASSETS</b>			
Cash and balances with treasury banks	6	16,180,242	18,352,154
Balances with other banks	7	1,750,412	1,472,849
Lendings to financial institutions	8	13,320,189	9,697,187
Investments	9	133,841,561	175,012,164
Advances	10	15,551,426	15,618,918
Property and equipment	11	6,722,438	7,026,125
Right-of-use assets	12	2,708,908	2,601,271
Intangible assets	13	359,229	331,085
Deferred tax assets	14	25,707,831	25,668,564
Other assets	15	12,010,902	14,818,156
<b>Total Assets</b>		<b>228,153,138</b>	<b>270,598,473</b>
<b>LIABILITIES</b>			
Bills payable	17	1,860,845	1,900,496
Borrowings	18	50,867,033	89,892,925
Deposits and other accounts	19	183,316,209	186,014,625
Lease liabilities	20	3,421,684	3,284,402
Subordinated debt	21	1,495,515	1,495,515
Deferred tax liabilities		-	-
Other liabilities	22	5,207,181	6,159,847
<b>Total Liabilities</b>		<b>246,168,467</b>	<b>288,747,810</b>
<b>NET ASSETS</b>		<b>(18,015,329)</b>	<b>(18,149,337)</b>
<b>REPRESENTED BY</b>			
Share capital - net		30,500,208	30,500,208
Reserves		(425,043)	(425,043)
Surplus / (deficit) on revaluation of assets	23	3,695,050	4,290,745
Accumulated losses		(51,785,544)	(52,515,247)
		<b>(18,015,329)</b>	<b>(18,149,337)</b>

## CONTINGENCIES AND COMMITMENTS

24

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 AND HALF YEAR ENDED JUNE 30, 2025

		Quarter Ended		Half Year Ended	
		June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
Note		(Rupees in '000)			
Mark-up / return / interest earned	25	4,394,674	11,042,762	10,329,035	21,794,799
Mark-up / return / interest expensed	26	4,809,500	12,199,935	10,687,696	23,893,140
Net mark-up / interest expense		(414,826)	(1,157,173)	(358,661)	(2,098,341)
<b>NON MARK-UP / INTEREST INCOME</b>					
Fee and commission income	27	168,869	255,006	501,360	523,128
Dividend income		-	412	412	412
Foreign exchange income		25,854	154,294	113,776	296,424
Income / (loss) from derivatives		-	-	-	-
Gain on securities	28	916,743	97,766	1,515,821	272,234
Net gains / (loss) on derecognition of financial assets measured at amortised cost		-	-	-	-
Other income	29	112,561	669,243	116,167	690,766
Total non-markup / interest income		1,224,027	1,176,721	2,247,536	1,782,964
Total income		809,201	19,548	1,888,875	(315,377)
<b>NON MARK-UP / INTEREST EXPENSES</b>					
Operating expenses	30	2,106,059	1,994,037	4,109,575	3,844,262
Workers welfare fund		-	-	-	-
Other charges		255	104	367	104
Total non-markup / interest expenses		2,106,314	1,994,141	4,109,942	3,844,366
Loss before credit loss allowance		(1,297,113)	(1,974,593)	(2,221,067)	(4,159,743)
Credit loss allowance and write offs - net	32	(3,464,857)	(631,760)	(3,665,934)	(1,724,052)
Extra ordinary / unusual items		-	-	-	-
<b>PROFIT / (LOSS) BEFORE TAXATION</b>		<b>2,167,744</b>	<b>(1,342,833)</b>	<b>1,444,867</b>	<b>(2,435,691)</b>
Taxation	33	595,820	(712,235)	737,095	(993,259)
<b>PROFIT / (LOSS) AFTER TAXATION</b>		<b>1,571,924</b>	<b>(630,598)</b>	<b>707,772</b>	<b>(1,442,432)</b>
<b>(Rupee)</b>					
Basic earning / (loss) per share	34	0.24	(0.10)	0.11	(0.22)
Diluted earning / (loss) per share	34	0.24	(0.10)	0.11	(0.22)

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 AND HALF YEAR ENDED JUNE 30, 2025

	Quarter Ended		Half Year Ended	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
	----- (Rupees in '000) -----			
Profit / (loss) after taxation for the period	1,571,924	(630,598)	707,772	(1,442,432)
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	336,040	302,471	(573,774)	(330,703)
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	-	18,383	-	27,766
Movement in surplus / (deficit) on revaluation of equity investments - net of tax	(7)	(3)	10	5
Movement in surplus on revaluation of non-banking assets - net of tax	-	36,588	-	38,909
	(7)	54,968	10	66,680
Total comprehensive income / (loss)	1,907,957	(273,159)	134,008	(1,706,455)

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 **CHANGES IN EQUITY**  
FOR THE HALF YEAR ENDED JUNE 30, 2025

	Share capital		Capital reserves		Statutory reserve	Surplus / (deficit) on revaluation of			Accumulated losses	Total
	Issued subscribed and paid up	Discount on issue of shares	Share premium	Reserve arising on amalgamation		Investments	Property and Non banking assets	Property held for sale		
	(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	(46,858,568)	(12,812,566)
Effect of adoption of IFRS 9 – ECL – (net of tax)	-	-	-	-	-	(60,943)	-	-	(900,630)	(561,573)
Loss after taxation for the six months period ended June 30, 2024	-	-	-	-	-	-	-	-	(1,442,432)	(1,442,432)
Other comprehensive Income - net of tax	-	-	-	-	-	(330,698)	66,675	-	-	(264,023)
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-	-
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated losses	-	-	-	-	-	-	(48,061)	-	48,061	-
Transfer in respect of incremental depreciation from surplus on revaluation of non-banking assets to accumulated losses	-	-	-	-	-	-	(1,904)	-	1,904	-
Transfer from surplus on revaluation of property and equipment on sale to accumulated losses	-	-	-	-	-	-	(23,195)	-	23,195	-
Transfer from surplus on revaluation of non-banking assets on sale to accumulated losses	-	-	-	-	-	-	(87,865)	-	87,865	-
Balance as at July 01, 2024 (Un-audited)	66,222.205	(35,721.997)	1,000,000	(1,579.205)	154,162	(209,639)	3,000,888	683,657	(48,030,665)	(15,480,594)
Effect of adoption of IFRS 9 – ECL – (net of tax)	-	-	-	-	-	-	-	-	315,561	315,561
Loss after taxation for the six months period ended December 31, 2024	-	-	-	-	-	-	-	-	(3,773,488)	(3,773,488)
Other comprehensive Income - net of tax	-	-	-	-	-	987,793	(173,227)	(33,622)	8,240	789,184
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-	-
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated losses	-	-	-	-	-	-	(7,529)	-	7,529	-
Transfer in respect of incremental depreciation from surplus on revaluation of non-banking assets to accumulated losses	-	-	-	-	-	-	(1,880)	-	1,880	-
Transfer from surplus on revaluation of property and equipment on disposal to accumulated losses	-	-	-	-	-	-	9,717	-	(9,717)	-
Transfer from surplus on revaluation of non-banking assets on disposal to accumulated losses	-	-	-	-	-	-	34,587	-	(34,587)	-
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	(52,515,247)	(8,149,337)
Profit after taxation for six months period ended June 30, 2025	-	-	-	-	-	-	-	-	707,772	707,772
Effect of reclassification from listed to unlisted due to delisting of securities	-	-	-	-	-	57,945	-	-	(57,945)	-
Other comprehensive Income - net of tax	-	-	-	-	-	(573,764)	-	-	-	(573,764)
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-	-
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated losses	-	-	-	-	-	-	(26,896)	-	26,896	-
Transfer in respect of incremental depreciation from surplus on revaluation of non-banking assets to accumulated losses	-	-	-	-	-	-	(6,768)	-	6,768	-
Transfer from surplus on revaluation of property and equipment on sale to accumulated losses	-	-	-	-	-	-	(46,212)	-	46,212	-
Balance as at June 30, 2025 (Un-audited)	66,222.205	(35,721.997)	1,000,000	(1,579.205)	154,162	282,335	2,786,680	650,035	(61,785,544)	(8,015,329)

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

President / Chief Executive

**Director**

**Director**

**Director**

# UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE HALF YEAR ENDED JUNE 30, 2025

	June 30, 2025	June 30, 2024
Note	----- (Rupees in '000) -----	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit / (loss) before taxation	1,444,867	(2,435,691)
Less: Dividend income	(412)	(412)
	<u>1,444,455</u>	<u>(2,436,103)</u>
<b>Adjustments:</b>		
Depreciation on property and equipment	215,335	206,410
Depreciation on right-of-use assets	271,225	270,730
Depreciation on non-banking assets	30,327	32,248
Finance charges on leased assets	262,767	221,870
Amortization	36,401	15,380
Credit loss allowance and write offs - net	(3,665,934)	(1,723,485)
Gain on forward exchange contracts	(31,315)	(23,598)
Charge for defined benefit plan	43,019	39,723
Charge for employees compensated absences	11,339	11,997
Gain on termination of lease contracts under IFRS 16	(47,313)	(36,161)
Gain on sale of property and equipment	(67,469)	(46,552)
Gain on sale of non banking assets	-	(604,317)
	<u>(2,941,618)</u>	<u>(1,635,755)</u>
	<u>(1,497,163)</u>	<u>(4,071,858)</u>
<b>Decrease in operating assets</b>		
Lendings to financial institutions	(3,623,611)	-
Advances	3,141,579	3,230,680
Others assets (excluding advance taxation)	<u>2,768,548</u>	<u>23,305,234</u>
	<u>2,286,516</u>	<u>26,535,914</u>
<b>Decrease in operating liabilities</b>		
Bills payable	(39,651)	(291,855)
Borrowings from financial institutions	(39,026,164)	(18,216,758)
Deposits	(2,698,416)	17,300,507
Other liabilities (excluding current taxation)	(911,254)	(143,576)
	<u>(42,675,485)</u>	<u>(1,351,682)</u>
Payment on account of staff retirement benefits	(93,133)	(31,911)
Income tax paid	(321,825)	(307,986)
<b>Net cash (used in) / generated from operating activities</b>	<u>(42,301,090)</u>	<u>20,772,477</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Net Investments in securities classified as FVOCI	40,772,096	(17,587,536)
Dividend received	412	412
Investments in property and equipment	(54,594)	(129,323)
Investments in intangible assets	(64,544)	(33,132)
Proceeds from sale of property and equipment	210,289	80,081
Proceeds from sale of non-banking assets	-	948,212
<b>Net cash generated from / (used in) investing activities</b>	<u>40,863,659</u>	<u>(16,721,286)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Payments of lease obligations against right-of-use assets	(457,034)	(385,118)
<b>Net cash used in financing activities</b>	<u>(457,034)</u>	<u>(385,118)</u>
<b>(Decrease) / increase in cash and cash equivalents</b>	<u>(1,894,465)</u>	<u>3,666,073</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>17,926,681</u>	<u>18,724,972</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 HALF YEAR ENDED JUNE 30, 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 149 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 period ended, the Bank has earned a net profit of Rs. 707.772 million resulting in accumulated losses of Rs. 51,785.544 million and negative equity of Rs. 18,015.329 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 June 30, 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 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.

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.

Furthermore, The Board of Directors in their meeting held on July 3, 2025, has authorized the President & CEO to execute the agreement between the Bank and His Excellency Nasser Abdullah Hussain Lootah ("the Sponsor") which set out the terms under which the Sponsor has deposited Rs 5 billion in the Bank. This amount shall be recorded as Advance Against Share Subscription till such time regulatory approvals are obtained for the issuance of shares to the sponsor, by way of other than right.

The Board has approved a confirmed offer of Rs 12 billion for the sale of Cullinan Tower (Summit Tower) received from M/s Sumya Builders and Developers. This sale is an integral part of the Business Plan as mentioned above.

## 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. MATERIAL ACCOUNTING POLICY INFORMATION

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) June 30, 2025	(Audited) December 31, 2024
	----- (Rupees in '000) -----	
<b>In hand</b>		
Local currency	4,829,463	5,013,443
Foreign currency	261,818	312,345
	5,091,281	5,325,788
<b>With State Bank of Pakistan in</b>		
Local currency current account	8,684,913	11,895,205
Foreign currency current account	991,757	417,268
Foreign currency deposit account	606,950	628,589
	10,283,620	12,941,062
With National Bank of Pakistan in Local currency current account	793,067	75,693
Prize bonds	12,274	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	16,180,242	18,352,154

## 7. BALANCES WITH OTHER BANKS

<b>In Pakistan</b>		
In current account	29,143	7,402
In deposit account	-	-
	29,143	7,402
<b>Outside Pakistan</b>		
In current account	1,642,400	1,387,894
In deposit account	80,111	78,639
	1,722,511	1,466,533
Less: Credit loss allowance held against balances with other banks	(1,242)	(1,086)
Balances with other banks - net of credit loss allowance	1,750,412	1,472,849

## 8. LENDINGS TO FINANCIAL INSTITUTIONS

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	----- (Rupees in '000) -----	
Reverse repo agreements	5144,600	2,936,730
Bai Muajjal receivable		
- with State Bank of Pakistan	5176,865	4,761,124
Musharakah	3,000,000	2,000,000
	<u>13,321,465</u>	<u>9,697,854</u>
Less: Credit loss allowance held against lending to financial institutions	(1,276)	(667)
Lendings to financial institutions - net of credit loss allowance	<u>13,320,189</u>	<u>9,697,187</u>

### 8.1 Lending to FIs - Particulars of credit loss allowance

		(Un-audited) June 30, 2025		(Audited) December 31, 2024	
		Lending	Credit loss allowance held	Lending	Credit loss allowance held
----- (Rupees in '000) -----					
<b>Domestic</b>					
Performing	Stage 1	13,321,465	1,276	9,697,854	667
Under performing	Stage 2	-	-	-	-
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
<b>Total</b>		<u>13,321,465</u>	<u>1,276</u>	<u>9,697,854</u>	<u>667</u>
<b>Overseas</b>					
Performing	Stage 1	-	-	-	-
Under performing	Stage 2	-	-	-	-
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
<b>Total</b>		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>



## 9. INVESTMENTS

### 9.1 Investments by type:

#### Debt Instruments

##### Classified / Measured at FVOCI

##### Federal Government Securities

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

##### Non Government Debt Securities

- Term Finance Certificates
- Sukuk Bonds

June 30, 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)							
23,165,496	-	(190)	23,165,306	31,480,645	-	(1,868)	31,478,777
63,552,524	-	305,514	63,858,038	96,791,543	-	530,014	97,321,557
44,179,943	-	146,938	44,326,881	42,768,327	-	913,383	43,681,710
1,055,299	(1,055,299)	-	-	1,094,014	(1,094,014)	-	-
2,458,005	(200,305)	-	2,257,700	2,496,811	(200,310)	-	2,296,501
134,411,267	(1,255,604)	452,262	133,607,925	174,631,340	(1,294,324)	1,441,529	174,776,545

#### Equity instruments

##### Classified / Measured at FVOCI

##### (Non-Reclassifiable) Shares

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

16	-	39	55	99,922	-	(99,884)	38
102,736	(100,906)	-	1,830	2,830	(1,000)	-	1,830
46,035	(46,035)	-	-	598,058	(598,058)	-	-
148,787	(146,941)	39	1,885	700,810	(599,058)	(99,884)	1,868
396,942	(65,191)	-	231,751	396,942	(165,191)	-	231,751
134,956,996	(1,567,736)	452,301	133,841,561	175,729,092	(2,058,573)	1,341,645	175,012,164

