

QUARTERLY REPORT MARCH 2025



ایک عزم، ایک پہچان

National Bank اور Pakistan

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CORPORATE INFORMATION

Board of Directors

Chairman	Mr. Ashraf Mahmood Wathra
Directors	Mr. Farid Malik, CFA Mr. Amjad Mahmood Mr. Ali Syed Mr. Nasim Ahmad Mr. Muhammad Sohail Tabba Ms. Aaiza Khan
President & CEO	Mr. Rehmat Ali Hasnie

Audit Committee

Chairman	Mr. Nasim Ahmad Mr. Farid Malik, CFA Mr. Amjad Mahmood Mr. Ali Syed
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Chief Financial Officer

Mr. Abdul Wahid Sethi

Company Secretary

Syed Muhammad Ali Zamin

Auditors

A.F. Ferguson & Co.
Chartered Accountants

BDO Ebrahim & Co.
Chartered Accountants

Legal Advisors

Khalid Anwar & Co.
Advocates & Legal Advisors

Registered & Head Office

NBP Building
I.I. Chundrigar Road, Karachi, Pakistan.
Phone: 92-21-99220100 (30 lines),
92-21-99062000 (60 lines)
NBP Call Center: 111-627-627

Registrar & Share Registration Office

CDC Share Registrar Services Limited
CDC House, 99-B, Block-B,
S.M.C.H.S., Main Shara-e-Faisal
Karachi-74400, Pakistan.
111-111-500

Website

www.nbp.com.pk

Directors' Report to the Shareholders

Standalone Financial Statements

Dear Shareholders,

The Board of Directors are pleased to present the un-audited condensed interim standalone financial statements of the Bank for the three-months period ended March 31, 2025.

Economic Environment

The global economy has continued to display resilience amid a complex backdrop of moderating inflation, geopolitical tensions, tariff conflicts and tightening financial conditions. According to the IMF, global growth is expected to remain steady at 3.2% in 2025, mirroring the pace recorded in 2024. As headline inflation continues to ease, central banks, particularly in advanced economies, are signalling a shift towards a more neutral stance, thereby improving prospects for capital flows to emerging markets.

Pakistan's economy continues to show recovery trend in the backdrop of fiscal discipline, improved external accounts, and easing inflationary pressures. Following a challenging FY'24, Pakistan's GDP growth is projected to exceed 2.5% in FY'25, supported by a robust agriculture sector, a gradual rebound in industrial output, and stronger services sector activity. Inflation has sharply decelerated, reaching 3.9% in March 2025, down from nearly 40% in May 2023, due to improved supply chains, lower global commodity prices, and prudent monetary management. In response, the State Bank of Pakistan has slashed the policy rate in a series of steps from 22% to 12%, significantly reducing borrowing costs and revitalizing credit demand, particularly in SME and consumer segments.

The external account has stabilized, driven by better current account management, resilient remittance inflows, and reduced import pressure. Inflows under the \$7 Bn IMF Stand-By Arrangement, initiated in late 2024, along with committed multilateral financing, have strengthened Pakistan's foreign exchange buffers. As of March 2025, forex reserves stood at over \$9 Bn, reflecting a significant improvement from previous lows. Additionally, the World Bank's \$20 Bn commitment over ten years, focused on green energy, education, climate resilience, and human development, reinforces the government's development priorities and long-term reform agenda.

Capital markets have responded positively to macroeconomic improvements. The KSE-100 Index continued its strong upward trajectory in Q1'25, building on the 84% gain recorded in 2024, supported by foreign investor interest, improved corporate earnings, and greater confidence in economic policy direction. Banks have benefited from improving credit demand and lower funding costs. As we move forward, Pakistan's economy appears to be on a firmer footing. Continuation of macroeconomic management, political stability, and structural reforms, particularly in tax, energy, and state-owned enterprise governance, will be critical to sustaining recovery momentum.

Profitability Summary

(PKR 'Bn)

No.	Key Items	Q1'25	Q1'24	Better / (Worse) Amount	%
1	Net Interest Income	69.6	29.0	40.6	140.0
2	Non-Fund Income	11.1	13.5	(2.4)	(17.8)
3	Total Income	80.7	42.45	38.2	90.0
4	Operating Exp.	28.2	22.0	(6.2)	(28.2)
5	Pre-Prov. Profit	52.5	20.5	32.0	156.1
6	Credit Loss Allowances	6.4	(0.7)	(7.1)	(1,014.3)
7	Pre-tax profit	46.1	21.2	24.9	117.8
8	Tax	24.6	10.4	(14.2)	(136.1)
9	After-tax profit	21.5	10.7	10.8	100.0
10	EPS (Rs.)	10.08	5.04	5.04	100.0

Strong Financial Delivery

Your Bank commenced the financial year 2025 on a strong note, recording a Profit After Tax 'PAT' of PKR 21.45 Bn for the first quarter, representing a 100% increase over the PKR 10.72 Bn earned in the corresponding period of the previous year. This performance reflects the resilience of our business model, the agility of our asset-liability strategy, and a consistent focus on value creation for all stakeholders.

• Core Income Growth Anchored in Net Interest Performance

A key driver of this outperformance was the significant expansion in Net Mark-up / Interest Income, which grew to PKR 69.59 Bn from PKR 28.98 Bn in Q1'24, a YoY growth of over 140%. This improvement was driven by:

- A strategic repricing and maturity reprofiling of earning assets in a declining interest rate environment,
- Continued momentum in interest-earning assets, especially in the lending portfolio, and
- Tactical management of the deposit base to moderate funding costs.

While total mark-up earned declined by 22.5% YoY due to broader rate movements (PKR 213.1 Bn in Q1'25 vs PKR 275.0 Bn in Q1'24), the mark-up expensed dropped more sharply by 41.7% (PKR 143.5 Bn vs PKR 246.0 Bn), indicating effective balance sheet optimization.

- **Stable Non-Interest Income with Growth in Core Streams**

Non-mark-up income for the period under review closed at PKR 11.1 Bn, compared to PKR 13.5 Bn for Q1'24. Within this, fee and commission income rose 33% YoY to PKR 7.4 Bn, supported by growth in transaction banking, trade, and digital financial services. Foreign exchange income also improved to PKR 2.0 Bn, in line with market activity and the Bank's client flow. However, on capital markets front, a net loss of PKR 112.2 Mn was recorded on securities in Q1'25 versus a gain of PKR 4.4 Bn in Q1'24.

- **Disciplined Cost Management Amid Strategic Investments**

We maintain a disciplined approach to cost management, ensuring operational efficiency while enabling long-term growth. While total operating expenses increased during the period, our continued focus on growing core income streams resulted in a marked improvement in operational efficiency.

For Q1'25, total operating expenses stood at PKR 28.2 Bn, reflecting a 28% YoY increase from PKR 22.0 Bn. This rise is attributed to deliberate investments in people, technology, and infrastructure - key enablers of sustainable growth. Key cost trends include a 30% increase in HR compensation expenses, aligned with recurring impact of pension case, talent acquisition, and notional costs under IFRS 9. Also, there was a 49% surge in IT expenses, driven by expansion of IT and digital infrastructure, managed services, and system resilience initiatives.

Notably, despite the higher cost base, our cost-to-income ratio improved significantly to 35.0%, down from 51.7% in the same period last year. This efficiency gain was not achieved through cost-cutting, but rather through robust growth in core income, reflecting the success of our strategic repositioning.

- **Proactive Risk Management and Credit Quality Vigilance**

The Bank recorded a net credit loss allowance of PKR 6.39 Bn, versus a net reversal of PKR 665 Mn in the same period last year. This prudent provisioning approach reflects a forward-looking assessment of portfolio risks under evolving macroeconomic and sector-specific conditions, and reinforces our commitment to maintaining a robust risk posture.

- **Sustained Growth in Bottom Line**

Profit Before Tax (PBT) rose sharply to PKR 46.09 Bn in Q1'25, more than double the PKR 21.16 Bn reported in the same quarter last year. Following the recent increase in tax rates for banking companies under the Income Tax Amendment Ordinance, the applicable corporate tax rate for 2025 stands at 53%. As a result, the Bank recorded a tax expense of PKR 24.64 Bn for the first quarter. Despite a significantly higher tax charge for the period, the Bank delivered a strong Profit After Tax of PKR 21.45 Bn, solidifying its position as one of the top-performing institutions in the sector.

Appropriation of Profit

Profit for the three months period ended March 31, 2025, after carrying-forward the accumulated profit of 2024 is appropriated as follows:

	(PKR 'Mn')
Unappropriated profit as of 31.12.2024	235,062.0
Adjustment due to adoption of IFRS 9 - net of tax	(7,919.5)
Adjusted unappropriated profit as of January 01, 2025	227,142.5
Profit after-tax for the Quarter ended March 31, 2025	21,449.1
Gain on sale of investments classified as FVOCI – net of tax	1,035.1
Remeasurement Loss on defined benefit obligations – net of tax	(264.0)
Incremental depreciation transfer from surplus on revaluation of fixed assets-net of tax	44.9
	22,265.1
Profit available for appropriation	249,407.6
Appropriation:	
Transfer to Statutory Reserve (10% of PAT)	2,144.9
Dividend Pay Out	17,020.1
Unappropriated profit carried forward	230,242.6

Financial Position as of March 31, 2025

The Bank's balance sheet grew modestly by 1.2% to reach PKR 6.83 Tn as of March 31, 2025, up from PKR 6.75 Tn at the year-end 2024. This increase reflects targeted asset rebalancing and selective growth in high-performing segments, aligned with our broader strategy of enhancing yield while managing risk and liquidity. Key changes in the asset mix reflect a repositioning toward safer and yield-accretive segments:

- Advances**

Gross advances stood at PKR 1,567.8 Bn, reflecting a decline of 6% from PKR 1,672.8 Bn as of December 31, 2024. This contraction was primarily driven by some seasonal impacts which are expected to reverse in the coming quarters. Within the loan mix, conventional loans (including revolvers) accounted for the bulk. Islamic financing remained relatively stable, decreasing to PKR 132.4 Bn. Notably, non-performing advances also declined from PKR 269.3 Bn to PKR 221.9 Bn, suggesting some recovery and better asset quality management. Overall, while the decline in gross advances reflects a moderated risk appetite, the concurrent reduction in NPAs points to prudent credit risk controls and a strengthened recovery process.

- **Investments**

Investments rose by 3.8% to PKR 4.79 Tn, as the Bank continued to deploy surplus liquidity into secure government securities and high-grade instruments, capitalizing on prevailing market opportunities.

- **Lending to Financial institutions**

Lending to FIs more than doubled to PKR 73.5 Bn, up from PKR 30.0 Bn, reflecting short-term liquidity placements and strategic use of interbank markets.

- **Funding & Liquidity**

Total deposits of the Bank stood at PKR 3.89 Tn, similar to PKR 3.87 Tn at YE'24. The deposit mix remained diversified and well-balanced, with a consistent focus on optimizing cost of funds and supporting liquidity resilience. With current deposits aggregating to PKR 1,886.6 Bn as of March 31, 2025, the Bank maintained a strong liquidity buffer, with current accounts representing 48.5% of total deposits. Total CASA base totalled PKR 3,043.0 Bn, translating into a robust CASA ratio of 78.2% — consistent with the Bank's strategy to maintain a low-cost and stable funding structure. This funding mix continues to support sustainable margins and reinforces depositor confidence.

Moreover, the Bank's Liquidity Coverage Ratio (LCR) and Net Stable Funding Ratio (NSFR) remained well above the regulatory threshold of 100%, standing at 213% and 178%, respectively, as of March 31, 2025. These indicators affirm the Bank's prudent liquidity management practices and its capacity to absorb market volatility and meet both short- and long-term obligations without disruption.

Capital & Equity

The Bank's balance sheet remains robust, liquid, and strategically aligned. Despite marginal reduction in net assets from PKR 457.0 Bn to PKR 441.3 Bn (mainly due to decline in surplus on revaluation of assets from PKR 118.2 Bn to PKR 104.8 Bn), the Bank remains well-capitalized. During 3M'25, the Bank's Eligible Tier 1 capital decreased marginally by PKR 3.5 Bn or 1.0% to PKR 350.4 Bn from PKR 353.9 Bn at YE'24. Likewise, Eligible Tier 2 capital also decreased by PKR 9.8 Bn or 7.7% to close at PKR 116.1 Bn. Tier 2 capital mainly decreased corresponding to the decrease in Tier-1 capital. As the Bank is following a risk prudent asset growth strategy, total RWAs decreased by PKR 82.8 Bn or 4.8% from PKR 1,726.1 Bn at YE'24 to PKR 1,643.3 Bn at March 31, 2025.

Accordingly, Total Capital Adequacy Ratio (CAR) stood at 28.39% with Tier-1 capital adequacy ratio at 21.33%; as compared to 27.80% and 20.51%, respectively, at YE'24. At March'31, 2025, the Bank's leverage ratio stood at 3.83%. Other financial soundness ratios are well compliant with applicable regulatory requirements.

Contingency Regarding the Pension Case

Post year end, this status is same as discussed in Note 25.3.3.1 to the audited financial statements for the year ended December 31, 2024 as no date for hearing has been fixed as yet.

Credit Ratings

NBP has been rated as 'AAA' by both the recognized credit rating agencies in Pakistan. In June 2024, M/s VIS Credit Rating Company re-affirmed the Bank's standalone credit rating as "AAA", the highest credit rating awarded by the company for a bank in Pakistan. Similarly, M/s PACRA Credit Rating Company also assigned the Bank long-term entity rating as 'AAA' (Triple AAA) and short-term credit rating as 'A1+' (A-one Plus).

Outlook

With stabilising macroeconomic environment, there is an optimism for a gradual revival in domestic economic activity. Your Bank remains committed to aligning its strategic direction with national priorities, including financial inclusion, SME development, and digital transformation. In the quarters ahead, we will continue to build on our resilient balance sheet, enhance risk management practices, and deepen our focus on customer-centric digital innovation. Investments in technology, cyber resilience, and automation will support operational efficiency and service excellence across all our segments. Furthermore, the Bank aims to strengthen its footprint in underserved markets such as microfinance, agri-finance, and Islamic banking, while continuing to support infrastructure, trade, and export-oriented sectors. With prudent governance, robust capital adequacy, and a clear strategic roadmap, your Bank is well-positioned to contribute to sustainable economic growth and deliver long-term value to all stakeholders.

Acknowledgement & Appreciation

We appreciate the continued efforts & dedication of our employees towards provision of service to the Nation and delivering strong financial results. We would also like to acknowledge the support of the Government of Pakistan, the State Bank of Pakistan, the SECP and other regulatory bodies for enabling the Bank to achieve its potential and contribute towards the socio-economic development in the country.