#### Total Investments

### 9.11 Investments given as collateral - Market Value

- Market Treasury Bills
- Pakistan Investment Bonds

(Un-audited) (Audited)  
June 30, December 31,  
2025 2024  
----- (Rupees in '000) -----

20,643,241	26,932,590
31,870,225	60,179,940
52,513,466	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	-	310
Charge for the period / year	(590,743)	-
Reversals for the period / year	(590,743)	310
Closing balance	1,567,736	2,058,573

### 9.3 Particulars of credit loss allowance against debt securities

#### Category of classification

##### Domestic

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

June 30, 2025 (Un-audited) December 31, 2024 (Audited)

Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
(Rupees in '000)			
-	-	-	-
2,258,005	305	2,296,811	310
1,255,299	1,255,299	1,294,014	1,294,014
3,513,304	1,255,604	3,590,825	1,294,324

## 10. ADVANCES

		Performing		Non Performing		Total	
		(Un-audited) June 30, 2025	(Audited) December 31, 2024	(Un-audited) June 30, 2025	(Audited) December 31, 2024	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Note	----- (Rupees in '000) -----					
Loans, cash credits, running finances, etc.	40.3	11,566,163	11,717,199	30,717,236	33,873,690	42,283,399	45,590,889
Islamic financing and related assets		2,236,089	2,346,432	272,584	275,641	2,508,673	2,622,073
Bills discounted and purchased		744,426	620,726	38,353	38,353	782,779	659,079
Advances - gross		14,546,678	14,684,357	31,028,173	34,187,684	45,574,851	48,872,041
Credit loss allowance against advances							
-Stage 1	10.3	(52,629)	(25,012)	-	-	(52,629)	(25,012)
-Stage 2	10.3	(56,089)	(206,817)	-	-	(56,089)	(206,817)
-Stage 3	10.3	-	-	(29,914,707)	(33,021,294)	(29,914,707)	(33,021,294)
		(108,718)	(231,829)	(29,914,707)	(33,021,294)	(30,023,425)	(33,253,123)
Advances - net of credit loss allowance		14,437,960	14,452,528	1,113,466	1,166,390	15,551,426	15,618,918
		----- (Rupees in '000) -----					
						(Un-audited) June 30, 2025	(Audited) December 31, 2024
10.1	Particulars of advances (Gross)						
	In local currency					45,164,271	48,423,023
	In foreign currencies					410,580	449,018
						45,574,851	48,872,041

### 10.1 Particulars of advances (Gross)

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
(Rupees in '000)		
In local currency	45,164,271	48,423,023
In foreign currencies	410,580	449,018
	45,574,851	48,872,041

10.2 Advances include Rs. 31,028.173 million (December 31, 2024: Rs. 34,187.684 million) which have been placed under non-performing / Stage 3 status as detailed below:

		(Un-audited) June 30, 2025		(Audited) December 31, 2024	
Category of Classification		Non Performing Loans	Credit loss allowance	Non Performing Loans	Credit loss allowance
		----- (Rupees in '000) -----			
Domestic					
Other Assets Especially Mentioned		837	251	13,227	5,141
Substandard		17,000	5,888	2,445	1,834
Doubtful	Stage 3	26,344	5,453	57,747	16,977
Loss		30,983,992	29,903,366	34,114,265	33,002,483
		31,028,173	29,914,958	34,187,684	33,026,435

### 10.3 Particulars of credit loss allowance against advances

	June 30, 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	31,470	282	192,960	224,712	8,349	178,502	436,781	623,632
Reversals for the period / year	(3,853)	(151,010)	(3,144,868)	(3,299,731)	(36,126)	(62,723)	(1,994,614)	(2,093,463)
	27,617	(150,728)	(2,951,908)	(3,075,019)	(27,777)	115,779	(1,557,833)	(1,469,831)
Amounts written off	-	-	(154,679)	(154,679)	-	-	(167,523)	(167,523)
Closing balance	52,629	56,089	29,914,707	30,023,425	25,012	206,817	33,021,294	33,253,123

### 10.31 Advances - Particulars of credit loss allowance

	June 30, 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	20,171	1,617	477,449	499,237	15,517	15,662	324,399	355,578
Advances derecognised or repaid	(5,076)	(93,838)	(3,506,086)	(3,605,000)	(42,176)	(32,800)	(687,063)	(762,039)
Transfer to stage 1	45,129	(45,129)	-	-	847	(37,780)	(536)	(37,469)
Transfer to stage 2	(21)	21	-	-	(1,959)	171,791	(814,227)	(644,395)
Transfer to stage 3	-	(13,629)	13,629	-	(6)	(1,094)	(380,406)	(381,506)
	60,203	(150,958)	(3,015,008)	(3,105,763)	(27,777)	115,779	(1,557,833)	(1,469,831)
Changes in risk parameters (PDs/LGDs/EADs)	(32,586)	230	63,100	30,744	-	-	-	-
Amounts written off / charged off	-	-	(154,679)	(154,679)	-	-	(167,523)	(167,523)
Closing balance	52,629	56,089	29,914,707	30,023,425	25,012	206,817	33,021,294	33,253,123

### 10.32 Advances - Category of classification

Advances - Category of classification		(Un-audited)		(Audited)	
		June 30, 2025		December 31, 2024	
		Outstanding amount	Credit loss allowance	Outstanding amount	Credit loss allowance
		----- (Rupees in '000) -----			
Performing	Stage 1	12,196,401	52,629	12,598,577	25,012
Underperforming	Stage 2	2,350,277	55,838	2,004,647	201,676
Non-Performing					
Other Assets Especially Mentioned	Stage 2	837	251	13,227	5,141
Substandard	Stage 3	17,000	5,888	2,445	1,834
Doubtful	Stage 3	26,344	5,453	57,747	16,977
Loss	Stage 3	30,983,992	29,903,366	34,195,398	33,002,483
Total		45,574,851	30,023,425	48,872,041	33,253,123

## 11. PROPERTY AND EQUIPMENT

	Note	(Un-audited) June 30, 2025	(Audited) December 31, 2024
(Rupees in '000)			
Capital work-in-progress	11.1	36,853	45,717
Property and equipment		6,685,585	6,980,408
		6,722,438	7,026,125
11.1 Capital work-in-progress			
Civil works and related payments / progress billings		7,050	12,366
Advances and other payments to suppliers and contractors		29,803	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)
		-	-
		36,853	45,717
		(Un-audited)	(Audited)
		June 30, 2025	June 30, 2024
(Rupees in '000)			

### 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	(8,864)	(9,891)
Property and equipment		
Building improvements	37,890	30,775
Furniture and fixture	7,834	4,831
Electrical, office and computer equipment	29,359	103,499
Vehicles	-	109
	75,083	139,214
	66,219	129,323

### 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)	
	June 30, 2025	June 30, 2024
	----- (Rupees in '000) -----	
Building on leasehold land	141,743	31,608
Building improvements	11,599	839
Furniture and fixture	8	207
Electrical, office and computer equipment	436	875
Vehicles	85	-
	<u>153,871</u>	<u>33,529</u>

## 12. RIGHT-OF-USE ASSETS

	Note	(Un-audited) June 30, 2025	(Audited) December 31, 2024
		----- (Rupees in '000) -----	
At January 01,			
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		454,040	611,610
Modifications during the period / year		(2,361)	(14,051)
Deletions during the period / year			
Cost		(242,343)	(679,249)
Accumulated depreciation		169,526	503,349
		<u>(72,817)</u>	<u>(175,900)</u>
Depreciation charge for the period / year		(271,225)	(541,593)
Closing net carrying amount		<u>2,708,908</u>	<u>2,601,271</u>

## 13. INTANGIBLE ASSETS

Capital work-in-progress	13.1	41,858	69,334
Intangible assets in use	13.2	317,371	261,751
		<u>359,229</u>	<u>331,085</u>

### 13.1 Capital work-in-progress

Advances to suppliers and contractors		41,858	69,334
Advances against capital work in progress considered doubtful		142,522	142,522
Less: Provision held there against		(142,522)	(142,522)
		<u>-</u>	<u>-</u>
		<u>41,858</u>	<u>69,334</u>

### 13.2 Intangible assets in use

Computer softwares		<u>317,371</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)	
	June 30, 2025	June 30, 2024
	----- (Rupees in '000) -----	
Capital work-in-progress - net	(27,476)	(13,345)
Directly purchased	92,020	46,477
	<u>64,544</u>	<u>33,132</u>

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

## 14. DEFERRED TAX ASSETS

June 30, 2025 (Un-audited)				
At January 01, 2025	IFRS - 9 transition / reclass impacts	Recognised in profit and loss account	Recognised in other comprehensive income	At June 30, 2025
(Rupees in '000)				
<b>Deductible Temporary Differences on</b>				
- 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				
28,520,123	41,961	(459,459)	-	28,102,625
<b>Taxable Temporary Differences on</b>				
- 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)	(41,961)	52,942	-	(1,054,447)
(563,491)		-	415,486	(89,966)
(8,795)		(4,357)	-	(13,152)
(470,714)		-	-	(470,714)
(289,585)		4,901	-	(284,684)
(411,585)		29,754	-	(381,831)
(2,851,559)	(41,961)	83,240	415,486	(2,394,794)
25,668,564	-	(376,219)	415,486	25,707,831
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
(Rupees in '000)				
<b>Deductible Temporary Differences on</b>				
- 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
<b>Taxable Temporary Differences on</b>				
- 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

- 14.1 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 include 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.

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
Note	-----	-----
	(Rupees in '000)	

## 15. OTHER ASSETS

Income / mark-up accrued in local currency	2,983,779	5,103,892
Income / mark-up accrued in foreign currency	3,225	2,195
Advances, deposits, advance rent and other prepayments	300,550	425,476
Advance taxation (payments less provisions)	517,869	556,920
Non-banking assets acquired in satisfaction of claims	1,780,293	1,798,949
Branch adjustment account	-	62,317
Receivable from other banks against clearing and settlement	641,942	928,275
Mark to market gain on forward foreign exchange contracts	31,443	43,225
Acceptances	477,954	665,551
Stationery and stamps on hand	6,158	6,161
Property - Held for Sale (HFS)	3,692,787	3,692,787
Others	611,351	556,417
	<b>11,047,351</b>	<b>13,842,165</b>
Less: Credit loss allowance held against other assets	15.2 (835,017)	(834,247)
Other Assets (Net of credit loss allowance)	<b>10,212,334</b>	<b>13,007,918</b>
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	677,819	689,489
Surplus on revaluation of property - held for sale	1,120,749	1,120,749
Other assets - total	<b>12,010,902</b>	<b>14,818,156</b>

- 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. The board has approved the confirmed offer for sale of the property (Refer Note 1.3).

	(Un-audited) June 30, 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	156,834	156,064
Receivable from Speedway Fondmetal (Pakistan) Limited	25,694	25,694
Others	137,795	137,795
	<b>835,017</b>	<b>834,247</b>

### 15.2.1 Movement in credit loss allowance held against other assets

Opening balance	834,247	834,729
Charge for the period / year	770	-
Reversals for the period / year	-	(482)
Amount written off	-	-
Closing balance	<b>835,017</b>	<b>834,247</b>

## 16. CONTINGENT ASSETS

There were no contingent assets at the balance sheet date.

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	----- (Rupees in '000) -----	
17. <b>BILLS PAYABLE</b>		
In Pakistan	1,860,845	1,900,496
Outside Pakistan	-	-
	<u>1,860,845</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

2,734,550	3,500,350
97,144	111,169
-	203
48,030,124	86,276,260
<u>50,861,818</u>	<u>89,887,982</u>

### Total secured

### Unsecured

Overdrawn nostro accounts

5,215	4,943
<u>50,867,033</u>	<u>89,892,925</u>

## 19. DEPOSITS AND OTHER ACCOUNTS

	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	----- (Rupees in '000) -----					
<b>Customers</b>						
Current deposits	45,416,610	6,787,707	52,204,317	39,633,691	1,736,724	41,370,415
Savings deposits	111,953,867	1,509,858	113,463,725	118,080,187	1,483,589	119,563,776
Term deposits	6,272,972	2,872,174	9,145,146	14,407,887	3,184,109	17,591,996
Others	2,743,387	44,625	2,788,012	2,413,801	43,805	2,457,606
	<u>166,386,836</u>	<u>11,214,364</u>	<u>177,601,200</u>	<u>174,535,566</u>	<u>6,448,227</u>	<u>180,983,793</u>
<b>Financial institutions</b>						
Current deposits	191,111	230,923	422,034	236,435	18,133	254,568
Savings deposits	4,666,947	17	4,666,964	3,877,043	1,878	3,878,921
Term deposits	445,821	180,190	626,011	699,322	198,021	897,343
Others	-	-	-	-	-	-
	<u>5,303,879</u>	<u>411,130</u>	<u>5,715,009</u>	<u>4,812,800</u>	<u>218,032</u>	<u>5,030,832</u>
	<u>171,690,715</u>	<u>11,625,494</u>	<u>183,316,209</u>	<u>179,348,366</u>	<u>6,666,259</u>	<u>186,014,625</u>

- 19.1 Deposits include Rs 5.042 billion (USD 17.769 million) held in Foreign Current Deposit by His Excellency Nasser Abdullah Hussain Lootha ("the Sponsor") which would be transferred to Advance Against Share Subscription account.

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	----- (Rupees in '000) -----	
20. <b>LEASE LIABILITIES</b>		
Opening	3,284,402	3,348,737
Additions during the period / year	421,738	526,673
Deletion during the period / year	(120,130)	(288,948)
Lease payments including interest	(424,732)	(761,843)
Interest expense	262,767	473,834
Modifications	(2,361)	(14,051)
Closing	<u>3,421,684</u>	<u>3,284,402</u>

## 20.1 Liabilities Outstanding

Not later than one year	852,639	792,141
Later than one year and upto five years	2,003,762	1,879,417
Over five years	565,283	612,844
Total at the period / year end	<u>3,421,684</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) June 30, 2025	(Audited) December 31, 2024
Note ----- (Rupees in '000) -----		
Mark-up / return / interest payable in local currency	1,913,907	2,811,708
Mark-up / return / interest payable in foreign currencies	22,113	26,304
Unearned income	81,976	89,152
Accrued expenses	206,210	164,694
Advance against sale of property	221,803	211,103
Acceptances	477,954	665,551
Unclaimed dividends	2,213	2,213
Mark to market loss on forward foreign exchange contracts	128	22,284
Payable to defined benefit plan	43,019	79,541
Charity fund balance	243	2,156
Branch adjustment account	8,678	-
Security deposits against lease	117,561	135,288
Payable to Bangladesh Bank	41,389	41,389
Payable to Rupali Bank - Bangladesh	16,293	16,293
Payable to vendors / creditors	483,103	440,312
Provision for compensated absences	154,709	156,962
Payable to Bank of Ceylon, Colombo	20,163	20,163
Retention money	478,417	432,621
Workers' welfare fund	13,360	13,360
Withholding taxes and government levies payable	203,783	236,461
Federal excise duty and sales tax payable	12,806	12,988
Commission payable on home remittances	72	72
Credit loss allowance against off-balance sheet obligations	22.1 158,259	160,905
Others	529,022	418,327
	<b>5,207,181</b>	<b>6,159,847</b>

### 22.1 Credit loss allowance against off-balance sheet obligations

Opening balance	160,905	109,012
Charge for the period / year	53,295	82,629
Reversals for the period / year	(55,941)	(30,736)
	(2,646)	51,893
Amount written off	-	-
Closing balance	<b>158,259</b>	<b>160,905</b>

## 23. SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS

Surplus / (deficit) on revaluation of		
- Securities measured at FVOCI-Debt	9.1 452,262	1,441,529
- Securities measured at FVOCI-Equity	9.1 39	(99,884)
- Property and equipment	3,443,992	3,570,041
- Non-banking assets acquired in satisfaction of claims	677,819	689,489
- Property - held for sale	1,120,749	1,120,749
	<b>5,694,861</b>	<b>6,721,924</b>
Deferred tax on surplus / (deficit) on revaluation of:		
- Securities measured at FVOCI-Debt	(189,950)	(605,442)
- Securities measured at FVOCI-Equity	(16)	41,951
- Property and equipment	(1,054,447)	(1,107,389)
- Non-banking assets acquired in satisfaction of claims	(284,684)	(289,585)
- Property - held for sale	(470,714)	(470,714)
	<b>(1,999,811)</b>	<b>(2,431,179)</b>
	<b>3,695,050</b>	<b>4,290,745</b>

## 24. CONTINGENCIES AND COMMITMENTS

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Note	----- (Rupees in '000) -----	
-Guarantees	24.1	17,066,007	16,239,036
-Commitments	24.2	76,376,841	117,124,783
-Other contingent liabilities	24.3	20,940,033	21,437,137
		<u>114,382,881</u>	<u>154,800,956</u>
<b>24.1 Guarantees:</b>			
Financial guarantees		170,470	20,470
Performance guarantees		10,310,497	9,857,474
Other guarantees		6,585,040	6,361,092
		<u>17,066,007</u>	<u>16,239,036</u>
<b>24.2 Commitments:</b>			
Documentary credits and short-term trade-related transactions			
- letters of credit		12,677,767	8,381,574
Commitments in respect of:			
- forward foreign exchange contracts	24.2.1	8,092,126	14,791,974
- forward lending	24.2.2	6,701,478	6,768,159
Commitments for acquisition of:			
- property and equipment		710,163	816,027
- intangible assets		165,183	90,789
Other commitments	24.2.3	48,030,124	86,276,260
		<u>76,376,841</u>	<u>117,124,783</u>
<b>24.2.1 Commitments in respect of forward foreign exchange contracts</b>			
Purchase		8,092,126	9,476,934
Sale		-	5,315,040
		<u>8,092,126</u>	<u>14,791,974</u>
<b>24.2.2 Commitments in respect of forward lending</b>			
Forward documentary bills		5,290,036	5,273,768
Undrawn formal standby facilities, credit lines and other commitments to lend	24.2.2.1	1,411,442	1,494,391
		<u>6,701,478</u>	<u>6,768,159</u>
<b>24.2.2.1</b> 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) June 30, 2025	(Audited) December 31, 2024
		----- (Rupees in '000) -----	
<b>24.2.3 Other commitments</b>			
Purchase (Repo)		48,030,124	86,276,260
<b>24.3 Other contingent liabilities - claims against the Bank not acknowledged as debts</b>		<u>20,940,033</u>	<u>21,437,137</u>
<b>24.4 Contingency for tax payable</b>			
Contingency related to tax payable is disclosed in note 33.2 and 33.3.			

**25. MARK-UP / RETURN / INTEREST EARNED**

(Un-audited) Half year ended	
June 30, 2025	June 30, 2024
Note ----- (Rupees in '000) -----	

On:

Loans and advances	639,543	1,581,817
Investments	9,139,324	20,036,129
Lendings to financial institutions	517,166	142,020
Balances with banks	33,002	34,833
	<u>10,329,035</u>	<u>21,794,799</u>

**26. MARK-UP / RETURN / INTEREST EXPENSED**

On:

Deposits	6,269,284	10,717,553
Borrowings	3,923,596	12,469,861
Subordinated debt	123,412	186,263
Cost of foreign currency swaps against foreign currency deposits / borrowings	108,637	297,593
Finance cost of lease liability	262,767	221,870
	<u>10,687,696</u>	<u>23,893,140</u>

**27. FEE AND COMMISSION INCOME**

Branch banking customer fees	115,749	89,504
Consumer finance related fees	494	2,059
Card related fees (debit cards)	120,035	101,778
Credit related fees	584	859
Commission on trade	184,938	253,052
Commission on guarantees	62,973	62,464
Commission on cash management	3	158
Commission on remittances including home remittances	2,457	3,298
Commission on bancassurance	484	1,132
Alternate Delivery Channels	13,638	8,796
Others	5	28
	<u>501,360</u>	<u>523,128</u>

**28. GAIN ON SECURITIES**

Realised	28.1	1,515,821	272,234
Unrealised - Measured at FVPL		-	-
		<u>1,515,821</u>	<u>272,234</u>

**28.1 Realised gain on:**

Federal Government Securities	1,515,821	272,234
Shares	-	-
	<u>1,515,821</u>	<u>272,234</u>
Net gain on financial assets (debt instruments) measured at FVOCI	1,515,821	272,234
Net gain / loss on investments in equity instruments designated at FVOCI	-	-
	<u>1,515,821</u>	<u>272,234</u>

## 29. OTHER INCOME

	(Un-audited) Half year ended	
	June 30, 2025	June 30, 2024
Note -----	(Rupees in '000) -----	
Rent on property	1,385	3,103
Gain on sale of property and equipment - net	67,469	46,552
Gain on sale of non banking assets	-	604,317
Gain on sale of ijarah assets	-	623
Gain on termination of lease contracts under IFRS 16	47,313	36,161
Others	-	10
	<u>116,167</u>	<u>690,766</u>

## 30. OPERATING EXPENSES

Total compensation expense 30.1 1,441,466 1,318,650

### Property expense

Rent and taxes	29,741	59,516
Insurance - property	3,692	3,653
Insurance - non banking assets	229	460
Utilities cost	199,994	239,038
Security (including guards)	142,267	129,192
Repair and maintenance (including janitorial charges)	114,017	94,406
Depreciation on owned property and equipments	125,144	127,850
Depreciation on right-of-use assets	271,225	270,730
Depreciation on non banking assets	30,327	32,248
	<u>916,636</u>	<u>957,093</u>

### Information technology expenses

Software maintenance	87,167	121,484
Hardware maintenance	66,251	69,603
Depreciation on computer equipments	49,360	37,729
Amortisation of computer softwares	36,401	15,380
Network charges	45,355	46,564
Insurance	2,520	219
	<u>287,054</u>	<u>290,979</u>

### Other operating expenses

Directors' fees and allowances	24,300	18,000
Fees and allowances to Shariah Board	11,850	11,850
Legal and professional charges	158,359	72,740
Outsourced services costs	155,370	161,892
Travelling and conveyance	202,960	236,087
NIFT clearing charges	25,223	16,391
Depreciation	40,831	40,831
Training and development	3,610	2,915
Postage and courier charges	18,665	19,718
Communication	75,350	69,121
Stationery and printing	96,629	84,083
Marketing, advertisement and publicity	30,553	20,910
Brokerage and commission	20,970	21,165
Fee and subscription	133,103	121,244
Cash transportation and sorting charges	78,661	82,346
Entertainment	34,623	37,067
Insurance	86,609	86,527
Deposit insurance premium expense	102,521	91,122
Repair and maintenance	108,525	60,894
Auditors' remuneration	8,031	6,710
Others	47,676	15,927
	<u>1,464,419</u>	<u>1,277,540</u>

4,109,575 3,844,262

	Note	(Un-audited) Half year ended	
		June 30, 2025	June 30, 2024
<b>30.1 Total compensation expense</b>		----- (Rupees in '000) -----	
Fees and allowances etc.		9,907	9,922
Managerial remuneration			
i) Fixed		895,482	828,243
ii) Variable			
of which;			
a) Cash bonus / awards etc.		-	-
b) Incentives and commission		63	159
Charge for defined benefit plan		43,019	39,723
Contribution to defined contribution plan		44,517	42,262
Charge for employees compensated absences		11,339	11,997
Rent and house maintenance		301,855	266,828
Utilities		67,287	59,482
Medical		67,997	60,034
<b>Total</b>		<b>1,441,466</b>	<b>1,318,650</b>

### 31. OTHER CHARGES

Penalties imposed by State Bank of Pakistan	367	104
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### 32. CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET

Credit loss allowance for diminution in value of investments	(590,743)	-
Credit loss allowance against loans and advances	(3,075,019)	(1,730,889)
Credit loss allowance against other assets	770	(511)
Operational loss	-	2,073
Credit loss allowance against off-balance sheet obligations	(2,646)	4,600
Credit loss allowance on balance with other banks	156	1,242
Credit loss allowance on lending to FI	609	-
Bad debts written off directly	932	-
Property and equipments written off	7	-
Recoveries against written off / charged off bad debts	-	(567)
	<b>(3,665,934)</b>	<b>(1,724,052)</b>

### 33. TAXATION

Current	33.1 & 33.2	237,208	287,691
Prior years	33.3	123,668	-
Deferred		376,219	(1,280,950)
		<b>737,095</b>	<b>(993,259)</b>

- 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. The Bank has recorded a prior year charge of minimum tax amounting to Rs. 0.960 million for Tax Year 2020.

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.

#### 34. BASIC AND DILUTED EARNING / (LOSS) PER SHARE

		(Un-audited) Half year ended	
		June 30, 2025	June 30, 2024
Note ----- (Rupees in '000) -----			
Profit / (loss) for the period		<u>707,772</u>	<u>(1,442,432)</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 earning / (loss) per share		<u>0.11</u>	<u>(0.22)</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 earning / (loss) per share		<u>0.11</u>	<u>(0.22)</u>

- 34.1** There are no potential ordinary shares outstanding as of June 30, 2025.

#### 35. CASH AND CASH EQUIVALENTS

		(Un-audited) Half year ended	
		June 30, 2025	June 30 2024
----- (Rupees in '000) -----			
Cash and balances with treasury banks		<u>16,180,242</u>	<u>16,777,837</u>
Balances with other banks excluding credit loss allowance		<u>1,751,654</u>	<u>1,952,094</u>
Overdrawn nostro accounts		<u>(5,215)</u>	<u>(4,959)</u>
		<u>17,926,681</u>	<u>18,724,972</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:

June 30, 2025 (Un-audited)				
	Level1	Level2	Level3	Total
(Rupees in '000)				
<b>On balance sheet financial instruments</b>				
<b>Financial assets - measured at fair value</b>				
Investments	-	131,350,225	-	131,350,225
- Federal Government Securities	55	-	-	55
- Shares - Listed	-	2,257,700	-	2,257,700
- Non Government Debt Securities	-	-	-	-
<b>Financial assets - disclosed but not measured at fair value</b>				
Investments	-	-	5,902	5,902
- Shares - Unlisted	-	-	5,902	5,902
<b>Non-Financial assets - measured at fair value</b>				
Property and equipment (Land and Building)	-	-	5,917,254	5,917,254
Non banking assets acquired in satisfaction of claims	-	-	2,098,824	2,098,824
<b>Off-balance sheet financial instruments - measured at fair value</b>				
Forward purchase of foreign exchange	-	8,123,441	-	8,123,441
Forward sale of foreign exchange	-	-	-	-

December 31, 2024 (Audited)				
	Level1	Level2	Level3	Total
(Rupees in '000)				
<b>On balance sheet financial instruments</b>				
<b>Financial assets - measured at fair value</b>				
Investments	-	172,482,044	-	172,482,044
- Federal Government Securities	38	-	-	38
- Shares - Listed	-	2,296,501	-	2,296,501
- Non Government Debt Securities	-	-	-	-
<b>Financial assets - disclosed but not measured at fair value</b>				
Investments	-	-	4,810	4,810
- Shares - Unlisted	-	-	4,810	4,810
<b>Non-Financial assets - measured at fair value</b>				
Property and equipment (Land and Building)	-	-	6,136,037	6,136,037
Non banking assets acquired in satisfaction of claims	-	-	2,129,150	2,129,150
<b>Off-balance sheet financial instruments - measured at fair value</b>				
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 Sukkuks 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

#### 37.1 Segment details with respect to business activities

For the half year ended June 30, 2025 (Un-audited)

	Corporate, SME & Commercial	Treasury	Retail Banking	Others	Total
----- (Rupees in '000) -----					
<b>Profit and Loss</b>					
Net mark-up / return / profit	224,782	5,805,051	(6,065,314)	(323,180)	(358,661)
Inter segment revenue - net	(398,105)	(4,906,807)	8,588,770	(3,283,858)	-
Non mark-up / return / interest income	176,261	1,677,777	335,452	58,046	2,247,536
Total income	2,938	2,576,021	2,858,908	(3,548,992)	1,888,875
Segment direct expenses	127,734	62,565	2,589,814	1,329,829	4,109,942
Inter segment expense allocation	339,242	135,195	687,747	(1,162,184)	-
Total expenses	466,976	197,760	3,277,561	167,645	4,109,942
Credit loss allowance	(3,076,884)	(591,500)	26	2,424	(3,665,934)
<b>Profit / (Loss) before tax</b>	<b>2,612,846</b>	<b>2,969,761</b>	<b>(418,679)</b>	<b>(3,719,061)</b>	<b>1,444,867</b>

As at June 30, 2025 (Un-audited)

	Corporate, SME & Commercial	Treasury	Retail Banking	Others	Total
----- (Rupees in '000) -----					
<b>Balance Sheet</b>					
Cash and bank balances	82,416	12,827,098	5,021,140	-	17,930,654
Investments	-	133,609,810	-	231,751	133,841,561
Net inter segment lending	-	-	173,826,531	-	173,826,531
Lendings to financial institutions	-	13,320,189	-	-	13,320,189
Advances - performing	12,342,590	-	251,861	1,843,509	14,437,960
Advances - non-performing	1,071,438	-	33,884	8,144	1,113,466
Others	310,229	2,639,592	3,430,793	41,128,694	47,509,308
<b>Total assets</b>	<b>13,806,673</b>	<b>162,396,689</b>	<b>182,564,209</b>	<b>43,212,098</b>	<b>401,979,669</b>
Borrowings	2,831,694	48,035,339	-	-	50,867,033
Subordinated debt	-	-	-	1,495,515	1,495,515
Deposits and other accounts	3,517,807	-	179,798,402	-	183,316,209
Net inter segment borrowing	7,265,046	114,302,849	-	52,258,636	173,826,531
Others	192,126	58,501	2,765,807	7,473,276	10,489,710
<b>Total liabilities</b>	<b>13,806,673</b>	<b>162,396,689</b>	<b>182,564,209</b>	<b>61,227,427</b>	<b>419,994,998</b>
Equity	-	-	-	(18,015,329)	(18,015,329)
<b>Total equity and liabilities</b>	<b>13,806,673</b>	<b>162,396,689</b>	<b>182,564,209</b>	<b>43,212,098</b>	<b>401,979,669</b>
Contingencies and commitments	56,508,160	56,122,249	-	1,752,472	114,382,881



For the half year ended June 30, 2024 (Un-audited)