For and on behalf of the Board of Directors

Rehmat Ali Hasnie

President & CEO

Karachi

Dated: April 25, 2025

Ali Syed

Director

کریڈٹ ریٹنگ

پاکستان میں دونوں تسلیم شدہ کریڈٹ ریٹنگ ایجنسیوں کے ذریعہ بینک کو 'AAA' کا درجہ دیا گیا ہے۔ جون 2024 میں میسرز VIS کریڈٹ ریٹنگ کمپنی نے بینک کی اسٹیٹڈالون کریڈٹ ریٹنگ کو 'AAA' کی حیثیت سے دوبارہ تصدیق کی، جو پاکستان میں کسی بینک کے لیے کمپنی کی طرف سے دی جانے والی سب سے زیادہ کریڈٹ ریٹنگ ہے۔ اسی طرح، میسرز پیکرا کریڈٹ ریٹنگ کمپنی نے بھی بینک کو طویل مدتی ہستی کی درجہ بندی بطور 'AAA' (ٹرپل 'AAA') اور مختصر مدت کے کریڈٹ ریٹنگ کو 'A1+' (A-one Plus) کے طور پر تفویض کیا ہے۔

مستقبل

میکرو اکنامک ماحول کو مستحکم کرنے کے ساتھ، گھریلو اقتصادی سرگرمیوں میں بتدریج بحالی کی امید ہے۔ آپ کا بینک بشمول مالیاتی شمولیت، SME ترقی اور ڈیجیٹل تبدیلی کے، اپنی سٹریٹجک سمت کو قومی ترجیحات کے ساتھ ہم آہنگ کرنے کے لیے پرعزم ہے۔ آنے والی سہ ماہیوں میں، ہم اپنی چلکدار بیلنس شیٹ کو تیار کرتے رہیں گے، رسک مینجمنٹ کے طریقوں کو بڑھاتے رہیں گے، اور کسٹمر پرمرو کو ڈیجیٹل اختراع پر اپنی توجہ کو گہرا کریں گے۔ ٹکنالوجی، سائبر لک اور آٹومیشن میں سرمایہ کاری ہمارے تمام طبقات میں آپریشنل کارکردگی اور خدمت کی عمدہ کارکردگی کے لیے معاونت کرے گی۔ مزید برآں، بینک کا مقصد بنیادی ڈھانچے، تجارت اور برآمدات پر مبنی شعبوں کی حمایت جاری رکھتے ہوئے، مائیکرو فنانس، ایگری فائننس، اور اسلامی بینکاری جیسی غیر محفوظ منڈیوں میں اپنے قدموں کے نشان کو مضبوط کرنا ہے۔ دانشمندانہ حکمرانی، مضبوط سرمائے کی مناسبت، اور ایک واضح اسٹریٹجک روڈ میپ کے ساتھ، آپ کا بینک پائیدار اقتصادی ترقی میں حصہ ڈالنے اور تمام اسٹیک ہولڈرز کو طویل مدتی قدر فراہم کرنے کے لیے اچھی پوزیشن میں ہے۔

اعتراف اور تعریف

ہم قوم کی خدمت کی فراہمی اور مضبوط مالیاتی نتائج کی فراہمی کے لیے اپنے ملازمین کی مسلسل کوششوں اور لگن کو سراہتے ہیں۔ ہم حکومت پاکستان، اسٹیٹ بینک آف پاکستان، ایس ای سی پی اور دیگر ریگولیٹری اداروں کی حمایت کو بھی تسلیم کرنا چاہیں گے تاکہ بینک کو اس کی صلاحیت کو حاصل کرنے اور ملک میں سماجی و اقتصادی ترقی میں اپنا حصہ ڈالنے کے قابل بنایا جائے۔

بورڈ آف ڈائریکٹرز کے لیے اور ان کی جانب سے

علی سید
ڈائریکٹر

رحمت علی حسنی
صدر اور سی ای او
کراچی

بتاریخ: 25 اپریل 2025

فنڈنگ اور لیکویڈیٹی

بینک کے کل ڈپازٹس 3.89 ٹریلین روپے رہے، جو 31 دسمبر 2024 تک 3.87 ٹریلین کے برابر تھے۔ فنڈز کی لاگت کو بہتر بنانے اور لیکویڈیٹی لپک کو سپورٹ کرنے پر مستقل توجہ کے ساتھ ڈپازٹس کس متنوع اور متوازن رہا۔ 31 مارچ 2025 تک موجودہ ڈپازٹس 1,886.6 بلین روپے تک جمع ہونے کے ساتھ، بینک نے ایک مضبوط لیکویڈیٹی لفز برقرار رکھا، جس میں کرنٹ اکاؤنٹس کی نمائندگی 48.5 فیصد ہے۔ CASA کی کل بنیاد 3,043.0 بلین روپے تھی، جو کہ 78.2% کے مضبوط CASA تناسب کی ترجمانی کرتی ہے۔ جو کہ کم لاگت اور مستحکم فنڈنگ ڈھانچہ کو برقرار رکھنے کے لیے بینک کی حکمت عملی کے مطابق ہے۔ یہ فنڈنگ کس پائیدار مارجن کی حمایت کرتا ہے اور جمع کنندگان کے اعتماد کو تقویت دیتا ہے۔

مزید برآں، بینک کا لیکویڈیٹی کوریج ریشو (LCR) اور نیٹ اسٹیل فنڈنگ ریشو (NSFR) 100% کی ریگولیٹری حد سے کافی اوپر رہا، جو کہ 31 مارچ 2025 تک بالترتیب 213% اور 178% پر کھڑا ہے، اتار چڑھاؤ اور بغیر کسی رکاوٹ کے مختصر اور طویل مدتی دونوں ذمہ داریوں کو پورا کرتا ہے۔

کیپٹل اور ایکویٹی

بینک کی بیلنس شیٹ مضبوط، لیکویڈ اور تزویراتی طور پر منسلک ہے۔ خالص اثاثوں میں 457.0 بلین روپے سے 441.3 بلین روپے تک معمولی کمی کے باوجود (خاص طور پر جامد اثاثوں کی نظر ثانی شدہ قدر کی وجہ سے ذخائر میں 118.2 بلین روپے سے 104.8 بلین روپے کمی کی وجہ سے) بینک سرمائے سے بھرپور رہا۔ سہ ماہ 2025 کے دوران بینک کا اہل ٹائر 1 کیپٹل 3.5 بلین روپے یا 1.0% کی معمولی کمی سے 350.4 بلین روپے ہو گیا جو 31 دسمبر 2024 تک 353.9 بلین روپے تھا۔ اسی طرح اہل ٹائر 2 کیپٹل بھی 9.8 بلین روپے یا 7.7% کم ہو کر 116.1 بلین روپے پر بند ہوا۔ ٹائر 2 کیپٹل بنیادی طور پر ٹائر 1 کیپٹل میں کمی کے مطابق کم ہوا۔ جیسا کہ بینک رسک سے متعلق اثاثہ کی ترقی کی حکمت عملی پر عمل پیرا ہے، کل 31 RWAs دسمبر 2024 تک کے 1,726.1 بلین روپے سے 31 مارچ 2025 تک 82.8 بلین روپے یا 4.8% کم ہو کر 1643.3 بلین روپے ہو گئے۔

اس کے مطابق، ٹوٹل کیپٹل ایڈیکویسی ریشو 28.39% اور ٹائر 1 کیپٹل ایڈیکویسی ریشو 21.33% رہے جو 31 دسمبر 2024 پر بالترتیب 27.80% اور 20.51% تھے۔ 31 مارچ 2025 کو بینک کا لیوریج ریشو 3.83 فیصد تھا۔ دیگر مالیاتی درستی کے تناسب قابل اطلاق ریگولیٹری تقاضوں کے مطابق ہیں۔

پیشن کس سے متعلق ہنگامی صورتحال

سال کے اختتام کے بعد یہ اسٹیٹس وہی ہے جیسا کہ 31 دسمبر 2024 کو ختم ہونے والے سال کے لیے آؤٹ شدہ مالیاتی گوشواروں کے نوٹ 25.3.3.1 میں بیان کیا گیا ہے کیونکہ ابھی تک سماعت کی کوئی تاریخ طے نہیں کی گئی ہے۔

31 مارچ 2025 تک کی مالی پوزیشن

بینک کی بیلنس شیٹ 31 مارچ 2025 تک معمولی طور پر 1.2 فیصد بڑھ کر 6.83 ٹریلین تک پہنچ گئی، جو کہ 2024 کے آخر میں 6.75 ٹریلین سے زیادہ ہے۔ یہ اضافہ اہدائی اثاثوں کے توازن کو ظاہر کرتا ہے اور اعلیٰ کارکردگی کا مظاہرہ کرنے والے طبقوں میں انتخابی نمو کی عکاسی کرتا ہے، جو کہ ہماری حکمت عملی کے ساتھ منسلک خطرے کے ساتھ منسلک ہے۔ لیکویڈیٹی۔ اثاثہ جات کے مکس میں اہم تبدیلیاں محفوظ اور پیداوار میں اضافہ کرنے والے حصوں کی رپورٹیشننگ کی عکاسی کرتی ہیں:

ایڈوانسز

بینک کے مجموعی ایڈوانسز کی رقم 1,567.8 بلین روپے رہی، جو کہ 31 دسمبر 2024 تک 1,672.8 بلین روپے سے 6% کی کمی کو ظاہر کرتی ہے۔ یہ کمی بنیادی طور پر کچھ وقتی اثرات کی وجہ سے ہوا جس کے آنے والی سہ ماہیوں میں واپس ہونے کی امید ہے۔ قرض کے مرکب کے اندر، روایتی قرضوں (بشمول رپوالور) کا بڑا حصہ تھا۔ اسلامی فنانسنگ نسبتاً مستحکم رہی اور کم ہو کر 132.4 بلین رہ گئی۔ قابل ذکر بات یہ ہے کہ نان پرفارمنگ ایڈوانسز بھی 269.3 بلین روپے سے 221.9 بلین روپے تک کم ہو گئے، جو کچھ ریکوری اور بہتر اثاثہ کے معیار کے انتظام کی تجویز کرتے ہیں۔ مجموعی طور پر جبکہ کل ترقی میں کمی خطرے کی اعتدال پسند رجحان کی عکاسی کرتی ہے، این پی ایز میں بیک وقت کمی کریڈٹ رسک کنٹرولز اور ایک مضبوط بحالی کے عمل کی طرف اشارہ کرتی ہے۔

سرمایہ کاری

سرمایہ کاری 3.8% سے بڑھ کر 4.79 ٹریلین روپے ہو گئی، کیونکہ بینک نے مارکیٹ کے موجودہ مواقع سے فائدہ اٹھاتے ہوئے محفوظ سرمایہ کاری سیکورٹیز اور اعلیٰ درجے کے آلات میں اضافی لیکویڈیٹی کی تعیناتی جاری رکھی۔

مالیاتی اداروں کو قرض دینا

مالیاتی اداروں کو دیے جانے والے قرض 30.0 بلین روپے سے دگنا ہو کر 73.5 بلین روپے ہو گئے، جو قلیل مدتی لیکویڈیٹی پلیسمنٹ اور انٹر بینک مارکیٹوں کے اسٹریٹجک استعمال کی عکاسی کرتا ہے۔

فعال رسک مینجمنٹ اور کریڈٹ کوالٹی ویمپلنس

بینک نے 6.39 بلین روپے کا خالص کریڈٹ نقصان الاؤنس ریکارڈ کیا، جو کہ پچھلے سال کی اسی مدت میں 665 ملین روپے کا خالص الاؤنس تھا۔ یہ سمجھا رہا ہے کہ طریتہ میکرو اکٹاناک اور سیکٹر کے مخصوص حالات کے تحت پورٹ فولیو کے خطرات کے مستقبل کے بارے میں جائزہ کی عکاسی کرتا ہے، اور ایک مضبوط خطرے کی پوزیشن کو برقرار رکھنے کے ہمارے عزم کو تقویت دیتا ہے۔

بنیادی سطح میں مسلسل ترقی

ٹیکس سے پہلے کا منافع پہلی سہ ماہی 2025 میں تیزی سے بڑھ کر 46.09 بلین روپے ہو گیا، جو پچھلے سال کی اسی سہ ماہی میں رپورٹ کردہ 21.16 بلین روپے سے دگنا ہے۔ اکم ٹیکس ترمیمی آرڈیننس کے تحت بینکنگ کمپنیوں کے لیے ٹیکس کی شرح میں حالیہ اضافے کے بعد، 2025 کے لیے قابل اطلاق کارپوریٹ ٹیکس کی شرح 53% ہے۔ نتیجے کے طور پر، بینک نے پہلی سہ ماہی کے لیے 24.64 بلین روپے کا ٹیکس خرچ ریکارڈ کیا۔ اس مدت کے لیے نمایاں طور پر زیادہ ٹیکس چارج کے باوجود، بینک نے 21.45 بلین روپے کا ٹیکس کے بعد مضبوط منافع فراہم کیا، جس سے اس شعبے میں اعلیٰ کارکردگی کا مظاہرہ کرنے والے اداروں میں سے ایک کے طور پر اپنی پوزیشن مستحکم ہوئی۔

منافع کی تخصیص

2024 کے جمع شدہ منافع کو آگے بڑھانے کے بعد 31 مارچ 2025 کو ختم ہونے والے تین ماہ کے منافع کو مختص کرنے کی تجویز مندرجہ ذیل ہے:

(ملین روپے)	
235,062.0	31 دسمبر 2024 تک غیر تصرف شدہ منافع
(7,919.5)	آئی ایف آر ایس 9 کے اپنانے کی وجہ سے اثر بعد از ٹیکس
227,142.5	01 جنوری 2025 تک ایڈجسٹڈ غیر تصرف شدہ منافع
21,449.1	31 مارچ 2025 کو ختم ہونے والے 3 ماہ کے لئے بعد از ٹیکس جامع منافع
1,035.1	FVOCI کے طور پر درجہ بند سرمایہ کاری کی فروخت پر حاصل منافع - بعد از ٹیکس
(264.0)	متعین فوائد والی ذمہ داریوں کی دوبارہ پیمائش پر فائدہ / (نقصان) بعد از ٹیکس
44.9	جامد اثاثوں کی نظر ثانی شدہ قدر کی وجہ سے ذخائر سے منتقلی - بعد از ٹیکس
22,265.1	
249,407.6	تصرف کے لیے دستیاب منافع
	تصرف:
2,144.9	قانونی ذخائر میں منتقلی (بعد از ٹیکس کا 10%)
17,020.1	ڈیویڈنڈ پے آؤٹ
230,242.6	غیر تصرف شدہ منافع آگے بڑھانے کے لیے:

- گرتی ہوئی شرح سود کے ماحول میں کم آنے والے اثاثوں کی ایک اسٹریجک قیمت کا تعین اور پختگی کی دوبارہ پروفائٹنگ،
- سود کم آنے والے اثاثوں خاص طور پر قرض دینے والے پورٹ فولیو میں مسلسل رفتار،
- معتدل فنڈنگ اخراجات کے لیے ڈپازٹ بینس کا ٹیکسیکل انتظام

جبکہ کل مارک اپ میں 22.5% سالانہ کمی واقع ہوئی جس کی وجہ شرح سود کی وسیع تر تبدیلی ہے (پہلی سہ ماہی 2025 میں 213.1 بلین روپے بمقابلہ 275.0 بلین روپے پہلی سہ ماہی 2024)، مارک اپ کے اخراجات میں تیزی سے 41.7% کی کمی واقع ہوئی (143.5 بلین روپے بمقابلہ 246.0 بلین روپے)، موثر بیلنس شیٹ کی اصلاح کی نشاندہی کرتا ہے۔