	Corporate, SME & Commercial	Treasury	Retail Banking	Others	Total
(Rupees in '000)					
<b>Profit and Loss</b>					
Net mark-up / return / profit	611,684	7,871,294	(10,208,788)	(372,531)	(2,098,341)
Inter segment revenue - net	(526,094)	(8,189,894)	14,086,934	(5,370,946)	-
Non mark-up / return / interest income	150,012	626,692	318,945	687,315	1,782,964
Total income	235,602	308,092	4,197,091	(5,056,162)	(315,377)
Segment direct expenses	128,718	55,484	2,526,115	1,134,049	3,844,366
Inter segment expense allocation	310,153	109,923	642,815	(1,062,891)	-
Total expenses	438,871	165,407	3,168,930	71,158	3,844,366
Credit loss allowance	(1,719,759)	1,242	(722)	(4,813)	(1,724,052)
<b>Profit / (Loss) before tax</b>	<b>1,516,490</b>	<b>141,443</b>	<b>1,028,883</b>	<b>(5,122,507)</b>	<b>(2,435,691)</b>

As at December 31, 2024 (Audited)

	Corporate, SME & Commercial	Treasury	Retail Banking	Others	Total
(Rupees in '000)					
<b>Balance Sheet</b>					
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
<b>Total Assets</b>	<b>13,741,816</b>	<b>203,637,384</b>	<b>184,907,952</b>	<b>43,467,444</b>	<b>445,754,596</b>
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
<b>Total liabilities</b>	<b>13,741,816</b>	<b>203,637,384</b>	<b>184,907,952</b>	<b>61,616,781</b>	<b>463,903,933</b>
Equity	-	-	-	(18,149,337)	(18,149,337)
<b>Total equity and liabilities</b>	<b>13,741,816</b>	<b>203,637,384</b>	<b>184,907,952</b>	<b>43,467,444</b>	<b>445,754,596</b>
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 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:

	June 30, 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)							
<b>Investments</b>								
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	-	-	-	(552,038)	-	-	-	-
Other adjustment	-	-	-	-	-	-	-	103,820
Closing balance	-	-	396,942	-	-	-	396,942	552,038
<b>Credit loss allowance for diminution in value of investments</b>	-	-	165,191	-	-	-	165,191	552,023
<b>Advances</b>								
Opening balance	-	421,468	44,902	517,251	-	303,505	82,400	671,901
Addition during the period / year	-	91,878	1,928,096	2,700	-	52,070	2,499,976	284
Repaid during the period / year	-	(60,771)	(1,906,500)	(69)	-	(30,556)	(2,537,474)	(154,934)
Transfer in / (out) - net	-	8,974	-	(517,060)	-	96,449	-	-
Closing balance	-	461,549	66,498	2,822	-	421,468	44,902	517,251
<b>Credit loss allowance held against advances</b>	-	79	704	0	-	84	62	517,060

June 30, 2025 (Un-audited)

December 31, 2024 (Audited)

	Directors	Key management personnel	Subsidiary	Other related parties	Directors	Key management personnel	Subsidiary	Other related parties
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(Rupees in '000)

**Other Assets**

Interest / mark-up accrued	-	2,120	4,704	23	-	253	1,431	-
Advances, deposits, advance rent and other prepayments	-	5,059	-	-	-	6,105	-	-
Other receivable	4,195	-	-	2,949	-	-	-	2,949

Credit loss allowance held against other assets

**Deposits and other accounts**

Opening balance	1,495	17,811	154,871	652,361	109,345	15,625	84,129	779,900
Received during the period / year	8,962	348,780	2,862,740	5,521,153	164,481	551,638	6,286,124	976,468
Withdrawn during the period / year	(7,911)	(343,711)	(2,900,759)	(353,482)	(163,230)	(548,647)	(6,215,382)	(1,103,999)
Transfer (out) / in - net	-	1,051	-	(23,879)	(109,101)	(805)	-	(8)

Closing balance

2,546	23,931	116,852	5,796,153	1,495	17,811	154,871	652,361
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**Other Liabilities**

Interest / mark-up payable	-	-	-	-	10	16	2,165	7,367
Payable to defined benefit plan	-	-	-	43,019	-	-	-	79,541
Brokerage payable	-	-	1,006	-	-	-	1,201	-

**Contingencies and Commitments**

Guarantees, letters of credit and acceptances - net of ECL	-	-	-	-	-	-	-	77,613
Commitments to extend credit	-	-	165,244	-	-	-	234,972	-

For the half year ended June 30, 2024 (Un-audited)

For the half year ended June 30, 2025 (Un-audited)

	Directors	Key management personnel	Subsidiary	Other related parties
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(Rupees in '000)

<b>Income</b>								
Mark-up / return / interest earned	-	9,586	8,586	37	-	14,357	6,254	3
Fee and commission income	-	-	81	692	2	-	65	692
Other income	-	-	-	-	-	22	1,843	-
<b>Expense</b>								
Mark-up / return / interest expensed	115	647	4,456	27,034	11,070	837	10,914	69,807
<b>Operating expenses:</b>								
- Directors' fees and allowances	24,300	-	-	-	18,000	-	-	-
- Brokerage and commission	-	-	1,671	-	-	-	1,343	-
- Fee and subscription	-	1,521	-	-	-	689	-	-
- Managerial Remuneration	-	255,936	-	1,060	-	203,727	-	856
- Contribution to defined contribution plan	-	-	-	44,517	-	-	-	42,262
- Charge for defined benefit plan	-	-	-	43,019	-	-	-	39,723
Credit loss allowance against advances	-	(5)	642	(369,065)	-	17	(47)	(97,391)
Credit loss allowance for diminution in value of investments	-	-	-	(552,023)	-	-	-	-
Credit loss allowance against off-balance sheet obligations	-	-	-	(8,888)	-	-	-	(9,924)

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) June 30, 2025	(Audited) December 31, 2024
	----- (Rupees in '000) -----	
<b>Minimum Capital Requirement (MCR):</b>		
Paid-up capital (net of losses)	<u>(21,864,541)</u>	<u>(22,594,244)</u>
<b>Capital Adequacy Ratio (CAR):</b>		
Eligible Common Equity Tier-1 (CET-1) Capital	<u>(48,295,759)</u>	<u>(48,962,933)</u>
Eligible Additional Tier-1 (ADT-1) Capital	<u>-</u>	<u>-</u>
Total Eligible Tier-1 Capital	<u>(48,295,759)</u>	<u>(48,962,933)</u>
Eligible Tier-2 Capital	<u>-</u>	<u>-</u>
Total Eligible Capital (Tier-1 + Tier-2)	<u>(48,295,759)</u>	<u>(48,962,933)</u>
<b>Risk Weighted Assets (RWAs):</b>		
Credit Risk	38,339,081	38,803,867
Market Risk	8,956,867	7,935,551
Operational Risk	7,447,378	7,447,378
Total	<u>54,743,326</u>	<u>54,186,796</u>
Common Equity Tier-1 Capital Adequacy Ratio	<u>-88.22%</u>	<u>-90.36%</u>
Tier-1 Capital Adequacy Ratio	<u>-88.22%</u>	<u>-90.36%</u>
Total Capital Adequacy Ratio	<u>-88.22%</u>	<u>-90.36%</u>
<b>Leverage Ratio (LR):</b>		
Eligible Tier-1 Capital	(48,295,759)	(48,962,933)
Total Exposures	296,373,091	337,818,428
Leverage Ratio	<u>-16.30%</u>	<u>-14.49%</u>
<b>Liquidity Coverage Ratio (LCR):</b>		
Total High Quality Liquid Assets	101,758,044	106,854,439
Total Net Cash Outflow	37,619,405	39,122,564
Liquidity Coverage Ratio	<u>270.49%</u>	<u>273.13%</u>
<b>Net Stable Funding Ratio (NSFR):</b>		
Total Available Stable Funding	120,201,953	119,891,171
Total Required Stable Funding	75,329,683	74,443,071
Net Stable Funding Ratio	<u>159.57%</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 32 (December 31, 2024: 31) Islamic banking windows at the end of the period.

##### STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2025

AS AT JUNE 30, 2025		(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Note	----- (Rupees in '000) -----	
<b>ASSETS</b>			
Cash and balances with treasury banks		3,316,029	3,437,009
Balances with other banks		-	96,128
Due from financial institutions	40.1	10,822,887	26,135,485
Investments	40.2	36,886,253	41,317,673
Islamic financing and related assets - net	40.3	2,334,698	2,423,890
Property and equipment		162,111	169,024
Right-of-use assets		199,767	148,382
Intangible assets		-	-
Due from Head Office		-	-
Deferred tax assets		-	-
Other assets		5,717,745	1,688,565
<b>Total Assets</b>		<b>59,439,490</b>	<b>75,416,156</b>
<b>LIABILITIES</b>			
Bills payable		215,681	280,974
Due to financial institutions	40.4	-	3,135,154
Deposits and other accounts	40.5	50,096,656	47,062,215
Due to Head Office		-	-
Lease liabilities		219,239	158,396
Subordinated debt		-	-
Deferred tax liabilities		113,162	402,987
Other liabilities		159,743	16,900,389
		<b>50,804,481</b>	<b>67,940,115</b>
<b>NET ASSETS</b>		<b>8,635,009</b>	<b>7,476,041</b>
<b>REPRESENTED BY</b>			
Islamic Banking Fund		1,000,000	1,000,000
Reserves		-	-
Surplus on revaluation of assets		156,271	556,506
Unappropriated profit	40.6	7,478,738	5,919,535
		<b>8,635,009</b>	<b>7,476,041</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	40.7		

**ISLAMIC BANKING BUSINESS  
PROFIT AND LOSS ACCOUNT (UN-AUDITED)  
FOR THE HALF YEAR ENDED JUNE 30, 2025**

		June 30, 2025	June 30, 2024
	Note	----- (Rupees in '000) -----	
Profit / return earned	40.8	3,406,157	4,100,056
Profit / return expensed	40.9	1,592,448	2,756,022
<b>Net Profit / return</b>		<b>1,813,709</b>	<b>1,344,034</b>
<b>Other income</b>			
Fee and commission income		95,354	93,918
Dividend income		-	-
Foreign exchange loss		(131,343)	(13,745)
Income / (loss) from derivatives		-	-
Gain on securities		314,663	143,338
Other income		207	1,382
<b>Total other income</b>		<b>278,881</b>	<b>224,893</b>
<b>Total income</b>		<b>2,092,590</b>	<b>1,568,927</b>
<b>Other expenses</b>			
Operating expenses		553,388	403,718
Workers' welfare fund		-	-
Other charges		-	-
<b>Total other expenses</b>		<b>553,388</b>	<b>403,718</b>
<b>Profit before credit loss allowance</b>		<b>1,539,202</b>	<b>1,165,209</b>
Credit loss allowance and write offs - net		(18,395)	19,869
<b>Profit before taxation</b>		<b>1,557,597</b>	<b>1,145,340</b>
Taxation		-	-
<b>Profit after taxation</b>		<b>1,557,597</b>	<b>1,145,340</b>

ISLAMIC BANKING BUSINESS  
FOR THE HALF YEAR ENDED JUNE 30, 2025

		June 30, 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	Note	(Rupees in '000)					
Unsecured							
Bai Muajjal Receivable from State Bank of Pakistan		5176,864	-	5176,864	4,761,124	-	4,761,124
Bai Muajjal Receivable from other Financial Institutions	40.1.1	2,646,785	-	2,646,785	19,374,631	-	19,374,631
Musharakah		3,000,000	-	3,000,000	2,000,000	-	2,000,000
		<u>10,823,649</u>	<u>-</u>	<u>10,823,649</u>	<u>26,135,755</u>	<u>-</u>	<u>26,135,755</u>
Less: Credit loss allowance							
Stage 1		(762)	-	(762)	(270)	-	(270)
Stage 2		-	-	-	-	-	-
Stage 3		-	-	-	-	-	-
		<u>(762)</u>	<u>-</u>	<u>(762)</u>	<u>(270)</u>	<u>-</u>	<u>(270)</u>
Due from financial institutions - net of credit loss allowance		<u>10,822,887</u>	<u>-</u>	<u>10,822,887</u>	<u>26,135,485</u>	<u>-</u>	<u>26,135,485</u>

401.1 This represents Bai Muajjal agreements with conventional operations of Bank Makramah Limited and carries profit rate of 9.75% per annum (December 31, 2024: 10.75% to 14% per annum) and are due to mature latest by July 15, 2025 (December 31, 2024: March 25, 2025).

40.2 Investments

	June 30, 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	34,445,333	-	183,220	34,628,553	38,149,499	-	871,673	39,021,172
Non Government Debt Securities								
- Listed	2,258,005	(305)	-	2,257,700	2,296,811	(310)	-	2,296,501
Total Investments	<u>36,703,338</u>	<u>(305)</u>	<u>183,220</u>	<u>36,886,253</u>	<u>40,446,310</u>	<u>(310)</u>	<u>871,673</u>	<u>41,317,673</u>

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	(Rupees in '000)	
40.3 Islamic financing and related assets		
Ijarah	682,038	595,944
Running Musharakah	343,581	311,863
Diminishing Musharakah	1,209,165	1,112,722
Diminishing Musharakah-IERF	-	300,000
Tijarah	248,517	284,517
Advance against Ijarah	25,372	17,027
Gross Islamic financing and related assets	<u>2,508,673</u>	<u>2,622,073</u>
Less: Credit loss allowance against Islamic financings		
-Stage 1	(3,213)	(718)
-Stage 2	(13,161)	(34,420)
-Stage 3	(157,601)	(163,045)
	<u>(173,975)</u>	<u>(198,183)</u>
Islamic financing and related assets - net of credit loss allowance	<u>2,334,698</u>	<u>2,423,890</u>

40.4 Due to financial institutions

Secured		
Acceptances from the SBP under Islamic Export Refinance Scheme	-	-
Total secured	<u>-</u>	<u>-</u>
Unsecured		
Overdrawn nostro accounts	-	3,135,154
Total unsecured	<u>-</u>	<u>3,135,154</u>



#### 40.5 Deposits

	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
(Rupees in '000)						
<b>Customers</b>						
Current deposits	8,982,798	5,732,684	14,715,482	6,337,338	627,640	6,964,978
Savings deposits	32,821,327	210,917	33,032,244	34,497,595	145,788	34,643,383
Term deposits	1,010,608	116,892	1,127,500	4,247,560	158,840	4,406,400
Others	485,845	-	485,845	461,193	-	461,193
	43,300,578	6,060,493	49,361,071	45,543,686	932,268	46,475,954
<b>Financial Institutions</b>						
Current deposits	5,674	-	5,674	4,733	-	4,733
Savings deposits	579,911	-	579,911	431,528	-	431,528
Term deposits	150,000	-	150,000	150,000	-	150,000
	735,585	-	735,585	586,261	-	586,261
	44,036,163	6,060,493	50,096,656	46,129,947	932,268	47,062,215

#### 40.6 Unappropriated profit

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
(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	1,557,597	2,894,410
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipments to accumulated profit	1,606	3,213
Closing balance	7,478,738	5,919,535

#### 40.7 CONTINGENCIES AND COMMITMENTS

-Guarantees	4,198,107	4,129,456
-Commitments	11,552,361	9,145,926
-Other contingent liabilities	-	-
	15,750,468	13,275,382

#### 40.8 Profit / Return Earned of Financing, Investments and Placement

	(Un-audited) June 30, 2025	June 30, 2024
(Rupees in '000)		
Profit earned on:		
Financing	83,730	73,246
Investments	2,449,866	3,895,766
Placements	872,561	131,044
Balances with banks	-	-
	3,406,157	4,100,056

#### 40.9 Profit on Deposits and other Dues Expensed

Deposits and other accounts	1,524,121	2,643,489
Due to Financial Institutions	48,962	105,803
Finance cost of lease liability	19,365	6,730
	1,592,448	2,756,022