بنیادی سلسلے میں ترقی کے ساتھ مستحکم غیر سودی آمدنی

زیر جائزہ مدت کے لیے غیر سودی آمدنی 11.1 بلین روپے پر بند ہوئی جو پہلی سہ ماہی 2024 کے لیے 13.5 بلین روپے تھی۔ اس میں فیس اور کمیشن کی آمدنی سالانہ 33% بڑھ کر 7.4 بلین ہو گئی، جس کی مدد لین دین، تجارت، اور ڈیجیٹل مالیاتی خدمات میں اضافے سے ہوئی۔ مارکیٹ کی سرگرمیوں اور بینک کے کلائنٹ کے ہاؤ کے مطابق، غیر ملکی زر مبادلہ کی آمدنی بھی 2.0 بلین روپے تک بہتر ہو گئی۔ تاہم، کیپٹل مارکیٹس میں پہلی سہ ماہی 2024 کے 4.4 بلین روپے منافع کے مقابلے میں پہلی سہ ماہی 2025 میں سیکورٹیز پر 112.2 ملین روپے کا خالص نقصان ریکارڈ کیا گیا۔

اسٹریجک سرمایہ کاری کے درمیان منضبط نظام لاگت

ہم لاگت کے نظم و نسق کے لیے ایک نظم و ضبط کا نقطہ نظر برقرار رکھتے ہیں، طویل مدتی نمو کو قابل بناتے ہوئے آپریشنل کارکردگی کو یقینی بناتے ہیں۔ جبکہ اس مدت کے دوران کل آپریٹنگ اخراجات میں اضافہ ہوا، ہماری بڑھتی ہوئی بنیادی آمدنی کے سلسلے پر مسلسل توجہ کے نتیجے میں آپریشنل کارکردگی میں نمایاں بہتری آئی۔

پہلی سہ ماہی 2025 کے لیے، کل آپریٹنگ اخراجات 28.2 بلین روپے تھے، جو 22.0 بلین روپے سے 28% سالانہ اضافہ کو ظاہر کرتا ہے۔ اس اضافے کی وجہ پائیدار ترقی کے کلیدی ارکان: انسانی وسائل، ٹیکنالوجی اور بنیادی ڈھانچے میں گئی باقاعدہ سرمایہ کاری ہے۔ اہم لاگت کے رجحانات میں انسانی وسائل کے معاوضے کے اخراجات میں 30% اضافہ، پنشن کیس، ٹیلنٹ کے حصول، اور IFRS 9 کے تحت تصوراتی اخراجات کے بار بار ہونے والے اثرات کے ساتھ منسلک ہے۔ اس کے علاوہ، انفارمیشن ٹیکنالوجی اخراجات میں 49% اضافہ ہوا، جو کہ انفارمیشن ٹیکنالوجی اور ڈیجیٹل انفرا سٹرکچر، منظم خدمات، اور نظام کی توسیع کے باعث ہوا ہے۔

خاص طور پر، زیادہ لاگت کی بنیاد کے باوجود، ہماری لاگت سے آمدنی کا تناسب نمایاں طور پر بہتر ہو کر 35.0% ہو گیا، جو پچھلے سال کی اسی مدت میں 51.7% سے کم ہے۔ کارکردگی کا یہ فائدہ لاگت میں کمی کے ذریعے حاصل نہیں کیا گیا، بلکہ بنیادی آمدنی میں مضبوط نمو کے ذریعے حاصل کیا گیا، جو کہ ہماری سٹریجک ری پوزیشننگ کی کامیابی کی عکاسی کرتا ہے۔

منافع کا خلاصہ

(بلین روپے)

نمبر	اہم اشارہ جات	مارچ 25	مارچ 24	بہتری / (اہتری) رقم	فیصد
1	خالص سودی آمدنی	69.6	29.0	40.6	140.0
2	غیر فنڈڈ آمدنی	11.1	13.5	(2.4)	(17.8)
3	کل آمدنی	80.7	42.5	38.2	90.0
4	انتظامی اخراجات	28.2	22.0	(6.2)	(28.2)
5	قبل از تصرف منافع	52.5	20.5	32.0	156.1
6	تصرفات	6.4	(0.7)	(7.1)	(1,014.3)
7	قبل از ٹیکس منافع	46.1	21.2	24.9	117.8
8	ٹیکس	24.6	10.4	(14.2)	(136.1)
9	بعد از ٹیکس منافع	21.5	10.7	10.8	100.0
10	فی حصص آمدنی	10.08	5.04	5.04	100.0

مضبوط مالیاتی ترسیل

آپ کے بینک نے مالی سال 2025 کا آغاز ایک مضبوط نوٹ پر کیا، پہلی سہ ماہی 2025 کے لیے 21.45 بلین روپے کا منافع بعد از ٹیکس ریکارڈ کیا، جو پچھلے سال کی اسی مدت میں کمائے گئے 10.72 بلین روپے کے مقابلے میں 100% اضافہ کی نمائندگی کرتا ہے۔ یہ کارکردگی ہمارے کاروباری ماڈل کی لچک، ہماری اثاثہ ذمہ داری کی حکمت عملی کی چستی اور تمام اسٹیک ہولڈرز کے لیے قدر کی تخلیق پر مسلسل توجہ کی عکاسی کرتی ہے۔

خالص سود کی کارکردگی سے وابستہ بنیادی آمدنی کی نمو

اس آؤٹ پرفارمنس کا ایک اہم محرک نیٹ مارک اپ / انٹرسٹ انکم میں نمایاں توسیع تھی، جو پہلی سہ ماہی 2024 کے 28.98 بلین روپے سے بڑھ کر 69.59 بلین روپے ہو گئی، جو کہ 140% سے زیادہ کی سالانہ ترقی ہے۔ یہ بہتری ان عوامل کی وجہ سے تھی:

ڈائریکٹرز کی شیر ہولڈرز کو رپورٹ

انفرادی مالیاتی گوشوارے

محترم حصص داران

ہم بورڈ آف ڈائریکٹرز کی جانب سے، 31 مارچ 2025 کو ختم ہونے والی مدت کے لئے بینک غیر آڈٹ شدہ انفرادی سہ ماہی مالی گوشوارے آپ کے سامنے پیش کرنے میں خوشی محسوس کر رہے ہیں۔

معاشی ماحول

عالمی معیشت نے اعتدال پسند افراط زر، جغرافیائی سیاسی تناؤ، ٹیرف تنازعات اور سخت مالی حالات کے پیچیدہ پس منظر کے درمیان چلک کا مظاہرہ کرنا جاری رکھا ہے۔ آئی ایم ایف کے مطابق، عالمی نمو 2025 میں 3.2 فیصد پر مستحکم رہنے کی توقع ہے، جو کہ 2024 میں ریکارڈ کی گئی رفتار کی عکاسی کرتی ہے۔ جیسے کہ ہیڈ لائن افراط زر میں نرمی جاری رہی، مرکزی بینک، خاص طور پر ترقی یافتہ معیشتوں میں، زیادہ غیر جانبدارانہ موقف کی طرف منتقل ہونے کا اشارہ دے رہے ہیں، جس سے مارکیٹ کے لیے سرمایہ کے بہاؤ کے امکانات میں بہتری آئے گی۔

پاکستان کی معیشت مالیاتی نظم و ضبط، بہتر بیرونی کھاتوں اور افراط زر کے دباؤ کو کم کرنے کے پس منظر میں بحالی کارجان دکھا رہی ہے۔ ایک چیلنجنگ مالی سال 2024 کے بعد پاکستان کی جی ڈی پی کی نمو مالی سال 2025 میں 2.5 فیصد سے تجاوز کرنے کا تخمینہ لگایا گیا ہے، جس کی حمایت ایک مضبوط زرعی شعبے، صنعتی پیداوار میں بندرتج بحالی، اور خدمات کے شعبے کی مضبوط سرگرمی سے ہے۔ سپلائی چین، کموڈٹی کی عالمی قیمتیں، اور دانشمندانہ مانیٹری مینجمنٹ کے باعث افراط زر میں تیزی سے کمی آئی ہے، یہ مئی 2023 کے مقابلے میں 40% کم ہو کر مارچ 2025 میں 3.9 فیصد تک پہنچ گئی۔ اس کے جواب میں اسٹیٹ بینک آف پاکستان نے کئی اقدامات میں پالیسی ریٹ کو 22% سے کم کر کے 12% کر دیا ہے، جس سے قرض کی لاگت میں نمایاں کمی آئی ہے اور خاص طور پر SME اور صارفین کے طبقات میں کریڈٹ کی طلب کو بحال کیا گیا ہے۔

کرنٹ اکاؤنٹ کے بہتر انتظام، ترسیلات زر کی چلکدار آمد، اور درآمدی دباؤ میں کمی کی وجہ سے بیرونی کھاتہ مستحکم ہوا ہے۔ 2024 کے آخر میں شروع کیے گئے 7 بلین ڈالر کے IMF اسٹیڈ ہائی اریجمنٹ کے تحت آنے والی رقوم کے ساتھ ساتھ پر عزم کثیر جہتی فنانسنگ نے پاکستان کے زر مبادلہ کے بفرز کو مضبوط کیا ہے۔ مارچ 2025 تک، غیر ملکی زر مبادلہ کے ذخائر 9 بلین ڈالر سے زیادہ تھے، جو گزشتہ کم ترین سطح سے نمایاں بہتری کی عکاسی کرتے ہیں۔ مزید برآں، عالمی بینک کا دس سالوں میں 20 بلین ڈالر کا عزم، جو سبز توانائی، تعلیم، موسمیاتی چلک اور انسانی ترقی پر مرکوز ہے، حکومت کی ترقیاتی ترجیحات اور طویل مدتی اصلاحات کو تقویت دیتا ہے۔

کمپنیل مارکیٹوں نے میکرو اکنامک بہتری کے لیے مثبت جواب دیا ہے۔ KSE-100 انڈیکس نے پہلی سہ ماہی 2025 میں اپنی مضبوط اوپر کی رفتار کو جاری رکھا، جو کہ 2024 میں ریکارڈ کیے گئے 84% اضافے پر قائم ہے، جسے غیر ملکی سرمایہ کاروں کی دلچسپی، کارپوریٹ کی بہتر آمدنی، اور اقتصادی پالیسی کی سمت میں زیادہ اعتماد کی حمایت حاصل ہے۔ بینکوں کو کریڈٹ ڈیمانڈ میں بہتری اور فنڈنگ کی کم لاگت سے فائدہ ہوا ہے۔ جیسے جیسے ہم آگے بڑھ رہے ہیں، پاکستان کی معیشت مضبوطی کی جانب گامزن نظر آتی ہے۔ میکرو اکنامک مینجمنٹ، سیاسی استحکام، اور ساختی اصلاحات کا تسلسل، خاص طور پر ٹیکس، توانائی، اور سرکاری انٹرپرائز گورننس میں، بحالی کی رفتار کو برقرار رکھنے کے لیے اہم ہو گا۔

Unconsolidated Condensed Interim Statement of Financial Position

As at March 31, 2025

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
Note		------(Rupees in '000)-----	
ASSETS			
Cash and balances with treasury banks	6	307,401,453	314,234,036
Balances with other banks	7	48,561,955	56,836,483
Lendings to financial institutions	8	73,522,789	30,000,000
Investments	9	4,793,082,010	4,612,334,198
Advances	10	1,285,813,609	1,404,867,872
Property and equipment	11	62,318,241	61,668,070
Right of use assets	12	7,175,935	6,317,624
Intangible assets	13	2,142,898	1,939,636
Deferred tax asset	14	-	-
Other assets	15	250,170,517	255,880,334
		6,830,189,407	6,744,078,253
LIABILITIES			
Bills payable	16	16,610,686	26,060,123
Borrowings	17	2,081,780,727	1,937,756,922
Deposits and other accounts	18	3,891,250,493	3,865,564,883
Lease liabilities	19	8,965,995	8,030,117
Subordinated debt		-	-
Deferred tax liabilities	14	14,106,134	40,944,092
Other liabilities	20	376,209,547	408,770,670
		6,388,923,582	6,287,126,807
NET ASSETS		441,265,825	456,951,446
REPRESENTED BY			
Share capital		21,275,131	21,275,131
Reserves		84,927,849	82,411,898
Surplus on revaluation of assets	21	104,820,284	118,202,425
Unappropriated profit		230,242,561	235,061,992
		441,265,825	456,951,446
CONTINGENCIES AND COMMITMENTS			
	22		

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

Ashraf Mahmood Wathra
Chairman

Rehmat Ali Hasnie
President & CEO

Abdul Wahid Sethi
Chief Financial Officer

Nasim Ahmad
Director

Aaiza Khan
Director

Unconsolidated Condensed Interim Profit and Loss Account (Un-audited)

For the three months period ended March 31, 2025

		Quarter ended	
		March 31, 2025	March 31, 2024
		------(Rupees in '000)-----	
Note			
	23	213,114,078	274,982,762
	24	143,526,356	246,002,423
Net mark-up / return / interest income		69,587,722	28,980,339
NON MARK-UP / INTEREST INCOME			
Fee and commission income	25	7,405,073	5,582,791
Dividend income		1,746,465	1,723,944
Foreign exchange income		2,002,244	1,706,299
Income / (Loss) from derivatives		-	-
(Loss) / gain on securities - net	26	(112,262)	4,411,906
Net gains/(loss) on derecognition of financial assets measured at amortised cost		(327,814)	-
Other income	27	383,294	63,122
Total non mark-up / interest income		11,097,000	13,488,062
Total income		80,684,722	42,468,401
NON MARK-UP / INTEREST EXPENSES			
Operating expenses	28	28,190,923	21,963,772
Other charges	29	11,790	10,891
Total non mark-up / interest expenses		28,202,713	21,974,663
Profit before credit loss allowance		52,482,009	20,493,738
Credit loss allowance and write offs - net	30	6,393,800	(665,131)
Extra ordinary / unusual items		-	-
PROFIT BEFORE TAXATION		46,088,209	21,158,869
Taxation	31	24,639,105	10,436,334
PROFIT AFTER TAXATION		21,449,104	10,722,535
------(Rupees)-----			
Basic and diluted earnings per share	32	10.08	5.04

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

Ashraf Mahmood Wathra
Chairman

Rehmat Ali Hasnie
President & CEO

Abdul Wahid Sethi
Chief Financial Officer

Nasim Ahmad
Director

Aaiza Khan
Director

Unconsolidated Condensed Interim Statement of Comprehensive Income (Un-audited)