41. DATE OF AUTHORIZATION OF ISSUE

These unconsolidated condensed interim financial statements were authorised for issue on August 01, 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 HALF YEAR ENDED  
JUNE 30, 2025**

# CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2025

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Note	----- (Rupees in '000) -----	
<b>ASSETS</b>			
Cash and balances with treasury banks	6	16,180,242	18,352,157
Balances with other banks	7	1,757,560	1,475,100
Lendings to financial institutions	8	13,320,189	9,697,187
Investments	9	133,775,449	174,858,629
Advances	10	15,485,632	15,574,078
Property and equipment	11	6,767,058	7,072,251
Right-of-use assets	12	2,708,908	2,601,271
Intangible assets	13	361,741	333,599
Deferred tax assets	14	25,639,834	25,600,837
Other assets	15	12,129,916	15,031,166
<b>Total Assets</b>		<b>228,126,529</b>	<b>270,596,275</b>
<b>LIABILITIES</b>			
Bills payable	17	1,860,845	1,900,496
Borrowings	18	50,867,033	89,892,925
Deposits and other accounts	19	183,199,357	185,859,754
Lease liabilities	20	3,421,684	3,284,402
Subordinated debt	21	1,495,515	1,495,515
Deferred tax liabilities		-	-
Other liabilities	22	5,345,819	6,373,767
<b>Total Liabilities</b>		<b>246,190,253</b>	<b>288,806,859</b>
<b>NET ASSETS</b>		<b>(18,063,724)</b>	<b>(18,210,584)</b>
<b>REPRESENTED BY</b>			
Share capital - net		30,500,208	30,500,208
Reserves		(425,043)	(425,043)
Surplus / (deficit) on revaluation of assets	23	3,744,171	4,334,869
Accumulated losses		(51,883,060)	(52,620,618)
		<b>(18,063,724)</b>	<b>(18,210,584)</b>

## CONTINGENCIES AND COMMITMENTS

24

The annexed notes 1 to 41 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 AND HALF YEAR ENDED JUNE 30, 2025

		Quarter Ended		Half Year Ended	
		June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
Note		(Rupees in '000) -			
Mark-up / return / interest earned	25	4,390,632	11,041,017	10,322,284	21,791,130
Mark-up / return / interest expensed	26	4,805,958	12,193,913	10,681,075	23,882,226
Net Mark-up / interest expense		(415,326)	(1,152,896)	(358,791)	(2,091,096)
NON MARK-UP / INTEREST INCOME					
Fee and commission income	27	198,109	278,110	561,648	565,582
Dividend income		3,587	3,563	4,220	3,571
Foreign exchange income		25,854	154,294	113,776	296,424
Income / (loss) from derivatives		-	-	-	-
Gain on securities	28	923,053	103,128	1,524,195	278,915
Net gains / (loss) on derecognition of financial assets measured at amortised cost		-	-	-	-
Other income	29	113,281	668,865	117,607	689,901
Total non-markup / interest income		1,263,884	1,207,960	2,321,446	1,834,393
Total income		848,558	55,064	1,962,655	(256,703)
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	30	2,136,721	2,020,427	4,170,434	3,893,120
Workers welfare fund		-	-	-	-
Other charges	31	255	104	367	104
Total non-markup / interest expenses		2,136,976	2,020,531	4,170,801	3,893,224
Loss before credit loss allowance		(1,288,418)	(1,965,467)	(2,208,146)	(4,149,927)
Credit loss allowance and write offs - net	32	(3,464,988)	(631,713)	(3,666,310)	(1,724,005)
Extra ordinary / unusual items		-	-	-	-
PROFIT / (LOSS) BEFORE TAXATION		2,176,570	(1,333,754)	1,458,164	(2,425,922)
Taxation	33	598,528	(708,426)	742,537	(987,905)
PROFIT / (LOSS) AFTER TAXATION		1,578,042	(625,328)	715,627	(1,438,017)
(Rupee)					
Basic earning / (loss) per share	34	0.24	(0.10)	0.11	(0.22)
Diluted earning / (loss) per share	34	0.24	(0.10)	0.11	(0.22)

The annexed notes 1 to 41 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 AND HALF YEAR ENDED JUNE 30, 2025

	Quarter Ended		Half Year Ended	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
	----- (Rupees in '000) -----			
Profit / (loss) after taxation for the period	1,578,042	(625,328)	715,627	(1,438,017)
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	336,040	302,471	(573,774)	(330,703)
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	-	18,383	-	27,766
Movement in surplus / (deficit) on revaluation of equity investments - net of tax	9,057	7,049	5,007	5,207
Movement in surplus on revaluation of non-banking assets - net of tax	-	36,588	-	38,909
	9,057	62,020	5,007	71,882
Total comprehensive income / (loss)	1,923,139	(260,837)	146,860	(1,696,838)

The annexed notes 1 to 41 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 CHANGES IN EQUITY

## FOR THE HALF YEAR ENDED JUNE 30, 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 account	Reserve arising on amalgamation		Investments				
					(Rupees in '000)					
<b>Balance as at January 01, 2024 (Audited)</b>	66,222,205	(35,721,997)	1,000,000	(1,579,205)	154,162	189,012	3,105,178	683,657	(46,979,561)	(12,925,549)
Effect of adoption of IFRS 9 - ECL (net of tax)	-	-	-	-	-	-	-	-	-	-
Loss after taxation for six months period ended June 30, 2024	-	-	-	-	-	(60,943)	-	-	(900,286)	(961,229)
Other comprehensive income - net of tax	-	-	-	-	-	-	-	-	(1,438,017)	(1,438,017)
Transfer to statutory reserve	-	-	-	-	-	(325,496)	66,675	-	-	(258,821)
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated losses	-	-	-	-	-	-	(48,061)	-	48,061	-
Transfer from surplus on revaluation of property and equipment on disposal to accumulated losses	-	-	-	-	-	-	(23,135)	-	23,135	-
Transfer in respect of incremental depreciation from surplus on revaluation of non-banking assets to accumulated losses	-	-	-	-	-	-	(11,904)	-	11,904	-
Transfer from surplus on revaluation of non-banking assets on disposal to accumulated losses	-	-	-	-	-	-	(87,865)	-	87,865	-
<b>Balance as at July 01, 2024 (Un-audited)</b>	66,222,205	(35,721,997)	1,000,000	(1,579,205)	154,162	(197,427)	3,000,888	683,657	(49,146,899)	(15,594,616)
Effect of adoption of IFRS 9 - ECL (net of tax)	-	-	-	-	-	-	-	-	315,417	315,417
Loss after taxation six months period ended December 31, 2024	-	-	-	-	-	-	-	-	(3,763,430)	(3,763,430)
Other comprehensive income - net of tax	-	-	-	-	-	1,020,077	(173,227)	(33,622)	8,817	822,045
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-	-
Transfer from surplus on revaluation of investment at FVOCI on disposal to accumulated losses	-	-	-	-	-	(372)	-	-	372	-
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated losses	-	-	-	-	-	-	(7,529)	-	7,529	-
Transfer from surplus on revaluation of property and equipment on disposal to accumulated losses	-	-	-	-	-	-	9,717	-	(3,717)	-
Transfer in respect of incremental depreciation from surplus on revaluation of non-banking assets to accumulated losses	-	-	-	-	-	-	(1,880)	-	1,880	-
Transfer from surplus on revaluation of non-banking assets on disposal to accumulated losses	-	-	-	-	-	-	34,587	-	(34,587)	-
<b>Balance as at January 01, 2025 (Audited)</b>	66,222,205	(35,721,997)	1,000,000	(1,579,205)	154,162	822,278	2,862,556	650,035	(52,820,616)	(18,210,584)
Profit after taxation for six months period ended June 30, 2025	-	-	-	-	-	-	-	-	715,627	715,627
Effect of reclassification from issued to unissued securities	-	-	-	-	-	57,945	-	-	(57,945)	-
Other comprehensive income - net of tax	-	-	-	-	-	(568,767)	-	-	-	(568,767)
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-	-
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated losses	-	-	-	-	-	-	(26,896)	-	26,896	-
Transfer from surplus on revaluation of non-banking assets to accumulated losses	-	-	-	-	-	-	(6,768)	-	6,768	-
Transfer from surplus on revaluation of property and equipment on disposal to accumulated losses	-	-	-	-	-	-	(46,212)	-	46,212	-
<b>Balance as at June 30, 2025 (Un-audited)</b>	66,222,205	(35,721,997)	1,000,000	(1,579,205)	154,162	311,456	2,792,880	650,035	(51,883,060)	(18,863,724)

The annexed notes 1 to 41 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 HALF YEAR ENDED JUNE 30, 2025

	June 30, 2025	June 30, 2024
Note	----- (Rupees in '000) -----	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit / (loss) before taxation	1,458,164	(2,425,922)
Less: Dividend income	(4,220)	(3,571)
	<u>1,453,944</u>	<u>(2,429,493)</u>
<b>Adjustments:</b>		
Depreciation on property and equipment	216,841	206,673
Depreciation on right-of-use assets	271,225	270,730
Depreciation on non-banking assets	30,499	32,422
Finance charges on leased assets	262,767	221,870
Amortization	36,403	15,383
Credit loss allowance and write offs - net	(3,666,310)	(1,723,438)
Gain on forward exchange contracts	(31,315)	(23,598)
Charge for defined benefit plan	43,769	40,323
Charge for employees compensated absences	11,789	12,847
Gain on termination of lease contracts under IFRS 16	(47,313)	(36,161)
Gain on sale of property and equipment	(67,469)	(46,303)
Gain on sale of non banking assets	-	(604,317)
Unrealised gain - FVTPL	(5,383)	(4,103)
	<u>(2,944,497)</u>	<u>(1,637,672)</u>
	<u>(1,490,553)</u>	<u>(4,067,165)</u>
<b>Decrease in operating assets</b>		
Lendings to financial institutions	(3,623,611)	-
Securities classified as FVTPL	(77,043)	15,072
Advances	3,163,175	3,183,119
Others assets (excluding advance taxation)	<u>2,863,509</u>	<u>23,321,505</u>
	<u>2,326,030</u>	<u>26,519,696</u>
<b>Decrease in operating liabilities</b>		
Bills payable	(39,651)	(291,855)
Borrowings from financial institutions	(39,026,164)	(18,216,758)
Deposits	(2,660,397)	17,286,901
Other liabilities (excluding current taxation)	<u>(986,900)</u>	<u>(106,867)</u>
	<u>(42,713,112)</u>	<u>(1,328,579)</u>
Payment on account of staff retirement benefits	(93,969)	(32,751)
Income tax paid	<u>(328,400)</u>	<u>(314,744)</u>
<b>Net cash (used in) / generated from operating activities</b>	<u>(42,300,004)</u>	<u>20,776,457</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Net Investments in securities classified as FVOCI	40,772,096	(17,587,536)
Dividend received	4,220	3,571
Investments in property and equipment	(54,594)	(137,594)
Investments in intangible assets	(64,544)	(33,132)
Proceeds from sale of property and equipment	210,289	80,381
Proceeds from sale of non-banking assets	-	948,212
<b>Net cash generated from / (used in) investing activities</b>	<u>40,867,467</u>	<u>(16,726,098)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Payments of lease obligations against right-of-use assets	(457,034)	(385,118)
<b>Net cash used in financing activities</b>	<u>(457,034)</u>	<u>(385,118)</u>
<b>(Decrease) / increase in cash and cash equivalents</b>	<u>(1,889,571)</u>	<u>3,665,241</u>
Cash and cash equivalents at beginning of the year	19,823,400	15,060,968
<b>Cash and cash equivalents at end of the period</b>	<u>17,933,829</u>	<u>18,726,209</u>

35

The annexed notes 1 to 41 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 HALF YEAR ENDED JUNE 30, 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 149 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 period ended, the Group has earned a net profit of Rs. 715.591 million resulting in accumulated losses of Rs. 51,883.096 million and negative equity of Rs. 18,063.760 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 June 30, 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.

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.

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.

Furthermore, the Board of Directors in their meeting held on July 3, 2025, has authorized the President & CEO to execute the agreement between the Bank and His Excellency Nasser Abdullah Hussain Lootah ("the Sponsor") which set out the terms under which the Sponsor has deposited Rs 5 billion in the Bank. This amount shall be recorded as Advance Against Share Subscription till such time regulatory approvals are obtained for the issuance of shares to the Sponsor, by way of other than right.

The Board has approved a confirmed offer of Rs 12 billion for the sale of Cullinan Tower (Summit Tower) received from M/s Sumya Builders and Developers. This sale is an integral part of the Business Plan as mentioned above.

## 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 and 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. MATERIAL ACCOUNTING POLICY INFORMATION

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) June 30, 2025	(Audited) December 31, 2024
	----- (Rupees in '000) -----	
<b>In hand</b>		
Local currency	4,829,463	5,013,446
Foreign currency	261,818	312,345
	5,091,281	5,325,791
<b>With State Bank of Pakistan in</b>		
Local currency current account	8,684,913	11,895,205
Foreign currency current account	991,757	417,268
Foreign currency deposit account	606,950	628,589
	10,283,620	12,941,062
With National Bank of Pakistan in Local currency current account	793,067	75,693
Prize bonds	12,274	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	16,180,242	18,352,157

## 7. BALANCES WITH OTHER BANKS

<b>In Pakistan</b>		
In current account	30,347	9,335
In deposit account	5,944	318
	36,291	9,653
<b>Outside Pakistan</b>		
In current account	1,642,400	1,387,894
In deposit account	80,111	78,639
	1,722,511	1,466,533
Less: Credit loss allowance held against balances with other banks	(1,242)	(1,086)
Balances with other banks - net of credit loss allowance	1,757,560	1,475,100

## 8. LENDINGS TO FINANCIAL INSTITUTIONS

Reverse repo agreements	5,144,600	2,936,730
Bai Muajjal receivable		
- with State Bank of Pakistan	5,176,865	4,761,124
Musharakah	3,000,000	2,000,000
	13,321,465	9,697,854
Less: Credit loss allowance held against lending to financial institutions	(1,276)	(667)
Lendings to financial institutions - net of credit loss allowance	13,320,189	9,697,187

### 8.1 Lending to FIs- Particulars of credit loss allowance

		(Un-audited) June 30, 2025	(Audited) December 31, 2024		
		Lending	Credit loss allowance held	Lending	Credit loss allowance held
----- (Rupees in '000) -----					
<b>Domestic</b>					
Performing	Stage 1	13,321,465	1,276	9,697,854	667
Under performing	Stage 2	-	-	-	-
Non-performing	Stage 3	-	-	-	-
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
<b>Total</b>		13,321,465	1,276	9,697,854	667

## 9. INVESTMENTS

### 9.1 Investments by type:

Classified / Measured at FVTPL

Shares

- Fully paid up ordinary shares - Listed

June 30, 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)

77,043 - 5,383 82,426 - - - -

Debt Instruments

Classified / Measured at FVOCI

Federal Government Securities

- Market Treasury Bills

- Pakistan Investment Bonds

- GoP Ijarah Sukuks

Non Government Debt Securities

- Term Finance Certificates

- Sukuk Bonds

23,165,496	-	(190)	23,165,306	31,480,645	-	(1,868)	31,478,777
63,552,524	-	305,514	63,858,038	96,791,543	-	530,014	97,321,557
44,179,943	-	146,938	44,326,881	42,768,327	-	913,383	43,681,710
1,055,299	(1,055,299)	-	-	1,094,014	(1,094,014)	-	-
2,458,005	(200,305)	-	2,257,700	2,496,811	(200,310)	-	2,296,501
134,411,267	(1,255,604)	452,262	133,607,925	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