For the three months period ended March 31, 2025

Note	Quarter ended	
	March 31, 2025	March 31, 2024
	------(Rupees in '000)-----	
Profit after taxation for the period	21,449,104	10,722,535
Other comprehensive income / (loss)		
Items that may be reclassified to profit and loss account in subsequent periods:		
Exchange gain / (loss) on translation of net assets of foreign branches	371,041	(806,598)
Movement in surplus / (deficit) on revaluation of debt investments through FVOCI - net of tax	(9,380,658)	1,940,253
Gain on sale of debt securities carried at FVOCI reclassified to the unconsolidated statement of profit and loss account - net of tax	(360,940)	(458,482)
	(9,370,557)	675,173
Items that will not be reclassified to profit and loss account in subsequent periods:		
Remeasurement (loss) on defined benefit obligations - net of tax	(263,979)	(318,522)
Movement in (deficit) on revaluation of equity investments - net of tax	(2,795,728)	(3,565,484)
	(3,059,705)	(3,884,006)
Total comprehensive income	9,018,842	7,513,702

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

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Chairman

Rehmat Ali Hasnie
President & CEO

Abdul Wahid Sethi
Chief Financial Officer

Nasim Ahmad
Director

Aaiza Khan
Director

Unconsolidated Condensed Interim Statement of Changes In Equity (Un-audited)

For the three months period ended March 31, 2025

	Share capital	Reserves					Surplus / (Deficit) on revaluation of assets			Unappropriated profit	Total
		Exchange translation reserve	Statutory reserve	Merger reserve	General reserve	Total	Investments	Property & Equipment / Non banking assets	Total		
(Rupees in '000)											
Balance as at January 01, 2024	21,275,131	31,032,950	47,153,577	363,606	521,338	79,071,471	16,885,488	46,769,105	63,654,593	218,754,398	382,755,593
Impact of adoption of IFRS 9 - net of tax	-	-	-	-	-	-	(1,714,431)	-	(1,714,431)	(10,288,506)	(12,002,937)
Balance as at January 01, 2024 - restated	21,275,131	31,032,950	47,153,577	363,606	521,338	79,071,471	15,171,057	46,769,105	61,940,162	208,465,892	370,752,656
Profit after taxation for three months period ended March 31, 2024	-	-	-	-	-	-	-	-	-	10,722,535	10,722,535
Effect of translation of net investment in foreign branches	-	(806,598)	-	-	-	(806,598)	-	-	-	-	(806,598)
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	-	-	-	1,940,253	-	1,940,253	-	1,940,253
Gain on sale of debt securities carried at FVOCI reclassified to the unconsolidated statement of profit and loss account - net of tax	-	-	-	-	-	-	(458,482)	-	(458,482)	-	(458,482)
Movement in (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	-	-	-	(3,565,484)	-	(3,565,484)	-	(3,565,484)
Remeasurement (loss) on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	-	(318,522)	(318,522)
Total other comprehensive income - net of tax	-	(806,598)	-	-	-	(806,598)	(2,083,713)	-	(2,083,713)	10,404,013	7,513,702
Transfer to statutory reserve	-	-	1,072,254	-	-	1,072,254	-	-	-	(1,072,254)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	-	(43,230)	(43,230)	43,230	-
Balance as at April 01, 2024	21,275,131	30,226,352	48,225,831	363,606	521,338	79,337,127	13,087,344	46,725,875	59,813,219	217,840,881	378,266,358
Profit after taxation for nine months ended December 31, 2024	-	-	-	-	-	-	-	-	-	16,143,209	16,143,209
Effect of translation of net investment in foreign branches	-	(193,878)	-	-	-	(193,878)	-	-	-	-	(193,878)
Transfer of exchange loss translation reserves on closure of foreign ' branches from OCI to unconsolidated statement of profit and loss account	-	1,654,329	-	-	-	1,654,329	-	-	-	-	1,654,329
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	-	-	-	41,154,211	-	41,154,211	-	41,154,211
Gain on sale of debt securities carried at FVOCI reclassified to the unconsolidated statement of profit and loss account - net of tax	-	-	-	-	-	-	(2,495,452)	-	(2,495,452)	-	(2,495,452)
Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	-	-	-	20,664,349	-	20,664,349	-	20,664,349
Transfer of gain on FVOCI equity securities to unappropriated profit - net of tax	-	-	-	-	-	-	(2,705,679)	-	(2,705,679)	2,705,679	-
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	-	(132,977)	(132,977)
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	-	-	1,710,846	1,710,846	-	1,710,846
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-	180,451	180,451	-	180,451
Total other comprehensive income - net of tax	-	1,460,451	-	-	-	1,460,451	56,617,429	1,891,297	58,508,726	18,715,911	78,685,088
Transfer to statutory reserve	-	-	1,614,320	-	-	1,614,320	-	-	-	(1,614,320)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	-	(119,520)	(119,520)	119,520	-
Balance as at January 01, 2025	21,275,131	31,686,803	49,840,151	363,606	521,338	82,411,898	69,704,773	48,497,652	118,202,425	235,061,992	456,951,446
Impact of adoption of IFRS 9 - net of tax	-	-	-	-	-	-	235,170	-	235,170	(7,919,525)	(7,684,355)
Balance as at January 01, 2025 - restated	21,275,131	31,686,803	49,840,151	363,606	521,338	82,411,898	69,939,943	48,497,652	118,437,595	227,142,467	449,267,091
Profit after taxation for three months ended March 31, 2025	-	-	-	-	-	-	-	-	-	21,449,104	21,449,104
Effect of translation of net investment in foreign branches	-	371,041	-	-	-	371,041	-	-	-	-	371,041
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	-	-	-	(9,380,658)	-	(9,380,658)	-	(9,380,658)
Gain on sale of debt securities carried at FVOCI reclassified to the unconsolidated statement of profit and loss account - net of tax	-	-	-	-	-	-	(360,940)	-	(360,940)	-	(360,940)
Movement in (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	-	-	-	(2,795,728)	-	(2,795,728)	-	(2,795,728)
Transfer of gain on FVOCI equity securities to unappropriated profit - net of tax	-	-	-	-	-	-	(1,035,076)	-	(1,035,076)	1,035,076	-
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	-	(263,979)	(263,979)
Total other comprehensive income - net of tax	-	371,041	-	-	-	371,041	(13,572,402)	-	(13,572,402)	22,220,201	9,018,842
Transfer to statutory reserve	-	-	2,144,910	-	-	2,144,910	-	-	-	(2,144,910)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	-	(44,908)	(44,908)	44,908	-
Transactions with owners, recorded directly in equity											
Final Cash dividend- Rs. 8.00 per share declared subsequent to the year ended December 31, 2024	-	-	-	-	-	-	-	-	-	(17,020,104)	(17,020,104)
Balance as at March 31, 2025	21,275,131	32,057,844	51,985,061	363,606	521,338	84,927,849	56,367,542	48,452,744	104,820,284	230,242,561	441,265,825

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

Ashraf Mahmood Wathra
Chairman

Rehmat Ali Hasnie
President & CEO

Abdul Wahid Sethi
Chief Financial Officer

Nasim Ahmad
Director

Aaiza Khan
Director

Unconsolidated Condensed Interim Cash Flow Statement (Un-audited)

For the three months period ended March 31, 2025

	March 31, 2025	March 31, 2024
Note	------(Rupees in '000)-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	46,088,209	21,158,869
Less: dividend income	(1,746,465)	(1,723,944)
	44,341,744	19,434,925
Adjustments:		
Net mark-up / interest income	(69,587,722)	(28,980,339)
Depreciation on property & equipment	1,013,120	603,227
Depreciation on right of use assets	451,613	480,730
Amortisation	137,704	112,557
Credit loss allowance and write offs	6,393,800	(665,131)
Gain on sale of property & equipment	(822)	(1,330)
Financial charges on leased assets	39,544	23,504
Financial charges on right-of-use-assets	282,667	225,190
Unrealized gain on revaluation of investments classified as FVTPL	1,257,118	(1,660,694)
Charge for defined benefit plans - net	4,538,079	3,030,906
	(55,474,899)	(26,831,380)
	(11,133,155)	(7,396,455)
Decrease / (increase) in operating assets		
Lendings to financial institutions	(43,522,789)	134,407,971
Securities classified as FVTPL	(47,366,014)	(52,863,973)
Advances	95,906,324	172,156,334
Other assets (excluding advance taxation & mark-up receivable)	(25,656,523)	46,873,409
	(20,639,002)	300,573,741
Increase / (decrease) in operating liabilities		
Bills payable	(9,449,437)	(56,118,511)
Borrowings from financial institutions	149,206,099	40,529,537
Deposits	25,685,610	(250,090,022)
Other liabilities (excluding current taxation & mark-up payable)	39,999,489	(25,600,563)
	205,441,761	(291,279,558)
Mark-up / interest received	224,854,998	291,677,213
Mark-up / interest paid	(231,943,730)	(297,342,883)
Income tax paid / adjusted	(20,268,258)	(14,338,573)
Benefits paid	(3,805,258)	(972,809)
Net cash flow from / (used in) operating activities	142,507,356	(19,079,324)
CASH FLOWS FROM INVESTING ACTIVITIES		
Net Investments in securities classified as FVOCI	(186,966,845)	236,130,946
Net Investments in amortized cost securities	5,130,407	(106,275,453)
Dividends received	1,746,465	1,723,944
Investments in property and equipment	(2,049,473)	568,888
Proceeds from sale of property and equipment	18,413	2,003
Effect of translation of net investment in foreign branches	371,041	(806,598)
Net cash from / (used in) investing activities	(181,749,992)	131,343,730
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments of lease obligations	(682,072)	(622,127)
Dividend paid	(109)	(102)
Net cash from / (used in) financing activities	(682,181)	(622,229)
(Decrease) / increase in cash and cash equivalents		
Cash and cash equivalents at beginning of the period	378,480,034	298,562,227
Effects of exchange rate changes on cash and cash equivalents	403,830	6,078,352
Cash and cash equivalents at beginning of the period	378,883,864	304,640,579
Cash and cash equivalents at end of the period	338,959,047	416,282,755

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

Ashraf Mahmood Wathra
Chairman

Rehmat Ali Hasnie
President & CEO

Abdul Wahid Sethi
Chief Financial Officer

Nasim Ahmad
Director

Aaiza Khan
Director

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited) For the three months period ended March 31, 2025

1. STATUS AND NATURE OF BUSINESS

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

2. BASIS OF PRESENTATION

2.1 Statement of compliance

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

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

Wherever the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017, or the directives issued by the SBP and the SECP differ with the requirements of IAS 34 or IFAS, the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives shall prevail.

2.1.2 The SBP has deferred the applicability of International Accounting Standard (IAS) 40, 'Investment Property' for banking companies through BSD Circular Letter No. 10 dated August 26, 2022 till further instructions. Further, the SECP has deferred the applicability of International Financial Reporting Standard (IFRS) 7, 'Financial Instruments: Disclosures' on banks through its notification S.R.O 411(I)/2008 dated April 28, 2008. The SBP through BPRD Circular No. 04 of 2015 dated February 25, 2015 had deferred the applicability of Islamic Financial Accounting Standard- for Profit and Loss Sharing on Deposits (IFAS-3) issued by the Institute of Chartered Accountants of Pakistan (ICAP) and notified by the SECP, vide their SRO No. 571 of 2013 dated June 12, 2013 for Institutions offering Islamic Financial Services (IIFS). Accordingly, the requirements of these standards have not been considered in the preparation of these unconsolidated financial statements.

2.1.3 Effective January 01, 2025, the Bank has incorporated impact of ECL against overdue foreign currency loans of certain Public Sector Entities, overseas branches where IFRS-9 has not been adopted and measurement of unquoted equity securities which was relaxed up to December 31, 2024 by SBP.

The impact of above is given in below table :

	2025			
	Provision as per current regulatory framework	Remeasurement (ECL)	Reclassification	ECLs under IFRS 9
------(Rupees in '000)-----				
Impairment allowance against:				
Balance with Other Banks	-	3,435	-	3,435
Advances	-	17,530,863	-	17,530,863
Investments	573,853	156,740	(573,853)	156,740
Markup Receivable	-	1,345	-	1,345
Off-balance sheet obligations	-	2,155	-	2,155
Total	573,853	17,694,538	(573,853)	17,694,538

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited) For the three months period ended March 31, 2025

Further SBP in a separate letter SBPHOK-BPRD-RPD-NBP-821909 dated January 22, 2025 has allowed extension for application of Effective Interest Rate up to December 31, 2025.

The SBP has directed the Banks through its BPRD Circular Letter No.1 dated January 22, 2025 to disclose the impact of IFRS 9 on revenue recognition from Islamic Operations which is as follows:

Had IFRS 9 been adopted in its entirety for revenue recognition from Islamic operations profit / return earned on Islamic financing and related assets in unconsolidated statement of profit and loss account for the period ended March 31, 2025 would have been higher by Rs. 15.8 million and taxation would have been higher by Rs 8.4 million. Further, an unappropriated profit in unconsolidated statement of changes in equity would have been higher by Rs 7.4 million.

- 2.1.4** The SECP vide SRO 56 (1) / 2016 dated January 28, 2016, has notified that the requirements of IFRS 10 (Consolidated Financial Statements) and section 228 of the Companies Act, 2017 will not be applicable with respect to the investment in mutual funds established under Trust structure.
- 2.1.5** 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 the requirements of International Accounting Standard 34, "Interim Financial Reporting". These unconsolidated condensed interim financial statements do not include all the information and disclosures required in the audited annual financial statements and should be read in conjunction with the audited annual financial statements of the Bank for the year ended December 31, 2023.
- 2.1.6** These unconsolidated condensed interim financial statements are the separate financial statements of the Bank in which the investments in subsidiaries and associates are stated at cost and have not been accounted for on the basis of reported results and net assets of the investees.
- 2.1.7** **Standards, interpretations of and amendments to published accounting and reporting standards that are effective in the current period:**

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, 2025 but are considered not to be relevant or do not have any material effect on the Bank's operations and are therefore not detailed in these unconsolidated condensed interim financial statements.

- 2.1.8** **Standards, interpretations of and amendments to published 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, 2025 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.
- amendment to IAS 21 'The Effects of Changes in Foreign Exchange Rates' which will require Banks to apply a consistent approach in assessing whether a currency can be exchanged into another currency and, when it cannot, in determining the exchange rate to use and the disclosures to provide.

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited) For the three months period ended March 31, 2025

3. MATERIAL ACCOUNTING POLICIES

The material accounting policies applied in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the annual audited unconsolidated financial statements of the Bank for the year ended December 31, 2024.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

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.