- Fully paid up ordinary shares - Unlisted

- Preference shares - Unlisted

28,807	-	49,160	77,967	128,713	-	(55,760)	72,953
108,037	(100,906)	-	7,131	8,131	(1,000)	-	7,131
46,035	(46,035)	-	-	598,058	(598,058)	-	-
182,879	(146,941)	49,160	85,098	734,902	(599,058)	(55,760)	80,084

Total Investments

134,671,189	(1,402,545)	506,805	133,775,449	175,366,242	(1,893,382)	1,385,769	174,858,629
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(Un-audited) (Audited)  
June 30, December 31,  
2025 2024

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

### 9.11 Investments given as collateral - Market value

Market Treasury Bills

Pakistan Investment Bonds

20,643,241 26,932,590  
31,870,225 60,179,940

52,513,466 87,112,530

### 9.2 Credit loss allowance for diminution in value of investments

Opening balance

1,893,382 1,889,158

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
(590,743)	-
(590,743)	310

Closing balance

1,402,545 1,893,382

### 9.3 Particulars of credit loss allowance against debt securities

Domestic

June 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held

(Rupees in '000)

Performing

Stage 1

- - - -

Underperforming

Stage 2

2,258,005 305 2,296,811 310

Non-performing

Stage 3

1,255,299 1,255,299 1,294,014 1,294,014

Loss

3,513,304 1,255,604 3,590,825 1,294,324

## 10. ADVANCES

		Performing		Non Performing		Total	
		(Un-audited) June 30, 2025	(Audited) December 31, 2024	(Un-audited) June 30, 2025	(Audited) December 31, 2024	(Un-audited) June 30, 2025	(Audited) December 31, 2024
Note		----- (Rupees in '000) -----					
	Loans, cash credits, running finances, etc.	11,499,665	11,672,297	30,717,236	33,873,690	42,216,901	45,545,987
40.3	Islamic financing and related assets	2,236,089	2,346,432	272,584	275,641	2,508,673	2,622,073
	Bills discounted and purchased	744,426	620,726	38,353	38,353	782,779	659,079
	Advances - gross	14,480,180	14,639,455	31,028,173	34,187,684	45,508,353	48,827,139
Credit loss allowance against advances							
	- Stage 1	(51,925)	(24,950)	-	-	(51,925)	(24,950)
10.3	- Stage 2	(56,089)	(206,817)	-	-	(56,089)	(206,817)
10.3	- Stage 3	-	-	(29,914,707)	(33,021,294)	(29,914,707)	(33,021,294)
		(108,014)	(231,767)	(29,914,707)	(33,021,294)	(30,022,721)	(33,253,061)
	Advances - net of credit loss allowance	14,372,166	14,407,688	1,113,466	1,166,390	15,485,632	15,574,078
						(Un-audited) June 30, 2025	(Audited) December 31, 2024
		----- (Rupees in '000) -----					
101	Particulars of advances (Gross)					45,097,773	48,378,121
	In local currency					410,580	449,018
	In foreign currencies					45,508,353	48,827,139

10.2 Advances include Rs. 31,028.173 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)	
	June 30, 2025		December 31, 2024	
	Non performing loans	Credit loss allowance	Non performing loans	Credit loss allowance
----- (Rupees in '000) -----				
Domestic				
Other Assets Especially Mentioned (OAE)	837	251	13,227	5,141
Substandard	17,000	5,888	2,445	1,834
Doubtful	26,344	5,453	57,747	16,977
Loss	30,983,992	29,903,366	34,114,265	33,002,483
	31,028,173	29,914,958	34,187,684	33,026,435

10.3 Particulars of credit loss allowance against advances

	June 30, 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	30,828	282	192,960	224,070	8,349	178,502	436,781	623,632
Reversals for the period / year	(3,853)	(151,010)	(3,144,868)	(3,299,731)	(35,844)	(62,723)	(1,994,614)	(2,093,181)
	26,975	(150,728)	(2,951,908)	(3,075,661)	(27,495)	115,779	(1,557,833)	(1,469,549)
Amounts written off	-	-	(154,679)	(154,679)	-	-	(167,523)	(167,523)
Closing balance	51,925	56,089	29,914,707	30,022,721	24,950	206,817	33,021,294	33,253,061

### 10.31 Advances - Particulars of credit loss allowance

	June 30, 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	19,529	1,617	477,449	498,595	15,517	15,662	324,399	355,578
Advances derecognised or repaid	(5,076)	(93,838)	(3,506,086)	(3,605,000)	(41,894)	(32,800)	(687,063)	(761,757)
Transfer to stage 1	45,129	(45,129)	-	-	847	(37,780)	(536)	(37,469)
Transfer to stage 2	(21)	21	-	-	(1,959)	171,791	(814,227)	(644,395)
Transfer to stage 3	-	(13,629)	13,629	-	(6)	(1,094)	(380,406)	(381,506)
	59,561	(150,958)	(3,015,008)	(3,106,405)	(27,495)	115,779	(1,557,833)	(1,469,549)
Changes in risk parameters (PDs/LGDs/EADs)	(32,586)	230	63,100	30,744	-	-	-	-
Amounts written off / charged off	-	-	(154,679)	(154,679)	-	-	(167,523)	(167,523)
Closing balance	51,925	56,089	29,914,707	30,022,721	24,950	206,817	33,021,294	33,253,061

### 10.4 Advances - Category of classification

		(Un-audited) June 30, 2025		(Audited) December 31, 2024	
		Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
		(Rupees in '000)			
Performing	Stage 1	12,129,903	51,925	12,553,675	24,950
Underperforming	Stage 2	2,350,277	55,838	2,004,647	201,676
Non-Performing					
Other Assets Especially Mentioned	Stage 2	837	251	13,227	5,141
Substandard	Stage 3	17,000	5,888	2,445	1,834
Doubtful	Stage 3	26,344	5,453	57,747	16,977
Loss	Stage 3	30,983,992	29,903,366	34,195,398	33,002,483
Total		45,508,353	30,022,721	48,827,139	33,253,061

## 11. PROPERTY AND EQUIPMENT

	Note	(Un-audited) June 30, 2025	(Audited) December 31, 2024
Capital work-in-progress	11.1	39,353	48,217
Property and equipment		6,727,705	7,024,034
		<b>6,767,058</b>	<b>7,072,251</b>

### 11.1 Capital work-in-progress

Civil works and related payments / progress billings	9,550	14,866
Advances and other payments to suppliers and contractors	29,803	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)
	-	-
	<b>39,353</b>	<b>48,217</b>

### 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	(8,864)	(9,891)
Property and equipment		
Building improvements	37,890	31,079
Furniture and fixture	7,834	9,031
Electrical, office and computer equipment	29,359	107,266
Vehicles	-	109
	75,083	147,485
	<b>66,219</b>	<b>137,594</b>

### 11.3 Disposal of property and equipment

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

Pro erty and equipment		
Building on leasehold land	141,743	31,608
Building improvements	11,589	847
Furniture and fixture	8	254
Electrical, office and computer equipment	436	1,369
Vehicles	85	-
	<b>153,871</b>	<b>34,078</b>



		(Un-audited) June 30, 2025	(Audited) December 31, 2024
<b>12. RIGHT-OF-USE ASSETS</b>	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		454,040	611,610
Modifications during the period / year	20	(2,361)	(14,051)
Deletions during the period / year			
Cost		(242,343)	(679,249)
Accumulated depreciation		169,526	503,349
		(72,817)	(175,900)
Depreciation Charge for the period / year	30	(271,225)	(541,593)
Closing net carrying amount		2,708,908	2,601,271
<b>13. INTANGIBLE ASSETS</b>			
Capital work-in-progress	13.1	41,858	69,334
Intangible assets in use	13.2	319,883	264,265
		361,741	333,599
<b>13.1 Capital work-in-progress</b>			
Advances to suppliers and contractors		41,858	69,334
Advances against capital work in progress considered doubtful		142,522	142,522
Less: Provision held there against		(142,522)	(142,522)
		-	-
		41,858	69,334
<b>13.2 Intangible assets in use</b>			
Computer softwares		317,383	261,765
Trading rights entitlement certificate		2,500	2,500
		319,883	264,265
		(Un-audited)	
		June 30,	June 30,
		2025	2024
<b>13.3 Additions to intangible assets</b>		----- (Rupees in '000) -----	
The following additions have been made to intangible assets during the period:			
Capital work-in-progress - net		(27,476)	(13,345)
Directly purchased		92,020	46,477
Total		64,544	33,132
<b>13.4</b>	There were no disposals in intangible assets during the current and prior period.		

#### 14. DEFERRED TAX ASSETS

June 30, 2025 (Un-audited)

At January 01, 2025	IFRS - 9 transition / reclass impact	Recognised in profit and loss account	Recognised in other comprehensive income	At June 30, 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 investment
- Credit loss allowance against investment
- Provision against intangible assets
- Staff compensated absences
- Credit loss against other assets
- Minimum tax
- Alternative corporate tax

16,496,158	-	(406,453)	-	16,089,705
10,190,603	-	(396,155)	-	9,794,448
161,420	-	42,121	-	203,541
-	-	46,951	-	46,951
795,338	41,961	(248,113)	-	589,186
51,729	-	-	-	51,729
66,982	-	(946)	-	66,036
689,544	-	502,866	-	1,192,410
1,137	-	-	-	1,137
325	-	-	-	325
28,453,236	41,961	(459,729)	-	28,035,468

##### 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

(1,107,389)	-	52,942	-	(1,054,447)
(563,491)	(41,961)	-	415,486	(89,966)
(8,795)	-	(4,357)	-	(13,152)
(470,714)	-	-	-	(470,714)
(289,585)	-	4,901	-	(284,684)
(412,425)	-	29,754	-	(382,671)
(2,852,399)	(41,961)	83,240	415,486	(2,395,634)

25,600,837	-	(376,489)	415,486	25,639,834
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December 31, 2024 (Audited)

At January 01, 2024	IFRS - 9 transition / reclass impact	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
- Minimum tax
- Alternative corporate tax

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

##### 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)
(376,876)	-	(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
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- 141 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) June 30, 2025	(Audited) December 31, 2024
	Note	----- (Rupees in '000) -----	
Income / mark-up accrued in local currency		2,979,075	5,100,143
Income / mark-up accrued in foreign currency		3,225	2,195
Advances, deposits, advance rent and other prepayments		324,422	514,440
Advance taxation (payments less provisions)		561,458	599,106
Non-banking assets acquired in satisfaction of claims		1,797,189	1,816,017
Branch adjustment account		-	62,317
Receivable from other banks against clearing and settlement		641,942	928,275
Mark to market gain on forward foreign exchange contracts		31,443	43,225
Acceptances		477,954	665,551
Stationery and stamps on hand		6,158	6,161
Commission receivable on brokerage		10,157	12,935
Property - held for sale	15.1	3,692,787	3,692,787
Account receivable		85,936	112,072
Others		611,355	556,421
		11,223,101	14,111,645
Less: Credit loss allowance held against other assets	15.2	(891,753)	(890,717)
Other assets (net of credit loss allowance)		10,331,348	13,220,928
Surplus on revaluation of non-banking assets acquired in satisfaction of claims		677,819	689,489
Surplus on revaluation of property - held for sale		1,120,749	1,120,749
Other assets - total		12,129,916	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. The Board has approved the confirmed offer for sale of the property (Refer Note 1.2).

		(Un-audited) June 30, 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		213,570	212,534
Receivable from Speedway Fondmetal (Pakistan) Limited		25,694	25,694
Others		137,795	137,795
		891,753	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		1,036	583
Reversals for the period / year		-	(482)
Amount written off		-	-
Closing balance		891,753	890,717

## 16. CONTINGENT ASSETS

There were no contingent assets at the balance sheet date.

## 17. BILLS PAYABLE

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	----- (Rupees in '000) -----	
In Pakistan	1,860,845	1,900,496
Outside Pakistan	-	-
	<u>1,860,845</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

2,734,550	3,500,350
97,144	111,169
-	203
<u>48,030,124</u>	<u>86,276,260</u>
50,861,818	89,887,982

### Unsecured

Overdrawn nostro accounts

5,215	4,943
<u>50,867,033</u>	<u>89,892,925</u>

## 19. DEPOSITS AND OTHER ACCOUNTS

	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	----- (Rupees in '000) -----					
<b>Customers</b>						
Current deposits	45,416,610	6,787,707	52,204,317	39,633,691	1,736,724	41,370,415
Savings deposits	111,953,867	1,509,858	113,463,725	118,080,187	1,483,589	119,563,776
Term deposits	6,272,972	2,872,174	9,145,146	14,407,887	3,184,109	17,591,996
Others	2,743,387	44,625	2,788,012	2,413,801	43,805	2,457,606
	<u>166,386,836</u>	<u>11,214,364</u>	<u>177,601,200</u>	<u>174,535,566</u>	<u>6,448,227</u>	<u>180,983,793</u>
<b>Financial institutions</b>						
Current deposits	191,011	230,923	421,934	236,335	18,133	254,468
Savings deposits	4,550,195	17	4,550,212	3,722,272	1,878	3,724,150
Term deposits	445,821	180,190	626,011	699,322	198,021	897,343
Others	-	-	-	-	-	-
	<u>5,187,027</u>	<u>411,130</u>	<u>5,598,157</u>	<u>4,657,929</u>	<u>218,032</u>	<u>4,875,961</u>
	<u>171,573,863</u>	<u>11,625,494</u>	<u>183,199,357</u>	<u>179,193,495</u>	<u>6,666,259</u>	<u>185,859,754</u>

- 19.1 Deposits include Rs 5.042 billion (USD 17.769 million) held in Foreign Current Deposit by His Excellency Nasser Abdullah Hussain Lootha ("the Sponsor") which would be transferred to Advance Against Share Subscription account.