5. FINANCIAL RISK MANAGEMENT

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

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
Note		----- (Rupees in '000) -----	
6. CASH AND BALANCES WITH TREASURY BANKS			
In hand			
Local currency		61,917,544	64,951,613
Foreign currencies		6,361,600	5,781,558
		68,279,144	70,733,171
With State Bank of Pakistan in			
Local currency current accounts	6.1	133,266,208	147,167,204
Foreign currency current accounts	6.2	25,027,549	22,097,814
Foreign currency deposit accounts	6.2	49,981,365	44,108,393
Foreign currency collection accounts		112,250	212,443
		208,387,372	213,585,854
With other central banks in			
Foreign currency current accounts	6.3	25,746,461	24,445,656
Foreign currency deposit accounts	6.3	4,053,821	4,583,665
		29,800,282	29,029,321
Prize bonds		956,230	904,765
		307,423,028	314,253,111
Less: Credit loss allowance held against cash and bank balances with Treasury banks		(21,575)	(19,075)
Cash and Balances with Treasury banks - net of credit loss allowance		307,401,453	314,234,036

- 6.1** This includes statutory liquidity reserves maintained with the SBP under Section 22 of the Banking Companies Ordinance, 1962.
- 6.2** These represent mandatory reserves maintained in respect of foreign currency deposits under FE-25 scheme, as prescribed by the SBP.
- 6.3** These balances pertain to the foreign branches and are held with central banks of respective countries. These include balances to meet the statutory and regulatory requirements in respect of liquidity and capital requirements of respective countries. The deposit accounts carry interest at the rate of 0% to 4.50% per annum (December 31, 2024: 0% to 4.5% per annum).

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
	Note	------(Rupees in '000)-----	
7. BALANCES WITH OTHER BANKS			
In Pakistan			
In current account		2,955,737	-
In deposit accounts	7.1	341	21,964
		2,956,078	21,964
Outside Pakistan			
In current accounts		42,776,922	48,856,615
In deposit accounts	7.2	2,832,409	7,957,922
		45,609,331	56,814,537
		48,565,409	56,836,501
Less: Credit loss allowance held against balances with other banks		(3,454)	(18)
Balances with other banks - net of credit loss allowance		48,561,955	56,836,483

7.1 These include various deposits with banks and carry interest at the rates ranging from 2.00 % to 10.50 % per annum (December 31, 2024: 9.00% to 19.60% per annum).

7.2 These include various deposits with correspondent banks outside Pakistan and carry interest at rates ranging from 2.7 % to 4.00% per annum (December 31, 2024 :1.00% to 5.44% per annum).

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
	Note	------(Rupees in '000)-----	
8. LENDINGS TO FINANCIAL INSTITUTIONS			
Repurchase agreement lendings (reverse repo)	8.2	73,522,789	-
Musharaka Lending	8.3	-	30,000,000
Letters of placement	8.4	172,150	172,150
		73,694,939	30,172,150
Less: Credit loss allowance held against lending to financial institutions		(172,150)	(172,150)
Lendings to financial institutions - net of credit loss allowance		73,522,789	30,000,000

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
		------(Rupees in '000)-----	
8.1 Lending to FIs- Particulars of credit loss allowance			
		Lending	Credit loss allowance held
Domestic			
Performing	Stage 1	73,522,789	-
Under performing	Stage 2	-	-
Non-performing	Stage 3	-	-
Substandard		-	-
Doubtful		-	-
Loss		172,150	172,150
Total		73,694,939	30,172,150

8.2 These carry mark-up at rates ranging from 12.0% to 12.95% per annum (December 31, 2024: Nil) with maturities ranging from April 3, 2025 to April 9, 2025 .

8.3 This represents Musharaka agreements entered into with Meezan Bank Limited and carrying profit at the rates Nil per annum (December 31, 2024:12.0% to 12.75% per annum) with maturity on Nil (December 31, 2024: January 02,2025).

8.4 These are overdue placements and full provision has been made against these placements as at March 31, 2025.

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

9. INVESTMENTS

9.1 Investments by type:

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Cost / amortized cost	Credit loss allowance / Provision for diminution	Surplus / (deficit)	Carrying value	Cost / amortized cost	Credit loss allowance / Provision for diminution	Surplus / (deficit)	Carrying value
----- (Rupees in '000) -----								
FVTPL								
Federal Government Securities								
- Market Treasury Bills	54,147,936	-	(19,517)	54,128,419	35,690,468	-	72,668	35,763,136
- Pakistan Investment Bonds	32,347,587	-	(96,956)	32,250,631	20,906,802	-	63,890	20,970,692
- Ijarah Sukuk Bonds	1,836,000	-	3,713	1,839,713	-	-	-	-
Mutual Fund units	4,562,180	-	3,956	4,566,136	4,933,558	-	3,192,983	8,126,541
Non-Government debt securities								
- Term Finance Certificates and Sukuk Bonds	8,092,634	-	(6,982)	8,085,652	9,911,967	-	13,901	9,925,868
Preference shares								
- Listed	1,202,370	-	(8,514)	1,193,856	1,043,797	-	(51,086)	992,711
- Unlisted	558,284	(558,284)	-	-	558,284	(558,284)	-	-
Ordinary Shares								
- Listed Companies	18,988,839	-	(1,132,817)	17,856,022	11,612,714	-	5,738,300	17,351,014
	121,735,830	(558,284)	(1,257,118)	119,920,429	84,657,590	(558,284)	9,030,656	93,129,962
FVOCI								
Federal Government Securities								
- Pakistan Investment Bonds	2,851,722,209	-	23,225,002	2,874,947,211	2,739,200,656	-	33,084,223	2,772,284,879
- Market Treasury Bills	1,158,415,226	-	8,196,648	1,166,611,874	1,152,657,126	-	17,688,599	1,170,345,725
- GOP Ijarah Sukuks	34,627,032	-	646,499	35,273,531	31,090,982	-	587,221	31,678,203
- GOP Ijarah Sukuks - Traded	109,842,216	-	378,998	110,221,214	29,772,129	-	1,127,871	30,900,000
- GOP Ijarah Sukuks - Discounted	20,895,242	-	128,593	21,023,835	32,874,030	-	951,840	33,825,870
- Foreign Currency Debt securities	29,620,455	(6,455,319)	(2,804,886)	20,360,250	29,229,000	(6,119,189)	(3,541,998)	19,567,813
Ordinary Shares								
- Listed Companies	43,445,060	-	38,130,587	81,575,647	44,928,949	-	42,792,188	87,721,137
- Unlisted Companies	2,107,198	-	235,170	2,342,368	2,107,198	(573,855)	-	1,533,343
Non-Government debt securities								
- Term Finance Certificates and Sukuk Bonds	39,079,427	(6,948,196)	250,936	32,382,167	39,157,588	(6,984,089)	278,820	32,452,319
Foreign Securities								
- Equity Securities - Listed	463,294	-	49,041,715	49,505,009	463,294	-	52,106,188	52,569,483
- Government debt securities	1,330,722	-	3,119	1,333,841	3,100,284	-	143,329	3,243,613
	4,291,548,081	(13,403,515)	117,432,380	4,395,576,947	4,104,581,236	(13,677,133)	145,218,281	4,236,122,385
Amortised Cost								
Federal Government Securities								
- Pakistan Investment Bonds	213,047,542	-	-	213,047,542	222,656,096	-	-	222,656,096
- GOP Ijarah Sukuks	19,049,170	-	-	19,049,170	14,057,627	-	-	14,057,627
- Foreign Currency Debt securities	7,238,603	(1,022,314)	-	6,216,289	7,104,331	(817,022)	-	6,287,309
Non-Government debt securities								
- Term Finance Certificates, Participation Term Certificates, Bonds, Debentures and Sukuk Bonds	383,471	(383,471)	-	-	383,471	(383,471)	-	-
Foreign Securities								
- Government debt securities	37,059,789	(147,085)	-	36,912,704	37,707,456	-	-	37,707,456
- Non-Government debt securities	1,076	-	-	1,076	1,077	-	-	1,077
	276,779,651	(1,552,870)	-	275,226,781	281,910,058	(1,200,493)	-	280,709,565
Associates	1,260,443	(517,442)	-	743,001	1,260,443	(503,012)		757,431
Subsidiaries	2,952,967	(1,338,112)	-	1,614,855	2,952,967	(1,338,112)		1,614,855
Total investments	4,694,276,972	(17,370,223)	116,175,262	4,793,082,010	4,475,362,295	(17,277,034)	154,248,937	4,612,334,198

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

Investments given as collateral

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

Pakistan Investment Bonds	1,021,117,128	1,253,027,780
Market Treasury Bills	984,719,167	602,314,423
	<u>2,005,836,295</u>	<u>1,855,342,203</u>
17		

9.1.2.2 Associates

Listed		20,000,000	30.77	Pakistan	December 31, 2024 (Un-audited)	3,712,459	303,419	155,217	13,937	(19,097)
First Credit and Investment Bank Limited	Pakistan	17,030,231	20.19	Pakistan	N/A	-	-	-	-	-
National Fibres Limited	Pakistan	3,970,859	32.79	Pakistan	December 31, 2024 (Un-audited)	972,627	68,342	9,483	(9,491)	(9,491)
Liveen Pharma Limited	Pakistan	3,754,900	25.03	Pakistan	December 31, 2024 (Un-audited)	1,526,314	328,513	7,485	(1,394)	(1,394)
(Formerly Land Mark Spinning Mills Limited)	Pakistan	4,908,000	20.27	Pakistan	N/A	-	-	-	-	-
SG Allied Businesses Limited	Pakistan	31,347,444	4.236	Pakistan	December 31, 2024 (Un-audited)	36,221,848	712,439	11,779,312	11,419,378	11,419,378
Nina Industries Limited										
NNBP Stock Fund										
Unlisted										
Pakistan Emerging Venture Limited	Pakistan	12,500,000	33.33	Pakistan	June 30, 2022 (Audited)	478	404	56	(385)	(385)
National Fructose Company Limited	Pakistan	1,300,000	39.5	Pakistan	N/A	-	-	-	-	-
Venture Capital Fund Management *	Pakistan	33,333	33.33	Pakistan	N/A	-	-	-	-	-
Kamal Enterprises Limited *	Pakistan	11,000	20.37	Pakistan	N/A	-	-	-	-	-
Mehran Industries Limited *	Pakistan	37,500	32.05	Pakistan	N/A	-	-	-	-	-
Tharparkar Sugar Mills Limited *	Pakistan	2,500,000	21.52	Pakistan	N/A	-	-	-	-	-
Youth Investment Promotion Society *	Pakistan	644,508	25	Pakistan	N/A	-	-	-	-	-
Dadabhoj Energy Supply Company Limited	Pakistan	9,900,000	23.11	Pakistan	N/A	-	-	-	-	-
K-Agricole Limited *	Pakistan	5,000	20	Pakistan	N/A	-	-	-	-	-
New Pak Limited *	Pakistan	200,000	20	Pakistan	N/A	-	-	-	-	-
Pakistan Mercantile Exchange Limited	Pakistan	10,653,860	33.98	Pakistan	December 31, 2024 (Un-audited)	8,743,752	7,947,163	286,024	117,639	117,639
Prudential Fund Management Limited *	Pakistan	150,000	20	Pakistan	N/A	-	-	-	-	-

* Nil figure represent shares which have been acquired under different arrangements without any cost

9.1.3

CJSC Subsidiary Bank of NBP in Kazakhstan	8,650	100	Kazakhstan	March 31, 2025	2,946,290	1,796	93,789	68,212	68,212
NBP Exchange Company Limited	99,999,999	100	Pakistan	March 31, 2025	2,609,122	294,580	109,029	78,618	78,618
NBP Modaraba Management Company Limited	10,500,000	100	Pakistan	March 31, 2025	143,367	111,657	29,785	830	830
Taurus Securities Limited	7,875,002	58.32	Pakistan	March 31, 2025	1,500,362	1,129,506	63,179	10,377	10,377
Cast-N-Link Products Limited	1,245,000	76.51	Pakistan	N/A	-	-	-	-	-
NBP Fund Management Limited	13,499,996	54	Pakistan	March 31, 2025	4,906,642	2,258,537	1,686,278	481,505	481,505
NBP Fund Management Limited	N/A: Not available								

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

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

9.2 Credit loss allowance for diminution in value of investments

9.2.1	Opening balance	17,277,034	23,608,927
	Impact of reclassification on adoption of IFRS 9	(573,853)	(12,665,194)
	Impact of ECL recognized on adoption of IFRS 9	156,740	7,038,193
		16,859,921	17,981,926
	Charge for the period / Year	505,860	1,389,291
	Reversals for the period / Year	(545)	(5,058,634)
	Reversal on disposals	-	-
		505,316	(3,669,343)
	Transfers - net	-	155,437
	Others movement	-	2,812,053
	Exchange adjustment	4,987	(3,040)
	Closing balance	17,370,223	17,277,034

9.2.2 Particulars of credit loss allowance against debt securities

Category of classification		March 31, 2025 (Un-audited)		December 31, 2024 (Audited)	
		Outstanding amount	Credit loss allowance Held	Outstanding amount	Credit loss allowance Held
------(Rupees in '000)-----					
Domestic					
Performing	Stage 1	4,776,833	82,327	4,362,670	166,532
Underperforming	Stage 2	2,000,000	159,545	2,864,333	110,692
Non-Performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		7,089,795	7,089,795	7,090,336	7,090,336
		13,866,628	7,331,667	14,317,339	7,367,560
Overseas					
Performing	Stage 1	-	-	-	-
Underperforming	Stage 2	75,250,645	7,624,718	77,142,148	6,936,211
Non-Performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
		75,250,645	7,624,719	77,142,148	6,936,211
Total		89,117,273	14,956,386	91,459,487	14,303,771

9.3 The market value of securities classified at amortised cost as at March 31, 2025 amounted to Rs. 268,102 million (December 31, 2024: Rs. 272,292 million).

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

10. ADVANCES

Note	Performing		Non performing		Total	
	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
	March 31, 2025	December 31, 2024	March 31, 2025	December 31, 2024	March 31, 2025	December 31, 2024
----- (Rupees in '000) -----						
Loans, cash credits, running finances, etc.	1,191,872,688	1,237,262,018	206,685,029	254,074,848	1,398,557,717	1,491,336,866
Islamic financing and related assets	130,449,451	144,913,723	1,985,998	1,985,434	132,435,449	146,899,157
Net Investment in finance lease	10.1 -	1,288	-	-	-	1,288
Bills discounted and purchased	23,529,900	21,296,996	13,261,021	13,228,689	36,790,921	34,525,685
Advances - gross	10.2 1,345,852,039	1,403,474,025	221,932,048	269,288,971	1,567,784,087	1,672,762,996
Credit loss allowance against advances						
-Stage 1	20,587,439	19,751,831	-	-	20,587,439	19,751,831
-Stage 2	10,874,595	10,808,620	-	-	10,874,595	10,808,620
-Stage 3	25,342,238	16,716,120	211,200,274	209,117,142	236,542,512	225,833,262
-General	13,965,932	11,501,411	-	-	13,965,932	11,501,411
10.4	70,770,204	58,777,982	211,200,274	209,117,142	281,970,478	267,895,124
Advances - net of credit loss allowance / provision	1,275,081,835	1,344,696,043	10,731,774	60,171,829	1,285,813,609	1,404,867,872

*This represents credit loss allowance against loans that have been classified as stage 3 according to IFRS 9. (Also refer note# 10.5.4)

10.1 Net investment in finance lease

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Not later than one year	Later than one and up to five years	Over five years	Total	Not later than one year	Later than one and up to five years	Over five years	Total
----- (Rupees in '000) -----								
Lease rentals receivable	-	-	-	-	-	-	-	-
Residual value	-	-	-	-	1,288	-	-	1,288
Minimum lease payments	-	-	-	-	1,288	-	-	1,288
Less: financial charges for future periods	-	-	-	-	-	-	-	-
Present value of minimum lease payments	-	-	-	-	1,288	-	-	1,288

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

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
----- (Rupees in '000) -----		
10.2 Particulars of advances (Gross)		
In local currency	1,279,076,425	1,385,703,091
In foreign currencies	288,707,662	287,059,905
	1,567,784,087	1,672,762,996

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

10.3 Advances includes Rs.221,932 million (December 31, 2024: Rs. 269,289 million) which have been placed under non-performing / stage 3 status as detailed below:

Category of Classification	March 31, 2025 (Un-audited)		December 31, 2024 (Audited)	
	Non performing loans	Credit Loss Allowance	Non performing loans	Credit Loss Allowance
------(Rupees in '000)-----				
Domestic				
Other assets especially mentioned	3,911,967	2,228,764	2,441,119	1,257,677
Substandard	6,892,976	4,911,355	55,792,771	3,596,871
Doubtful	8,908,450	7,017,388	9,732,418	7,655,002
Loss	140,964,774	138,223,853	140,024,609	137,730,472
	160,678,166	152,381,360	207,990,917	150,240,022
Overseas				
Overdue by:				
Upto 90 days	-	-	-	-
91 to 180 days	-	-	-	-
181 to 365 days	387,299	193,650	385,067	192,534
> 365 days	60,866,583	58,625,265	60,912,987	58,684,587
	61,253,882	58,818,914	61,298,054	58,877,121
Total	221,932,048	211,200,274	269,288,971	209,117,143
Stage 3 as per IFRS 9	-	25,342,238	-	16,716,120
Total	221,932,048	236,542,512	269,288,971	225,833,263

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

10.4 Particulars of credit loss allowance against advances

	March 31, 2025 (Un-audited)					December 31, 2024 (Audited)						
	Stage 1	Stage 2	Stage 3	Specific Provision	General Provision	Total	Stage 1	Stage 2	Stage 3	Specific Provision	General Provision	Total
Opening balance	19,751,831	10,808,620	225,833,262	-	11,501,411	267,895,124	-	-	-	203,570,752	30,038,121	233,608,873
IFRS-9 adoption	6,940	-	17,523,923	-	-	17,530,863	15,875,937	11,637,716	226,150,506	(203,570,752)	(18,378,308)	31,715,099
	19,758,771	10,808,620	243,357,185	-	11,501,411	285,425,987	15,875,937	11,637,716	226,150,506	-	11,659,813	265,323,972
Exchange adjustments	-	-	14,767	-	(30,716)	(15,949)	-	-	(3,795,686)	-	155,491	(3,640,205)
Charge for the period / year	3,998,314	3,972,098	3,276,354	-	2,502,931	13,749,697	7,431,728	2,809,002	9,781,273	-	21,370	20,043,373
Reversals	(2,930,398)	(3,991,815)	(1,202,713)	-	(7,695)	(8,132,621)	(3,064,006)	(5,900,820)	(4,785,589)	-	(179,826)	(13,930,241)
	1,067,916	(19,717)	2,073,641	-	2,495,237	5,617,077	4,367,722	(3,091,818)	4,995,684	-	(158,456)	6,113,132
Amounts written off	-	-	(12,852)	-	-	(12,852)	-	-	(161,905)	-	-	(161,905)
Amounts charged off - agriculture financing	-	-	(145,980)	-	-	(145,980)	-	-	(138,990)	-	-	(138,990)
Transfer to stage 1	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to stage 2	(223,529)	223,529	-	-	-	-	(453,966)	2,568,844	(2,114,878)	-	-	-
Transfer to stage 3	(15,719)	(137,837)	153,556	-	-	-	(37,862)	(306,122)	343,984	-	-	-
Other movement	-	-	(8,897,805)	-	-	(8,897,805)	-	-	554,557	-	(155,437)	399,120
Closing balance	20,887,439	10,874,595	236,542,512	-	13,965,932	281,970,478	19,751,831	10,808,620	225,833,262	-	11,501,411	267,895,124

Note

(Rupees in '000)

Note

(Rupees in '000)

10.5 Advances - Particulars of credit loss allowance

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)							
	Stage 1	Stage 2	Stage 3	Specific Provision	General Provision	Total	Stage 1	Stage 2	Stage 3	Specific Provision	General Provision	Total
<hr style="border-top: 1px dashed black;"/> <div>(Rupees in '000)</div> <hr style="border-top: 1px dashed black;"/>												
10.5.1												
Opening balance	19,751,831	10,808,620	225,833,262	-	11,501,411	267,895,124	-	-	-	203,570,752	30,038,121	233,608,873
IFRS-9 adoption	6,940	-	17,523,923	-	-	17,530,863	15,875,937	11,637,716	226,150,506	(203,570,752)	(18,378,308)	31,715,099
	19,758,771	10,808,620	243,357,185	-	11,501,411	285,425,987	15,875,937	11,637,716	226,150,506	-	11,659,813	265,323,972
New Advances	3,998,314	3,972,098	3,276,354	-	2,502,931	13,749,697	7,431,728	2,809,002	9,781,273	-	21,370	20,043,373
Exchange Adjustment	-	-	14,767	-	(30,716)	(15,949)	-	-	(3,795,696)	-	155,491	(3,640,205)
Advances derecognised or repaid	(2,930,398)	(3,991,815)	(1,202,713)	-	(7,695)	(8,132,621)	(3,064,006)	(5,900,820)	(4,785,589)	-	(179,826)	(13,930,241)
Transfer to stage 1	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to stage 2	(223,529)	223,529	-	-	-	-	(453,966)	2,568,844	(2,114,878)	-	-	-
Transfer to stage 3	(15,719)	(137,837)	153,556	-	-	-	(37,862)	(306,122)	343,984	-	-	-
Other Movement	-	-	(8,897,805)	-	-	(8,897,805)	-	-	554,557	-	(155,437)	399,120
	828,668	65,975	(6,655,841)	-	2,464,521	(3,296,677)	3,875,894	(829,066)	(16,349)	-	(158,402)	2,872,047
Amounts written off	-	-	(12,852)	-	-	(12,852)	-	-	(161,905)	-	-	(161,905)
Amounts charged off - agriculture financing	-	-	(145,980)	-	-	(145,980)	-	-	(138,990)	-	-	(138,990)
Closing balance	20,887,439	10,874,595	236,542,512	-	13,965,932	281,970,478	19,751,831	10,808,620	225,833,262	-	11,501,411	267,895,124

(Rupees in '000)

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

10.5.2 Advances - Category of classification

			March 31, 2025 (Un-audited)			December 31, 2024 (Audited)		
			Outstanding amount	Credit loss allowance Held	Net of Advances	Outstanding amount	Credit loss allowance Held	Net of Advances
Domestic			(Rupees in '000)					
Performing	Stage 1		1,107,793,437	19,957,100	1,087,836,337	1,260,030,211	19,661,405	1,240,368,806
Underperforming	Stage 2		160,008,196	10,705,962	149,302,234	57,581,172	10,660,785	46,920,387
Non-Performing	Stage 3							
Other assets especially mentioned			3,911,967	2,228,764	1,683,203	2,441,119	1,257,677	1,183,442
Substandard			6,892,976	4,911,355	1,981,620	55,792,771	3,596,871	52,195,900
Doubtful			8,908,450	7,017,388	1,891,062	9,732,418	7,655,002	2,077,416
Loss			140,964,774	138,223,853	2,740,921	140,024,609	137,730,472	2,294,137
Stage 3 as per IFRS 9			47,960,429	25,342,238	22,618,191	20,271,768	16,716,120	3,555,648
General Provision			-	13,965,932	(13,965,932)	-	11,501,411	(11,501,411)
			<u>208,638,595</u>	<u>191,689,530</u>	<u>16,949,066</u>	<u>228,262,685</u>	<u>178,457,553</u>	<u>49,805,132</u>
Sub Total			<u>1,476,440,228</u>	<u>222,352,592</u>	<u>1,254,087,636</u>	<u>1,545,874,068</u>	<u>208,779,743</u>	<u>1,337,094,325</u>
Overseas								
Performing	Stage 1		22,110,197	630,339	21,479,858	18,723,265	32,732	18,690,533
Underperforming	Stage 2		7,979,781	168,633	7,811,148	40,060,847	147,835	39,913,012
IFRS 9 not applicable			-	-	-	6,806,762	57,694	6,749,068
Non-Performing	Stage 3							
Substandard			-	-	-	-	-	-
Doubtful			387,299	193,650	193,650	385,067	192,534	192,533
Loss			60,866,583	58,625,265	2,241,318	60,912,987	58,684,587	2,228,400
			<u>61,253,882</u>	<u>58,818,914</u>	<u>2,434,968</u>	<u>61,298,054</u>	<u>58,877,121</u>	<u>2,420,933</u>
Sub Total			<u>91,343,859</u>	<u>59,617,887</u>	<u>31,725,973</u>	<u>126,888,928</u>	<u>59,115,382</u>	<u>67,773,546</u>
Total			<u>1,567,784,087</u>	<u>281,970,478</u>	<u>1,285,813,609</u>	<u>1,672,762,996</u>	<u>267,895,125</u>	<u>1,404,867,871</u>

10.5.3 General provision includes provision amounting to Rs.52 million (December 31, 2024: Rs. 90 million) pertaining to overseas advances to meet the requirements of regulatory authorities of the respective countries in which the Bank operates where IFRS 9 has not been implemented. This general provision can be maintained till December 31, 2026 under BPRD Circular No. 1 of 2025 dated January 22, 2025.

10.5.4 The SBP had allowed specific relaxation to the Bank for non-classification of overdue loans of certain Public Sector Entities (PSEs) which are guaranteed by Government of Pakistan as non-performing loans up till December 31, 2024. Bank has applied for further relaxation from SBP, however, response is awaited. No provision is required against these loans; however, mark-up is being suspended as required by the Prudential Regulations. Further SBP has allowed specific relaxation on the requirement for ECL against overdue foreign currency loan of a Public Sector Entity permanently.

10.5.5 These represent non-performing advances for agriculture finance which have been classified as loss and fully provided for more than 3 years. These non-performing advances have been charged off by extinguishing them against the provision held in accordance with Prudential Regulations for Agriculture Financing issued by the SBP. This charge off does not, in any way, prejudice the Bank's right of recovery from these customers.

		(Un-audited) March 31, 2025		(Audited) December 31, 2024
		(Rupees in '000)		
11. PROPERTY AND EQUIPMENT	Note			
Capital work-in-progress	11.1	<u>1,624,493</u>		1,569,889
Property and equipment		<u>60,693,748</u>		60,098,181
		<u>62,318,241</u>		61,668,070
11.1 Capital work-in-progress				
Civil works		<u>1,555,033</u>		1,500,429
Equipment		<u>10,727</u>		10,727
Advances to suppliers and contractors		<u>58,733</u>		58,733
		<u>1,624,493</u>		1,569,889

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

11.2 Additions to property and equipment

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

Capital work-in-progress

130,880

162,211

Property and equipment

Building on freehold land
Building on leasehold land
Furniture and fixtures
Computer and peripheral equipment
Electrical, office equipment
Vehicles

(Un-audited)	
March 31, 2025	March 31, 2024
------(Rupees in '000)-----	
53,939	217,481
4,721	11,674
314,460	228,476
833,336	53,277
238,612	108,832
231,261	93,794
1,676,330	713,534
1,807,210	875,745

11.3 Disposal of property and equipment

The net book value of fixed assets disposed off during the period is as follows:

Furniture and fixture
Electrical, office equipment
Vehicles
Computer equipment

348	-
75	-
17,081	673
88	-
17,591	673

12. RIGHT OF USE ASSETS

At January 1,

	March 31, 2025 (Un-audited)			December 31, 2024 (Audited)		
	Buildings	Others	Total	Buildings	Others	Total
------(Rupees in '000)-----						
Cost	17,996,305	92,500	18,088,805	16,747,954	-	16,747,954
Accumulated Depreciation	(11,746,917)	(24,264)	(11,771,181)	(9,813,483)	-	(9,813,483)
Net Carrying amount at January 1	6,249,388	68,236	6,317,624	6,934,472	-	6,934,472

Additions during the year	1,309,924	-	1,309,924	1,248,352	92,500	1,340,852
Deletions during the year	-	-	-	-	-	-
Depreciation charge for the year	439,904	11,708	451,613	1,933,435	24,264	1,957,699
Net Carrying amount	7,119,408	56,528	7,175,935	6,249,389	68,236	6,317,624

13. INTANGIBLE ASSETS

Capital work-in-progress - Software Implementation
Computer Software

(Un-audited)	(Audited)
March 31, 2025	December 31, 2024
------(Rupees in '000)-----	
942,472	929,882
1,200,426	1,009,754
2,142,898	1,939,636

13.1 Additions to intangible assets

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

Capital Work in Progress
Directly purchased

(Un-audited)	
March 31, 2025	March 31, 2024
------(Rupees in '000)-----	
341,963	18,755
305,950	40,528
647,913	59,283

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

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

14. DEFERRED TAX ASSETS / (DEFERRED TAX LIABILITIES)

Deductible temporary differences on

- Tax losses carried forward	10,705	10,705
- Post retirement employee benefits	7,689,709	7,392,031
- Net credit loss allowance against investments	4,492,483	4,148,213
- Net credit loss allowance against loans and advances	34,509,973	22,864,227
- Net credit loss allowance against off-balance sheet obligations	1,748,183	1,751,226
- Excess of accounting book values over tax written down values of property and equipment	1,681,851	1,603,618
- Other Credit loss allowance	643,438	709,106
- Provision against contingencies	221,740	221,741
- Net credit loss allowance against Balance with other banks	1,795	8
- Net credit loss allowance against lending to financial institution	(292)	(292)
- Net credit loss allowance against Balance with other Central bank	10,657	9,358
- Right of use assets	930,831	890,496
	51,941,074	39,600,437

Taxable temporary differences on

- Surplus on revaluation of fixed assets	(3,726,607)	(3,773,781)
- Exchange translation reserve	(906,119)	(906,119)
- Surplus on revaluation of investments	(61,064,838)	(75,513,507)
- Surplus on revaluation of non-banking assets	(116,737)	(118,215)
- Opening impact IFRS-9	(232,907)	(232,907)
	(66,047,208)	(80,544,529)
	(14,106,134)	(40,944,092)