## 20. LEASE LIABILITIES

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	----- (Rupees in '000) -----	
Opening	3,284,402	3,348,737
Additions during the period / year	421,738	526,673
Deletion during the period / year	(120,130)	(288,948)
Lease payments including interest	(424,732)	(761,843)
Interest expense	262,767	473,834
Modifications	(2,361)	(14,051)
Closing	<u>3,421,684</u>	<u>3,284,402</u>

### 20.1 Liabilities Outstanding

Not later than one year	852,639	792,141
Later than one year and upto five years	2,003,762	1,879,417
Over five years	565,283	612,844
Total at the period / year end	<u>3,421,684</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) June 30, 2025	(Audited) December 31, 2024
Note		----- (Rupees in '000) -----	
	Mark-up / return / interest payable in local currency	1,913,907	2,811,708
	Mark-up / return / interest payable in foreign currencies	22,113	26,304
	Unearned income	81,976	89,152
	Accrued expenses	209,781	172,290
	Advance against sale of property	221,803	211,103
	Acceptances	477,954	665,551
	Unclaimed dividends	2,213	2,213
	Mark to market loss on forward foreign exchange contracts	128	22,284
	Payable to defined benefit plan	43,019	79,541
	Charity fund balance	243	2,156
	Branch adjustment account	8,678	-
	Security deposits against lease	117,691	135,418
	Payable to Bangladesh Bank	41,389	41,389
	Payable to Rupali Bank - Bangladesh	16,293	16,293
	Payable to vendors / creditors	483,103	440,312
	Provision for compensated absences	159,061	160,950
	Payable to Bank of Ceylon, Colombo	20,163	20,163
	Retention money	478,417	432,621
	Workers' welfare fund	13,360	13,360
	Withholding taxes and government levies payable	204,655	240,010
	Federal excise duty and sales tax payable	14,239	12,988
	Commission payable on home remittances	72	72
	Account payable	127,546	197,921
	Credit loss allowance against off-balance sheet obligations	158,259	160,905
	Others	529,756	419,063
		<u>5,345,819</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	53,295	82,629
Reversals for the period / year	(55,941)	(30,736)
	(2,646)	51,893
Amount written off	-	-
Closing balance	<u>158,259</u>	<u>160,905</u>

## 23. SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS

Surplus / (deficit) on revaluation of			
- Securities measured at FVOCI-Debt	9.1	452,262	1,441,529
- Securities measured at FVOCI-Equity	9.1	49,160	(55,760)
- Property and equipment		3,443,992	3,570,041
- Non-banking assets acquired in satisfaction of claims		677,819	689,489
- Property - held for sale		1,120,749	1,120,749
		<u>5,743,982</u>	<u>6,766,048</u>
Deferred tax on surplus / (deficit) on revaluation of:			
- Securities measured at FVOCI-Debt		(189,950)	(605,442)
- Securities measured at FVOCI-Equity		(16)	41,951
- Property and equipment		(1,054,447)	(1,107,389)
- Non-banking assets acquired in satisfaction of claims		(284,684)	(289,585)
- Property - held for sale		(470,714)	(470,714)
		<u>(1,999,811)</u>	<u>(2,431,179)</u>
		<u>3,744,171</u>	<u>4,334,869</u>

## 24. CONTINGENCIES AND COMMITMENTS

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Note	----- (Rupees in '000) -----	
-Guarantees	24.1	17,066,007	16,239,036
-Commitments	24.2	76,211,597	116,889,811
-Other contingent liabilities	24.3	20,940,033	21,437,137
		<u>114,217,637</u>	<u>154,565,984</u>
<b>24.1 Guarantees:</b>			
Financial guarantees		170,470	20,470
Performance guarantees		10,310,497	9,857,474
Other guarantees		6,585,040	6,361,092
		<u>17,066,007</u>	<u>16,239,036</u>
<b>24.2 Commitments:</b>			
Documentary credits and short-term trade-related transactions - letters of credit		12,677,767	8,381,574
Commitments in respect of:			
- forward foreign exchange contracts	24.2.1	8,092,126	14,791,974
- forward lending	24.2.2	6,536,234	6,533,187
Commitments for acquisition of:			
- property and equipment		710,163	816,027
- intangible assets		165,183	90,789
Other commitments	24.2.3	48,030,124	86,276,260
		<u>76,211,597</u>	<u>116,889,811</u>
<b>24.2.1 Commitments in respect of forward foreign exchange contracts</b>			
Purchase		8,092,126	9,476,934
Sale		-	5,315,040
		<u>8,092,126</u>	<u>14,791,974</u>
<b>24.2.2 Commitments in respect of forward lending</b>			
Forward documentary bills		5,290,036	5,273,768
Undrawn formal standby facilities, credit lines and other commitments to lend	24.2.2.1	1,246,198	1,259,419
		<u>6,536,234</u>	<u>6,533,187</u>
<b>24.2.2.1</b> 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) June 30, 2025	(Audited) December 31, 2024
		----- (Rupees in '000) -----	
<b>24.2.3 Other commitments</b>			
Purchase (Repo)		<u>48,030,124</u>	<u>86,276,260</u>
<b>24.3 Other contingent liabilities - claims against the Group not acknowledged as debts</b>		<u>20,940,033</u>	<u>21,437,137</u>
<b>24.4 Contingency for tax payable</b>			
Contingency related to tax payable is disclosed in note 33.2 and note 33.3.			

		(Un-audited)	
		Half year ended	
		June 30, 2025	June 30, 2024
Note		----- (Rupees in '000) -----	
<b>25. MARK-UP / RETURN / INTEREST EARNED</b>			
On:			
Loans and advances		630,958	1,575,578
Investments		9,139,324	20,036,129
Lendings to financial institutions		517,166	142,020
Balances with banks		34,836	37,403
		<u>10,322,284</u>	<u>21,791,130</u>

## 26. MARK-UP / RETURN / INTEREST EXPENSED

On:			
Deposits		6,262,663	10,706,639
Borrowings		3,923,596	12,469,861
Subordinated debt		123,412	186,263
Cost of foreign currency swaps against foreign currency deposits / borrowings		108,637	297,593
Finance cost of lease liability		262,767	221,870
		<u>10,681,075</u>	<u>23,882,226</u>

## 27. FEE AND COMMISSION INCOME

Branch banking customer fees		115,668	89,439
Consumer finance related fees		494	2,059
Card related fees (debit cards)		120,035	101,778
Credit related fees		584	859
Commission on trade		184,938	253,052
Commission on guarantees		62,973	62,464
Commission on cash management		3	158
Commission on remittances including home remittances		2,457	3,298
Commission on bancassurance		484	1,132
Alternate Delivery Channels		13,638	8,796
Commission on brokerage		60,369	42,519
Others		5	28
		<u>561,648</u>	<u>565,582</u>

## 28. GAIN ON SECURITIES

Realised	28.1	1,518,812	274,812
Unrealised - Measured at FVPL		5,383	4,103
		<u>1,524,195</u>	<u>278,915</u>

### 28.1 Realised gain on:

Federal Government Securities		1,515,821	272,234
Shares		2,991	2,578
		<u>1,518,812</u>	<u>274,812</u>
Net gain on financial assets (debt instruments) measured at FVOCI		1,515,821	272,234
Net gain / loss on investments in equity instruments designated at FVOCI		-	-
		<u>1,515,821</u>	<u>272,234</u>



## 29. OTHER INCOME

	(Un-audited) Half year ended	
	June 30, 2025	June 30, 2024
Note	----- (Rupees in '000) -----	
Rent on property	2,825	2,484
Gain on sale of property and equipment - net	67,469	46,303
Gain on sale of non banking assets	-	604,317
Gain on sale of ijarah assets	-	623
Gain on termination of lease contracts under IFRS 16	47,313	36,161
Others	-	13
	<u>117,607</u>	<u>689,901</u>

## 30. OPERATING EXPENSES

Total compensation expense	30.1	1,480,523	1,352,218
<b>Property expense</b>			
Rent and taxes		33,773	59,816
Insurance - property		3,692	3,653
Insurance - non banking assets		252	484
Utilities cost		201,642	241,282
Security (including guards)		142,267	129,192
Repair and maintenance (including janitorial charges)		115,567	95,938
Depreciation on owned property and equipment		125,167	127,863
Depreciation on right-of-use assets		271,225	270,730
Depreciation on non banking assets		30,499	32,422
		<u>924,084</u>	<u>961,380</u>
<b>Information technology expenses</b>			
Software maintenance		87,613	121,930
Hardware maintenance		66,395	69,760
Depreciation on computer equipments		49,455	37,802
Amortisation of computer softwares		36,403	15,383
Network charges		48,819	49,079
Insurance		2,520	219
		<u>291,205</u>	<u>294,173</u>
<b>Other operating expenses</b>			
Directors' fees and allowances		24,300	18,000
Fees and allowances to Shariah Board		11,850	11,850
Legal and professional charges		159,292	73,400
Outsourced services costs		155,532	162,054
Travelling and conveyance		204,511	237,575
NIFT clearing charges		25,223	16,391
Depreciation		42,219	41,008
Training and development		3,610	2,915
Postage and courier charges		18,774	19,818
Communication		76,516	70,208
Stationery and printing		96,824	84,622
Marketing, advertisement and publicity		30,553	20,910
Brokerage and commission		19,303	19,824
Fee and subscription		133,537	121,530
Cash transportation and sorting charges		78,661	82,346
Entertainment		36,160	37,963
Insurance		88,275	87,754
Deposit insurance premium expense		102,521	91,122
Repair and maintenance		108,525	60,894
Auditors' remuneration		8,752	7,366
Others		49,684	17,799
		<u>1,474,622</u>	<u>1,285,349</u>
		<u>4,170,434</u>	<u>3,893,120</u>

		(Un-audited) Half year ended	
		June 30, 2025	June 30, 2024
301	Total compensation expense	(Rupees in '000)	
	Fees and allowances etc.	9,907	9,922
	Managerial remuneration		
	i) Fixed	929,963	857,457
	ii) Variable		
	of which;		
	a) Cash bonus / awards etc.	-	-
	b) Incentives and commission	204	405
	Charge for defined benefit plan	43,769	40,323
	Contribution to defined contribution plan	46,177	43,605
	Charge for employees compensated absences	11,789	12,847
	Rent and house maintenance	301,855	266,828
	Utilities	67,287	59,482
	Medical	69,121	60,986
	Employee old age benefit institution	451	363
	<b>Total</b>	<b>1,480,523</b>	<b>1,352,218</b>

### 31. OTHER CHARGES

Penalties imposed by State Bank of Pakistan	367	104
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### 32. CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET

Credit loss allowance for diminution in value of investments	(590,743)	-
Credit loss allowance against loans & advances	(3,075,661)	(1,730,842)
Credit loss allowance against other assets	1,036	(511)
Operational loss	-	2,073
Credit loss allowance against off-balance sheet obligations	(2,646)	4,600
Credit loss allowance against balance with other banks	156	1,242
Credit loss allowance on lending to FI	609	-
Bad debts written off directly	932	-
Property and equipments written off	7	-
Recovery of written off / charged off bad debts	-	(567)
	<b>(3,666,310)</b>	<b>(1,724,005)</b>

### 33. TAXATION

Current	33.1 & 33.2	242,380	293,381
Prior years	33.3	123,668	-
Deferred		376,489	(1,281,286)
		<b>742,537</b>	<b>(987,905)</b>

- 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. The Bank has recorded a prior year charge of minimum tax amounting to Rs. 0.960 million for Tax Year 2020.

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 PROFIT / (LOSS) PER SHARE

		(Un-audited) Half year ended	
		June 30, 2025	June 30, 2024
Note		(Rupees in '000) -----	
Profit / (loss) for the period		<u>715,627</u>	<u>(1,438,017)</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 earning / (loss) per share		<u>0.11</u>	<u>(0.22)</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 earning / (loss) per share		<u>0.11</u>	<u>(0.22)</u>

- 34.1** There are no potential ordinary shares outstanding as of June 30, 2025.

## 35. CASH AND CASH EQUIVALENTS

		(Un-audited) Half year ended	
		June 30, 2025	June 30, 2024
		(Rupees in '000) -----	
Cash and balances with treasury banks excluding credit loss allowance		<u>16,180,242</u>	<u>16,777,839</u>
Balances with other banks excluding credit loss allowance		<u>1,758,802</u>	<u>1,953,329</u>
Overdrawn nostro accounts		<u>(5,215)</u>	<u>(4,959)</u>
		<u>17,933,829</u>	<u>18,726,209</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:

June 30, 2025 (Un-audited)				
	Level 1	Level 2	Level 3	Total
(Rupees in '000)				
<b>On balance sheet financial instruments</b>				
<b>Financial assets - measured at fair value</b>				
Investments				
- Federal Government Securities	-	131,350,225	-	131,350,225
- Shares - Listed	160,393	-	-	160,393
- Non Government Debt Securities	-	2,257,700	-	2,257,700
<b>Financial assets - disclosed but not measured at fair value</b>				
Investments				
- Shares - Unlisted	-	-	69,870	69,870
<b>Non-Financial assets - measured at fair value</b>				
Property and equipment (Land and Building)	-	-	5,941,454	5,941,454
Non banking assets acquired in satisfaction of claims	-	-	2,122,355	2,122,355
<b>Off-balance sheet financial instruments - measured at fair value</b>				
Forward purchase of foreign exchange	-	8,123,441	-	8,123,441
Forward sale of foreign exchange	-	-	-	-

December 31, 2024 (Audited)				
	Level 1	Level 2	Level 3	Total
(Rupees in '000)				
<b>On balance sheet financial instruments</b>				
<b>Financial assets - measured at fair value</b>				
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
<b>Financial assets - disclosed but not measured at fair value</b>				
Investments				
- Shares - Unlisted	-	-	68,778	68,778
<b>Non-Financial assets - measured at fair value</b>				
Property and equipment (Land and Building)	-	-	6,160,237	6,160,237
Non banking assets acquired in satisfaction of claims	-	-	2,156,761	2,156,761
<b>Off-balance sheet financial instruments - measured at fair value</b>				
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 consolidated financial statements.

### 37. SEGMENT INFORMATION

#### 37.1 Segment details with respect to business activities

For the half year ended June 30, 2025 (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	224,782	5,805,051	(6,065,314)	(130)	(323,180)	(358,791)
Inter segment revenue - net	(398,105)	(4,906,807)	8,588,770	-	(3,283,858)	-
Non mark-up / return / interest income	176,261	1,676,106	335,371	75,662	58,046	2,321,446
Total income	2,938	2,574,350	2,858,827	75,532	(3,548,992)	1,962,655
Segment direct expenses	127,734	60,894	2,589,733	62,611	1,329,829	4,170,801
Inter segment expense allocation	339,242	135,195	687,747	-	(1,162,184)	-
Total expenses	466,976	196,089	3,277,480	62,611	167,645	4,170,801
Credit loss allowance	(3,077,526)	(591,500)	26	266	2,424	(3,666,310)
Profit / (Loss) before tax	2,613,488	2,969,761	(418,679)	12,655	(3,719,061)	1,458,164

As at June 30, 2025 (Un-audited)

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

#### Balance Sheet

Cash and bank balances	82,416	12,827,098	4,904,834	123,454	-	17,937,802
Investments	-	133,609,810	-	165,639	-	133,775,449
Net inter segment lending	-	-	173,825,983	-	-	173,825,983
Lendings to financial institutions	-	13,320,189	-	-	-	13,320,189
Advances - performing	12,276,796	-	251,861	-	1,843,509	14,372,166
Advances - non-performing	1,071,438	-	33,884	-	8,144	1,113,466
Others	310,229	2,639,592	3,430,793	174,078	41,052,765	47,607,457
Total assets	13,740,879	162,396,689	182,447,355	463,171	42,904,418	401,952,512
Borrowings	2,765,196	48,035,339	-	66,498	-	50,867,033
Subordinated debt	-	-	-	-	1,495,515	1,495,515
Deposits and other accounts	3,517,807	-	179,681,550	-	-	183,199,357
Net inter segment borrowing	7,265,689	114,302,849	-	-	52,257,445	173,825,983
Others	192,125	58,501	2,765,805	144,348	7,467,569	10,628,348
Total liabilities	13,740,817	162,396,689	182,447,355	210,846	61,220,529	420,016,236
Equity	62	-	-	252,325	(18,316,111)	(18,063,724)
Total equity and liabilities	13,740,879	162,396,689	182,447,355	463,171	42,904,418	401,952,512
Contingencies and commitments	56,342,916	56,122,249	-	-	1,752,472	114,217,637