15. OTHER ASSETS

Income / return / mark-up accrued in local currency	138,103,524	149,041,479
Income / return / mark-up accrued in foreign currency	10,271,792	11,074,757
Advances, deposits, advance rent and other prepayments	41,278,174	42,497,343
Compensation for delayed tax refunds	22,129,925	22,129,925
Non-banking assets acquired in satisfaction of claims	1,136,895	1,153,069
Assets acquired from Corporate and Industrial Restructuring Corporation (CIRC)	208,423	208,423
Mark to market gain on forward foreign exchange contracts	200,611	-
Commission receivable on Government treasury transactions	8,592,132	5,290,234
Stationery and stamps on hand	487,981	452,880
Barter trade balances	195,399	195,399
Receivable on account of Government transactions	323,172	323,172
Receivable from Government under VHS scheme	418,834	418,834
Receivable against sale of shares	103,347	64,990
Acceptances	13,935,811	9,580,543
Deferred fair value loss	15.3 12,259,428	12,587,242
Others	11,596,504	11,748,252
	261,241,952	266,766,542
Less: Provision held against other assets	15.1 12,965,542	12,655,396
Less: Credit loss allowance held against markup receivable	15.2 1,099,574	1,225,858
Other assets (net of provision)	247,176,836	252,885,288
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	2,993,681	2,995,046
Other assets - total	250,170,517	255,880,334

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	------(Rupees in '000)-----	
15.1 Provision held against other assets		
Income / mark-up accrued in local currency	152,607	152,607
Advances, deposits, advance rent and other prepayments	800,000	800,000
Stationery and stamps on hand	96,542	96,542
Barter trade balances	195,399	195,399
Receivable on account of Government transactions	323,172	323,172
Receivable from Government under VHS scheme	418,834	418,834
Protested bills	4,539,008	4,566,759
Ex-MBL / NDFC - other assets	760,941	760,941
Assets acquired from Corporate and Industrial Restructuring Corporation asset (CIRC)	208,423	208,423
Others	5,470,615	5,132,719
	<u>12,965,542</u>	<u>12,655,396</u>
15.1.1 Movement in Provision held against other assets		
Opening balance	12,655,396	12,495,413
Charge / (Reversal) for the period / year	295,868	(33,596)
Adjustment against provision	-	(17,939)
Other Movement	14,278	211,518
Closing balance	<u>12,965,542</u>	<u>12,655,396</u>
15.2 Credit loss allowance held against mark-up receivable		
Opening balance	1,225,858	-
Impact of ECL recognition on adoption of IFRS-9	1,345	1,125,218
(Reversal) / Charge for the period	(127,628)	100,640
Closing balance	<u>1,099,574</u>	<u>1,225,858</u>
15.3	This represents fair value loss arising from the restructuring of Pakistan International Airlines Corporation Limited (PIACL). The SBP through its Circular Letter No. BPRD / BRD / PIAHCL / 733688 – 2024 dated August 01, 2024 has allowed staggering of such fair value impact over a period of 06 years at rates 5%, 10%, 15%, 20%, 25% and 25% from year 01 to year 06. Accordingly, the Bank has recognised proportionate amount of 2nd year's 10% of loss in these unconsolidated financial statements.	
	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	------(Rupees in '000)-----	
16. BILLS PAYABLE		
In Pakistan	16,418,498	25,878,780
Outside Pakistan	192,188	181,343
	<u>16,610,686</u>	<u>26,060,123</u>
17. BORROWINGS		
Secured		
Borrowings from State Bank of Pakistan		
Under Export Refinance Scheme	24,733,926	25,676,900
Financing Scheme for Renewable Energy	1,325,152	1,393,611
Refinance Facility for Modernization of SMEs	122,513	135,466
Financing Facility for Storage of Agriculture Produce (FFSAP)	324,330	365,850
Under Long-Term Financing Facility (LTFF)	13,542,497	13,716,223
Temporary Economic Refinance Facility	13,464,963	13,612,139
Refinance and Credit Guarantee Scheme for Women Entrepreneurs (RCWE)	123,418	99,514
Export Refinance scheme for Bill Discounting	2,282,141	2,207,230
Refinance Facility for Combating Covid-19	21,131	21,131
	55,940,071	57,228,064
Repurchase agreement borrowings	9.1.1 2,005,836,295	1,855,342,203
	<u>2,061,776,366</u>	<u>1,912,570,267</u>

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	------(Rupees in '000)-----	
Unsecured		
Call borrowings	16,947,618	21,989,167
Overdrawn nostro accounts	56,743	197,488
Borrowing from Pakistan Mortgage Refinance Company	3,000,000	3,000,000
	20,004,361	25,186,655
	<u>2,081,780,727</u>	<u>1,937,756,922</u>

17.1 Particulars of borrowings with respect to currencies

In local currency	2,064,833,109	1,918,267,755
In foreign currencies	16,947,618	19,489,167
	<u>2,081,780,727</u>	<u>1,937,756,922</u>

17.2 Mark-up/ interest rates and other terms are as follows:

- The Bank has entered into agreements with the SBP for extending export refinance to customers. As per the terms of the agreement, the Bank has granted SBP the right to recover the outstanding amount from the Bank at the date of maturity of finances by directly debiting the current account maintained by the Bank with the SBP. These borrowings carry mark-up of 1.00 % to 16.00 % per annum (December 31, 2024: from 1.00 % to 16.00% per annum).
- Repurchase agreement borrowings carry mark-up ranging from 11.25% to 13% per annum (December 31, 2023: 12.00 % to 14.00% per annum) having maturities ranging from April 3, 2025 to April 18, 2025.
- Call borrowings carry interest ranging from 4.79 % to 7.85 % per annum (December 31, 2024: 4.44% to 14.10% per annum).

17.3 Borrowings from the SBP under export oriented projects refinance schemes of the SBP are secured by the Bank's cash and security balances held by the SBP.

17.4 Pakistan Investment Bonds and Market Treasury Bills having maturity of 2 - 5 Years and 1 Year respectively, are pledged as security under borrowing having carrying amount of Rs. 2,005,836 million (December 31, 2024: Rs.1,855,342 million).

18. DEPOSITS AND OTHER ACCOUNTS

	March 31, 2025 (Un-audited)			December 31, 2024 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	------(Rupees in '000)-----					
Customers						
Current deposits - remunerative	856,714,694	-	856,714,694	925,418,336	-	925,418,336
Current deposits - non-remunerative	642,923,305	147,069,942	789,993,247	697,490,426	150,386,822	847,877,248
Savings deposits	938,641,876	182,799,118	1,121,440,994	920,944,729	166,983,905	1,087,928,634
Term deposits	507,739,932	268,091,620	775,831,552	508,608,226	259,883,774	768,492,000
Others	52,596,088	6,944	52,603,032	11,713,858	6,711	11,720,569
	2,998,615,895	597,967,624	3,596,583,519	3,064,175,575	577,261,212	3,641,436,787

Financial Institutions

Current deposits - remunerative	3,059,513	-	3,059,513	4,215,100	-	4,215,100
Current deposits - non remunerative	236,313,420	817,795	237,131,215	169,952,266	836,653	170,788,919
Savings deposits	34,991,747	-	34,991,747	32,225,617	4,214,835	36,440,452
Term deposits	10,533,433	8,950,768	19,484,201	8,683,690	3,999,936	12,683,626
Others	-	298	298	-	-	-
	284,898,113	9,768,861	294,666,974	215,076,673	9,051,424	224,128,097
	<u>3,283,514,008</u>	<u>607,736,485</u>	<u>3,891,250,493</u>	<u>3,279,252,248</u>	<u>586,312,636</u>	<u>3,865,564,883</u>

18.1 Foreign currencies deposits includes deposit of foreign branches amounting to Rs. 120,192 million (December 31, 2024: Rs. 104,461 million).

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
Note	------(Rupees in '000)-----	
19. LEASE LIABILITY AGAINST RIGHT OF USE ASSETS		
Outstanding amount at the start of the year	8,030,117	8,264,782
Additions during the year	1,320,850	1,604,213
Lease payments including interest	(682,072)	(2,746,757)
Interest expense	282,667	994,407
Exchange difference	14,433	(86,528)
Outstanding amount at the end of the year	<u>8,965,995</u>	<u>8,030,117</u>
Liabilities Outstanding		
Less than one year	1,635,338	1,608,757
One to five years	4,669,638	4,262,238
Five to ten years	1,948,523	1,479,550
More than ten years	712,494	679,572
Total undiscounted lease liabilities	<u>8,965,994</u>	<u>8,030,117</u>
20. OTHER LIABILITIES		
Mark-up / return / interest payable in local currency	110,872,971	198,302,520
Mark-up / return / interest payable in foreign currencies	1,138,471	2,126,296
Unearned commission and income on bills discounted	369,345	316,175
Accrued expenses	15,371,784	15,235,759
Advance payments	320,326	335,630
Current taxation (provisions less payments)	41,561,390	14,337,001
Unclaimed dividends	173,523	173,632
Mark to market loss on forward foreign exchange contracts	-	379,658
Dividends payable	17,020,105	-
Branch adjustment account	974,919	3,772,016
Payable to defined benefit plan:		
Pension fund	75,309,851	75,638,568
Post retirement medical benefits	41,028,468	39,745,198
Benevolent fund	1,844,197	1,882,384
Gratuity scheme	4,916,291	4,852,558
Compensated absences	10,203,470	10,227,411
Staff welfare fund	371,257	371,257
Liabilities relating to Barter trade agreements	4,300,363	4,280,203
Credit loss allowance against off-balance sheet obligations	20.2 10,618,117	1,726,164
Provision against contingencies	20.1 5,737,162	5,343,606
Payable to brokers	135,508	30,288
PIBs short selling	491,661	-
Acceptances	13,935,811	9,580,543
Others	19,514,557	20,113,803
	<u>376,209,547</u>	<u>408,770,670</u>
20.1 Provision against contingencies		
Opening balance	5,343,606	4,698,118
Charge during the year	108,674	426,424
Other movement	284,882	219,064
Closing balance	<u>5,737,162</u>	<u>5,343,606</u>

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
Note		------(Rupees in '000)-----	
20.2	Credit loss allowance against off-balance sheet obligations		
	Opening balance	1,726,164	627,494
	Impact of adoption of IFRS-9	2,155	4,049,283
	Reversal during the year	(8,007)	(669,509)
	Transfer in / (out)	8,897,805	(2,281,104)
	Closing balance	<u>10,618,117</u>	<u>1,726,164</u>
21.	SURPLUS ON REVALUATION OF ASSETS		
	Surplus on revaluation of:		
	- Securities measured at FVOCI Debt	9.1 30,024,908	50,319,905
	- Securities measured at FVOCI Equity	87,407,472	94,898,376
	- Fixed assets	49,303,882	49,394,599
	- Non-banking assets	2,993,681	2,995,046
		<u>169,729,943</u>	<u>197,607,926</u>
	Deferred tax on surplus on revaluation of:		
	- Securities measured at FVOCI - Debt	(15,612,952)	(26,166,351)
	- Securities measured at FVOCI - Equity	(45,451,885)	(49,347,156)
	- Fixed assets	(3,726,607)	(3,773,779)
	- Non-banking assets	(118,215)	(118,215)
		<u>(64,909,659)</u>	<u>(79,405,501)</u>
		<u>104,820,284</u>	<u>118,202,425</u>
22.	CONTINGENCIES AND COMMITMENTS		
	Guarantees	22.1 509,492,548	513,080,260
	Commitments	22.2 2,579,385,691	2,319,154,517
	Other contingent liabilities	22.3 24,919,585	26,536,608
		<u>3,113,797,824</u>	<u>2,858,771,385</u>
22.1	Guarantees		
	Financial guarantees	470,507,306	461,985,681
	Performance guarantees	38,985,242	51,094,580
		<u>509,492,548</u>	<u>513,080,260</u>
22.2	Commitments		
	Documentary credits and short-term trade-related transactions		
	- letters of credit	1,568,349,515	1,585,818,397
	Commitments in respect of:		
	- forward foreign exchange contracts	22.2.1 699,575,555	637,181,340
	- forward government securities transactions	22.2.2 295,290,272	79,587,535
	- forward lending	22.2.3 15,316,027	15,467,596
	Commitments for acquisition of:		
	- operating fixed assets	837,314	1,082,641
	Other commitments	22.2.4 17,008	17,008
		<u>2,579,385,691</u>	<u>2,319,154,517</u>

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

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

22.2.1 Commitments in respect of forward foreign exchange contracts

Purchase	459,970,534	419,040,101
Sale	239,605,021	218,141,239
	<u>699,575,555</u>	<u>637,181,340</u>

Commitments for outstanding forward foreign exchange contracts are disclosed in these unconsolidated condensed interim financial statements at contracted rates. Commitments denominated in foreign currencies are expressed in Rupee terms at the rates of exchange prevailing at the statement of financial position date.

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

22.2.2 Commitments in respect of forward government securities transactions

Purchase	275,348,331	74,167,535
Sale	19,941,940	5,420,000
	<u>295,290,272</u>	<u>79,587,535</u>

Commitments for outstanding forward government securities transactions are disclosed in these unconsolidated condensed interim financial statements at contracted rates.

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

22.2.3 Commitments in respect of forward lending

Undrawn formal standby facilities, credit lines and other commitment to lend	<u>15,316,027</u>	<u>15,467,596</u>
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These represent commitments that are irrevocable because they cannot be withdrawn at the discretion of the bank without the risk of incurring significant penalty or expense.

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

22.2.4 Other commitments

Professional services to be received	<u>17,008</u>	<u>17,008</u>
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22.3 Other contingent liabilities

22.3.1 Claims against the Bank not acknowledged as debt	<u>24,919,585</u>	<u>26,536,608</u>
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Claims against the Bank not acknowledged as debts includes claims relating to former Mehran Bank Limited amounting to Rs. 1,597 million (December 31, 2024: Rs. 1,597 million).

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

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

22.3.2 Taxation

As at March 31, 2025, the status of tax contingencies is same as except for that Assessment for the Tax Year 2024 has been finalised and certain add backs by Taxation Officer are being agitated at Appellate Forum.

22.3.3 Contingencies in respect of employees benefits and related matters

As at March 31, 2025, the status of contingencies in respect of employees benefits including pension and other related matters is same as disclosed in the annual audited unconsolidated financial statements for the year ended December 31, 2024.