For the half year ended June 30, 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	617,938	7,871,294	(10,219,702)	11,905	(372,531)	(2,091,096)
Inter segment revenue - net	(526,094)	(8,189,894)	14,086,934	-	(5,370,946)	-
Non mark-up / return / interest income	150,012	626,692	318,880	53,337	685,472	1,834,393
<b>Total income</b>	<b>241,856</b>	<b>308,092</b>	<b>4,186,112</b>	<b>65,242</b>	<b>(5,058,005)</b>	<b>(256,703)</b>
Segment direct expenses	128,718	54,141	2,526,115	50,201	1,134,049	3,893,224
Inter segment expense allocation	310,153	109,923	642,815	-	(1,062,891)	-
<b>Total expenses</b>	<b>438,871</b>	<b>164,064</b>	<b>3,168,930</b>	<b>50,201</b>	<b>71,158</b>	<b>3,893,224</b>
Credit loss allowance	(1,719,712)	1,242	(722)	-	(4,813)	(1,724,005)
<b>Profit / (loss) before tax</b>	<b>1,522,697</b>	<b>142,786</b>	<b>1,017,904</b>	<b>15,041</b>	<b>(5,124,350)</b>	<b>(2,425,922)</b>

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
<b>Total Assets</b>	<b>13,696,976</b>	<b>203,637,384</b>	<b>184,753,081</b>	<b>507,617</b>	<b>43,159,860</b>	<b>445,754,918</b>
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
<b>Total liabilities</b>	<b>13,696,976</b>	<b>203,637,384</b>	<b>184,753,081</b>	<b>267,772</b>	<b>61,610,289</b>	<b>463,965,502</b>
Equity	-	-	-	239,845	(18,450,429)	(18,210,584)
<b>Total equity and liabilities</b>	<b>13,696,976</b>	<b>203,637,384</b>	<b>184,753,081</b>	<b>507,617</b>	<b>43,159,860</b>	<b>445,754,918</b>
Contingencies and commitments	51,857,553	101,068,234	-	-	1,640,197	154,565,984

3711 The Group does not have any operations outside Pakistan.

### 38. RELATED PARTY TRANSACTIONS

The Group has related party transactions with its 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:

	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
	----- (Rupees in '000) -----					
<b>Investments</b>						
Opening balance	-	-	552,038	-	-	448,218
Investment made during the period / year	-	-	-	-	-	-
Investment redeemed / disposed off during the period / year	-	-	-	-	-	-
Transfer in / (out) - net	-	-	(552,038)	-	-	-
Other adjustment	-	-	-	-	-	103,820
Closing balance	-	-	-	-	-	552,038
Credit loss allowance for diminution in value of investments	-	-	-	-	-	552,023
<b>Advances</b>						
Opening balance	-	421,468	517,251	-	303,505	671,901
Addition during the period / year	-	91,878	2,700	-	52,070	284
Repaid during the period / year	-	(60,771)	(69)	-	(30,556)	(154,934)
Transfer in / (out) - net	-	8,974	(517,060)	-	96,449	-
Closing balance	-	461,549	2,822	-	421,468	517,251
Credit loss allowance held against advances	-	79	0	-	84	517,060

	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
	----- (Rupees in '000) -----					
<b>Other Assets</b>						
Interest / mark-up accrued	-	2,120	23	-	253	-
Advances, deposits, advance rent and other prepayments	-	5,059	-	-	6,105	-
Other receivable	4,195	-	2,949	-	-	2,949
Credit loss allowance held against other assets	-	-	-	-	-	-
<b>Deposits and other accounts</b>						
Opening balance	1,495	17,811	652,361	109,345	15,625	779,900
Received during the period / year	8,962	348,780	5,521,153	164,481	551,638	976,468
Withdrawn during the period / year	(7,911)	(343,711)	(353,482)	(163,230)	(548,647)	(1,103,999)
Transfer (out) / in - net	-	1,051	(23,879)	(109,101)	(805)	(8)
Closing balance	2,546	23,931	5,796,153	1,495	17,811	652,361
<b>Other Liabilities</b>						
Interest / mark-up payable	-	-	-	10	16	7,367
Payable to defined benefit plan	-	-	43,019	-	-	79,541
<b>Contingencies and Commitments</b>						
Guarantees, letters of credit and acceptances - net of ECL	-	-	-	-	-	77,613



	For the half year ended June 30, 2025 (Un-audited)			For the half year ended June 30, 2024 (Un-audited)		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties

(Rupees in '000)

<b>Income</b>						
Mark-up / return / interest earned	-	9,586	37	-	14,357	3
Fee and commission income	-	-	692	2	-	692
Other income	-	-	-	-	22	-
<b>Expense</b>						
Mark-up / return / interest expensed	115	647	27,034	11,070	837	69,807
Operating expenses:	24,300	-	-	18,000	-	-
- Directors' fees and allowances	-	-	-	-	-	-
- Brokerage and commission	-	1,521	-	-	689	-
- Fee and subscription	-	255,936	1,060	-	203,727	856
- Managerial Remuneration	-	-	46,177	-	-	43,605
- Contribution to defined contribution plan	-	-	43,769	-	-	40,323
- Charge for defined benefit plan	-	(5)	(369,065)	-	17	(97,391)
Credit loss allowance against loans and advances	-	-	(552,023)	-	-	-
Credit loss allowance for diminution in value of investments	-	-	(8,888)	-	-	-
Credit loss allowance against off-balance sheet obligations	-	-	-	-	-	(9,924)

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) June 30, 2025	(Audited) December 31, 2024
	----- (Rupees in '000) -----	
<b>Minimum Capital Requirement (MCR):</b>		
Paid-up capital (net of losses)	<u>(21,962,057)</u>	<u>(22,699,616)</u>
<b>Capital Adequacy Ratio (CAR):</b>		
Eligible Common Equity Tier-1 (CET-1) Capital	(48,261,678)	(48,771,343)
Eligible Additional Tier-1 (ADT-1) Capital	-	-
Total Eligible Tier-1 Capital	(48,261,678)	(48,771,343)
Eligible Tier-2 Capital	-	-
Total Eligible Capital (Tier-1 + Tier-2)	<u>(48,261,678)</u>	<u>(48,771,343)</u>
<b>Risk Weighted Assets (RWAs):</b>		
Credit Risk	38,300,123	40,331,423
Market Risk	8,956,867	7,968,524
Operational Risk	3,800,036	3,800,036
Total	<u>51,057,026</u>	<u>52,099,983</u>
Common Equity Tier-1 Capital Adequacy Ratio	<u>-94.53%</u>	<u>-93.61%</u>
Tier-1 Capital Adequacy Ratio	<u>-94.53%</u>	<u>-93.61%</u>
Total Capital Adequacy Ratio	<u>-94.53%</u>	<u>-93.61%</u>
<b>Leverage Ratio (LR):</b>		
Eligible Tier-1 Capital	(48,261,678)	(48,771,343)
Total Exposures	296,277,337	338,071,184
Leverage Ratio	<u>-16.29%</u>	<u>-14.43%</u>
<b>Liquidity Coverage Ratio (LCR):</b>		
Total High Quality Liquid Assets	101,758,044	106,854,439
Total Net Cash Outflow	37,619,405	39,122,564
Liquidity Coverage Ratio	<u>270.49%</u>	<u>273.13%</u>
<b>Net Stable Funding Ratio (NSFR):</b>		
Total Available Stable Funding	120,201,953	119,891,171
Total Required Stable Funding	75,329,683	74,443,071
Net Stable Funding Ratio	<u>159.57%</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 32 (December 31, 2024: 31) Islamic banking windows at the end of the period.

##### STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2025

AS AT JUNE 30, 2025		(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Note	----- (Rupees in '000) -----	
<b>ASSETS</b>			
Cash and balances with treasury banks		3,316,029	3,437,009
Balances with other banks		-	96,128
Due from financial institutions	40.1	10,822,887	26,135,485
Investments	40.2	36,886,253	41,317,673
Islamic financing and related assets - net	40.3	2,334,698	2,423,890
Property and equipment		162,111	169,024
Right-of-use assets		199,767	148,382
Intangible assets		-	-
Due from Head Office		-	-
Deferred tax assets		-	-
Other assets		5,717,745	1,688,565
<b>Total Assets</b>		<b>59,439,490</b>	<b>75,416,156</b>
<b>LIABILITIES</b>			
Bills payable		215,681	280,974
Due to financial institutions	40.4	-	3,135,154
Deposits and other accounts	40.5	50,096,656	47,062,215
Due to Head Office		-	-
Lease liabilities		219,239	158,396
Subordinated debt		-	-
Deferred tax liabilities		113,162	402,987
Other liabilities		159,743	16,900,389
		<b>50,804,481</b>	<b>67,940,115</b>
<b>NET ASSETS</b>		<b>8,635,009</b>	<b>7,476,041</b>
<b>REPRESENTED BY</b>			
Islamic Banking Fund		1,000,000	1,000,000
Reserves		-	-
Surplus on revaluation of assets		156,271	556,506
Unappropriated profit	40.6	7,478,738	5,919,535
		<b>8,635,009</b>	<b>7,476,041</b>
<b>CONTINGENCIES AND COMMITMENTS</b>		40.7	

**ISLAMIC BANKING BUSINESS  
PROFIT AND LOSS ACCOUNT (UN-AUDITED)  
FOR THE HALF YEAR ENDED JUNE 30, 2025**

		June 30, 2025	June 30, 2024
	Note	----- (Rupees in '000) -----	
Profit / return earned	40.8	3,406,157	4,100,056
Profit / return expensed	40.9	1,592,448	2,756,022
<b>Net Profit / return</b>		<b>1,813,709</b>	<b>1,344,034</b>
<b>Other income</b>			
Fee and commission income		95,354	93,918
Dividend income		-	-
Foreign exchange loss		(131,343)	(13,745)
Income / (loss) from derivatives		-	-
Gain on sale of securities		314,663	143,338
Other income		207	1,382
<b>Total other income</b>		<b>278,881</b>	<b>224,893</b>
<b>Total income</b>		<b>2,092,590</b>	<b>1,568,927</b>
<b>Other expenses</b>			
Operating expenses		553,388	403,718
Workers' welfare fund		-	-
Other charges		-	-
<b>Total other expenses</b>		<b>553,388</b>	<b>403,718</b>
<b>Profit before credit loss allowance</b>		<b>1,539,202</b>	<b>1,165,209</b>
Credit loss allowance and write offs - net		(18,395)	19,869
<b>Profit before taxation</b>		<b>1,557,597</b>	<b>1,145,340</b>
Taxation		-	-
<b>Profit after taxation</b>		<b>1,557,597</b>	<b>1,145,340</b>

ISLAMIC BANKING BUSINESS  
FOR THE HALF YEAR ENDED JUNE 30, 2025

		June 30, 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	Note					
(Rupees in '000)							
Unsecured							
	Bai Muajjal Receivable from State Bank of Pakistan	5,176,864	-	5,176,864	4,761,124	-	4,761,124
	Bai Muajjal Receivable from other Financial Institutions	2,646,785	-	2,646,785	19,374,631	-	19,374,631
	Musharakah	3,000,000	-	3,000,000	2,000,000	-	2,000,000
		10,823,649	-	10,823,649	26,135,755	-	26,135,755
Less: Credit loss allowance							
	Stage 1	(762)	-	(762)	(270)	-	(270)
	Stage 2	-	-	-	-	-	-
	Stage 3	-	-	-	-	-	-
		(762)	-	(762)	(270)	-	(270)
Due from financial institutions - net of credit loss allowance		10,822,887	-	10,822,887	26,135,485	-	26,135,485

40.1.1 This represents Bai Muajjal agreements with conventional operations of Bank Makramah Limited and carries profit rates at 9.75% per annum (December 31, 2024: 10.75% to 14.00% per annum) and are due to mature latest by July 15, 2025 (December 31, 2024: March 25, 2025).

	June 30, 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)								
Investments by segments:								
Debt Instruments								
Federal Government Securities:								
- GOP Ijarah Sukuks	34,445,333	-	183,220	34,628,553	38,149,499	-	871,673	39,021,172
Non Government Debt Securities								
- Listed	2,258,005	(305)	-	2,257,700	2,296,811	(310)	-	2,296,501
Total Investments	36,703,338	(305)	183,220	36,886,253	40,446,310	(310)	871,673	41,317,673

	(Un-audited)		(Audited)	
	June 30, 2025	December 31, 2024	June 30, 2025	December 31, 2024
(Rupees in '000)				
40.3 Islamic financing and related assets				
Ijarah	682,038	595,944		
Running Musharakah	343,581	311,863		
Diminishing Musharakah	1,209,165	1,112,722		
Diminishing Musharakah-IERF	-	300,000		
Tijarah	248,517	284,517		
Advance against Ijarah	25,372	17,027		
Gross Islamic financing and related assets	2,508,673	2,622,073		
Less: Credit loss allowance against Islamic financings				
- Stage 1	(3,213)	(718)		
- Stage 2	(13,161)	(34,420)		
- Stage 3	(157,601)	(163,045)		
	(173,975)	(198,183)		
Islamic financing and related assets - net of credit loss allowance	2,334,698	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	-	3,135,154
Musharakah	-	-
Total unsecured	-	3,135,154
	-	3,135,154

#### 40.5 Deposits

	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	(Rupees in '000)					
<b>Customers</b>						
Current deposits	8,982,798	5,732,684	14,715,482	6,337,338	627,640	6,964,978
Savings deposits	32,821,327	210,917	33,032,244	34,497,595	145,788	34,643,383
Term deposits	1,010,608	116,892	1,127,500	4,247,560	158,840	4,406,400
Others	485,845	-	485,845	461,193	-	461,193
	43,300,578	6,060,493	49,361,071	45,543,686	932,268	46,475,954
<b>Financial Institutions</b>						
Current deposits	5,674	-	5,674	4,733	-	4,733
Savings deposits	579,911	-	579,911	431,528	-	431,528
Term deposits	150,000	-	150,000	150,000	-	150,000
	735,585	-	735,585	586,261	-	586,261
	44,036,163	6,060,493	50,096,656	46,129,947	932,268	47,062,215

#### 40.6 Unappropriated profit

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	(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	1,557,597	2,894,410
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated profit	1,606	3,213
Closing balance	7,478,738	5,919,535

#### 40.7 CONTINGENCIES AND COMMITMENTS

-Guarantees	4,198,107	4,129,456
-Commitments	11,552,361	9,145,926
-Other contingent liabilities	-	-
	15,750,468	13,275,382

#### 40.8 Profit / Return Earned of Financing, Investments and Placement

	(Un-audited) June 30, 2025	June 30, 2024
	(Rupees in '000)	
Profit earned on:		
Financing	83,730	73,246
Investments	2,449,866	3,895,766
Placements	872,561	131,044
Balances with banks	-	-
	3,406,157	4,100,056

#### 40.9 Profit on Deposits and other Dues Expensed

Deposits and other accounts	1,524,121	2,643,489
Due to Financial Institutions	48,962	105,803
Finance cost of lease liability	19,365	6,730
	1,592,448	2,756,022

41. DATE OF AUTHORIZATION OF ISSUE

These consolidated condensed interim financial statements were authorised for issue on August 01, 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),  
Altaf 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 Murree 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

#### **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**  
Commercial Property #. 108,  
Survey No. 41 Saddar Cantonment,  
Hyderabad  
Tel: 022-2730911-14  
Fax: 022-2730910

**Latifabad No. 7 Branch**  
Property #. A/232, Block-C, Unit #. 2,  
Latifabad, Hyderabad (Commercial)  
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 BHAUDDIN

**Mandi Bhaududdin Branch**  
Khasra # 143/112, Chak #51,  
Bank Road, Off Railway Road,  
Ghalla Mandi, Mandi Bhaududdin  
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

### CHILLAS

#### Chillas Branch

Khasra No. 02, Bazar Area, Chilllas,  
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