(Un-audited)	
Quarter ended	
March 31, 2025	March 31, 2024
------(Rupees in '000)-----	

23. MARK-UP / RETURN / INTEREST EARNED

On:

Loans and advances	51,863,444	56,375,559
Investments	159,579,400	215,272,819
Lendings to financial institutions	1,050,485	2,478,244
Balances with banks	620,749	856,140
	213,114,078	274,982,762

24. MARK-UP / RETURN / INTEREST EXPENSED

On:

Deposits	73,601,374	115,483,222
Borrowings	1,474,316	1,891,891
Cost of foreign currency swaps against foreign currency deposits	1,838,153	3,667,439
Finance Charges lease liability against right of use assets	282,667	225,190
Securities sold under repurchase agreements	66,329,846	124,734,681
	143,526,356	246,002,423

25. FEE AND COMMISSION INCOME

Branch banking customer fees	478,000	468,985
Consumer finance related fees	252,719	169,078
Card related fees	1,740,818	1,254,346
Credit related fees	102,394	93,036
Investment banking fees	110,296	39,084
Commission on trade	457,980	741,581
Commission on guarantees	544,399	349,988
Commission on cash management	11,210	12,573
Commission on remittances including home remittances	74,399	375,960
Commission on bancassurance	68,520	34,648
Commission on government transactions	3,551,943	2,030,970
Others	12,395	12,542
	7,405,073	5,582,791

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

		(Un-audited)		
		Quarter ended		
		March 31, 2025	March 31, 2024	
Note		------(Rupees in '000)-----		
26.	GAIN ON SECURITIES - NET			
	Realized	26.1	1,144,856	2,742,081
	Unrealised - Measured at FVTPL	9.1	(1,257,118)	1,660,694
	Unrealized - Short selling		-	9,131
			<u>(112,262)</u>	<u>4,411,906</u>
26.1	Realized gain on			
	Federal Government Securities		824,163	1,882,955
	Shares		219,054	851,941
	Ijarah Sukuks		101,639	7,185
			<u>1,144,856</u>	<u>2,742,081</u>
26.2	Net gain / loss on financial assets / liabilities measured at FVTPL:			
	Designated upon initial recognition		(1,245,577)	(33,691)
	Mandatorily measured at FVTPL		(11,541)	1,694,385
			<u>(1,257,118)</u>	<u>1,660,694</u>
27.	OTHER INCOME			
	Rent on properties		27,167	11,785
	Gain on sale of fixed assets - net		822	1,330
	Reversal of expenses		224,872	-
	Insurance Claim		68,491	-
	Swift share allocation		22,256	-
	Others		39,686	50,007
			<u>383,294</u>	<u>63,122</u>
28.	OPERATING EXPENSES			
	Total compensation expenses		18,701,197	14,392,838
	Property expenses			
	Rent and taxes		220,393	336,735
	Insurance		9,921	9,449
	Utilities cost		545,502	574,582
	Security (including guards)		1,073,229	955,694
	Repair and maintenance (including janitorial charges)		467,923	350,854
	Depreciation		147,520	119,733
	Depreciation on non banking assets		17,539	4,479
	Depreciation on right of use assets		451,613	480,730
			<u>2,933,640</u>	<u>2,832,256</u>
	Information technology expenses			
	Software maintenance		659,689	716,087
	Hardware maintenance		35,190	40,328
	Depreciation		406,349	126,260
	Amortisation		137,704	112,557
	Network charges		306,322	214,988
	IT Manage Services		430,985	117,998
			<u>1,976,239</u>	<u>1,328,218</u>

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

		(Un-audited)	
		Quarter ended	
		March 31, 2025	March 31, 2024
Note		(Rupees in '000)	
Other operating expenses			
Directors' fees and reimbursement of other expenses		14,848	25,064
Fees and allowances to Shariah Board		5,306	4,191
Legal and professional charges		280,266	414,006
Outsourced services costs		402,393	214,313
Travelling and conveyance		308,324	332,648
NIFT clearing charges		61,856	50,818
Depreciation		441,712	352,755
Training and development		39,265	14,997
Postage and courier charges		86,248	34,096
Communication		448,491	191,482
Stationery and printing		362,260	297,857
Marketing, advertisement and publicity		392,999	130,958
Donations		-	5,509
Auditors' remuneration		69,014	68,082
Entertainment		107,104	89,430
Clearing, verification, license fee charges		86,653	65,346
Brokerage		35,036	34,330
Financial charges on leased assets		39,544	23,504
Insurance		199,529	183,026
Vehicle expenses		59,510	63,817
Repairs and maintenance		380,821	306,103
Deposit premium expense		405,511	348,216
Others		353,157	159,912
		4,579,847	3,410,460
		28,190,923	21,963,772
29. OTHER CHARGES			
Penalties imposed by State Bank of Pakistan		11,790	10,891
		11,790	10,891
30. CREDIT LOSS ALLOWANCE & WRITE OFFS - NET			
Credit loss allowance for diminution in value of investments	9.2	505,316	(1,277,705)
Credit loss allowance against loans and advances	10.4	5,617,077	342,932
Provision held against other assets	15.1.1	295,868	(15,015)
Provision against contingencies	20.1	108,674	19,351
Credit loss allowance against balances with other banks		1	-
Credit loss allowance against balances with other central bank		2,499	-
Credit loss allowance against markup receivable	15.2	(127,628)	134,584
Credit loss allowance against off balance Sheet	20.2	(8,007)	130,722
		6,393,800	(665,131)

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

		(Un-audited)	
		Quarter ended	
		March 31, 2025	March 31, 2024
		------(Rupees in '000)-----	
31. TAXATION			
Current			
For the period		27,528,076	10,551,803
Prior years		-	-
		27,528,076	10,551,803
Deferred			
For the period		(2,888,971)	(115,469)
Prior years		-	-
		(2,888,971)	(115,469)
		24,639,105	10,436,334
32. EARNINGS PER SHARE - BASIC AND DILUTED			
Profit for the period (Rupees in 000's)		21,449,104	10,722,535
Weighted average number of ordinary shares (in 000's)		2,127,513	2,127,513
Earnings per share - basic and diluted (Rupees)		10.08	5.04

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

		(Un-audited)	
		Quarter ended	
		March 31, 2025	March 31, 2024
		------(Rupees in '000)-----	
33. CASH AND CASH EQUIVALENTS	Note		
Cash and balances with treasury banks	6	307,401,453	407,595,369
Balances with other banks	7	48,561,955	29,111,352
Call money lendings	8	-	9,723
Call money borrowings	17	(16,947,618)	(19,861,821)
Overdrawn nostro	17	(56,743)	(571,868)
		338,959,047	416,282,755

34. FAIR VALUE MEASUREMENTS

The fair value of quoted securities other than those classified as held to maturity, is based on quoted market price. Quoted instruments classified as 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 fair 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.

34.1 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).

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

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

March 31, 2025 (Un-audited)					
	Carrying value	Level 1	Level 2	Level 3	Total
------(Rupees in '000)-----					
On balance sheet financial instruments					
Financial assets - measured at fair value					
Investments					
Federal Government Securities					
- Market Treasury Bills	1,220,740,293	-	1,220,740,293	-	1,220,740,293
- Pakistan Investment Bonds	2,907,197,842	-	2,907,197,842	-	2,907,197,842
- GOP Ijarah Sukuks	166,518,580	131,245,049	35,273,531	-	166,518,580
- Foreign Currency Debt securities	20,360,250	-	20,360,250	-	20,360,250
Ordinary Shares					
- Listed Companies	99,431,669	99,431,669	-	-	99,431,669
Preference shares					
- Listed	1,193,856	1,193,856	-	-	1,193,856
Non-Government debt securities					
- Term Finance Certificates and Sukuk Bonds	40,467,819	14,529,027	25,938,792	-	40,467,819
Mutual Fund units	4,566,136	-	4,566,136	-	4,566,136
Foreign Securities					
- Government debt securities	1,333,841	-	1,333,841	-	1,333,841
- Equity Securities - Listed	49,505,009	49,505,009	-	-	49,505,009
	4,511,315,295	295,904,610	4,215,410,685	-	4,511,315,295
Financial assets - disclosed but not measured at fair value					
Investments					
Federal Government Securities					
- Pakistan Investment Bonds	213,047,542	-	205,114,405	-	205,114,405
- Ijarah Sukuks	19,049,170	-	19,224,300	-	19,224,300
- Foreign Currency Debt securities	6,216,289	-	7,104,331	-	7,104,331
Foreign Securities					
- Government debt securities	36,912,704	-	36,658,177	-	36,658,177
- Non-Government debt securities	1,076	-	1,076	-	1,076
	275,226,781	-	268,102,289	-	268,102,289
	4,786,542,076	295,904,610	4,483,512,974	-	4,779,417,584
Off-balance sheet financial					
Commitments					
Foreign exchange contracts purchase & sale	699,575,555	-	200,611	-	200,611
Forward government securities transactions	295,290,272	-	23,201	-	23,201

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

	December 31, 2024 (Audited)				
	Carrying value	Level 1	Level 2	Level 3	Total
------(Rupees in '000)-----					
On balance sheet financial instruments					
Financial assets - measured at fair value					
Investments					
Federal Government Securities					
- Market Treasury Bills	1,206,108,861	-	1,206,108,861	-	1,206,108,861
- Pakistan Investment Bonds	2,793,255,571	-	2,793,255,571	-	2,793,255,571
- Ijarah Sukuks	96,404,073	64,725,870	31,678,203	-	96,404,073
- Foreign Currency Debt securities	19,567,813	-	19,567,813	-	19,567,813
Ordinary Shares					
- Listed Companies	105,072,151	105,072,151	-	-	105,072,151
Preference shares					
- Listed	992,711	992,711	-	-	992,711
Mutual Fund units	8,126,541	2,994,767	5,131,774	-	8,126,541
Non-Government debt securities					
- Term Finance Certificates and Sukuk Bonds	42,378,187	18,111,177	24,267,010	-	42,378,187
Foreign Securities					
- Government debt securities	3,243,613	-	3,243,613	-	3,243,613
- Equity Securities - Listed	52,569,483	52,569,483	-	-	52,569,483
	4,327,719,004	244,466,159	4,083,252,845	-	4,327,719,004
Financial assets - disclosed but not measured at fair value					
Investments					
Federal Government Securities					
- Market Treasury Bills	-	-	-	-	-
- Pakistan Investment Bonds	222,656,096	-	213,847,692	-	213,847,692
- Ijarah Sukuks	14,057,627	-	14,190,800	-	14,190,800
- Foreign Currency Debt securities	6,287,309	-	7,104,331	-	7,104,331
Foreign Securities					
- Government debt securities	37,707,456	-	37,147,761	-	37,147,761
- Non-Government debt securities	1,077	-	1,076	-	1,076
	280,709,565	-	272,291,660	-	272,291,660
	4,608,428,569	244,466,159	4,355,544,505	-	4,600,010,664
Off-balance sheet financial					
Foreign exchange contracts purchase & sale	637,181,340	-	(379,658)	-	(379,658)
Forward government securities	79,587,535	-	(774,179)	-	(774,179)

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

Valuation techniques used in determination of fair valuation of financial instruments within level 2 and level 3

Item	Valuation approach and input used
Federal Government securities	The fair value of Federal Government securities is determined using the prices / rates available on Mutual Funds Association of Pakistan (MUFAP) / Reuter page / Pakistan Stock Exchange.
Non-Government debt securities	The fair value of non-government debt securities is determined using the prices / rates from MUFAP / Pakistan Stock Exchange.
Mutual Fund units	The fair values of investments in mutual fund units are determined based on their net asset values as published on MUFAP.
Ordinary Shares	The fair value of Ordinary shares is determined using the prices from Pakistan Stock Exchange.
Foreign Securities	The fair value of foreign securities is determined using the prices from Reuter page.
Forward foreign exchange contracts and Forward Government securities transactions	The fair values of forward foreign exchange contracts and forward Government securities transactions are determined using forward pricing calculations.
Fixed assets and non-banking assets acquired in satisfaction of claims	Land, buildings and non-banking assets acquired in satisfaction of claims are revalued on a periodic basis using professional valuers. The valuation is based on their assessment of the market value of the assets. The effect of changes in the unobservable inputs used in the valuations cannot be determined with certainty. Accordingly, a qualitative disclosure of sensitivity has not been presented in these unconsolidated condensed interim financial statements.

34.2 Fair value of non-financial assets

Information about the fair value hierarchy of Bank's non-financial assets as at the end of the reporting period are as follows:

March 31, 2025 (Un-audited)				
Carrying value	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
Land and building (fixed assets)	54,317,917	-	-	54,317,917
Non-banking assets acquired in satisfaction of claims	4,130,576	-	-	4,130,576
	<u>58,448,493</u>	<u>-</u>	<u>-</u>	<u>58,448,493</u>
December 31, 2024 (Audited)				
Carrying value	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
Land and building (fixed assets)	54,402,463	-	-	54,402,463
Non-banking assets acquired in satisfaction of claims	4,148,115	-	-	4,148,115
	<u>58,550,578</u>	<u>-</u>	<u>-</u>	<u>58,550,578</u>

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

35. SEGMENT DETAILS WITH RESPECT TO BUSINESS ACTIVITIES

Three months period ended March 31, 2025 (Un-audited)										
	Retail Banking Group	Inclusive Development Group	Corporate & Investment Banking	Treasury	International Financial Institution and Remittance	Altamad & Islamic Banking	Head Office / Others	Sub total	Eliminations	Total
(Rupees in '000)										
Profit and loss account										
Net mark-up / return / interest income / (expense)	(52,181,439)	12,786,947	2,513,234	96,935,992	802,142	7,584,326	1,146,519	69,587,722	-	69,587,722
Inter segment revenue - net	70,718,912	(9,040,167)	4,337,565	(65,125,144)	-	(3,565,775)	2,674,609	-	-	-
Non mark-up / return / interest income	6,003,285	131,022	1,633,889	2,965,102	508,747	74,819	(219,865)	11,097,000	-	11,097,000
Total income	24,540,759	3,877,802	8,484,688	34,775,950	1,310,889	4,093,370	3,601,263	80,684,722	-	80,684,722
Segment direct expenses	11,265,508	123,348	335,661	123,567	1,872,398	1,021,644	101,918	14,844,044	-	14,844,044
Inter segment expense allocation	-	-	-	-	-	-	13,358,669	13,358,669	-	13,358,669
Total expenses	11,265,508	123,348	335,661	123,567	1,872,398	1,021,644	13,460,587	28,202,714	-	28,202,714
Credit loss allowance	329,903	1,411,586	1,372,778	1	338,435	737,808	2,203,315	6,393,800	-	6,393,800
(Profit / (loss) before taxation	12,945,348	2,342,867	6,776,249	34,652,382	(899,944)	2,333,918	(12,062,639)	46,088,208	-	46,088,207
As at March 31, 2025 (Un-audited)										
	Retail Banking Group	Inclusive Development Group	Corporate & Investment Banking	Treasury	International Financial Institution and Remittance	Altamad & Islamic Banking	Head Office / Others	Sub total	Eliminations	Total
(Rupees in '000)										
Statement of financial position										
Cash and balances with treasury and other banks	88,245,076	6,529,320	388,182	194,672,627	42,877,540	23,250,663	-	355,963,408	-	355,963,408
Investments	-	-	17,482,440	4,509,769,941	64,859,525	198,611,174	2,358,929	4,793,082,010	-	4,793,082,010
Net inter segment lending	2,685,820,091	-	-	-	-	-	413,458,807	3,099,278,899	(3,099,278,899)	-
Lendings to financial institutions	-	-	-	73,522,788	-	-	-	73,522,788	-	73,522,788
Advances - performing	260,626,953	210,397,161	677,626,916	-	68,765,371	130,449,451	(2,013,813)	1,345,852,039	-	1,345,852,039
Advances - non-performing	4,807,591	29,324,123	25,344,700	-	61,253,882	1,985,998	99,215,754	221,932,048	-	221,932,048
Credit allowance against Advances	(5,640,119)	(31,566,771)	(62,393,598)	-	(76,517,760)	(3,425,385)	(102,426,825)	(281,970,478)	-	(281,970,478)
Advances - Net	259,794,424	208,154,514	640,578,018	-	53,501,473	129,010,064	(5,224,884)	1,285,813,609	-	1,285,813,609
Others	42,559,876	3,165,943	27,626,023	90,293,310	6,677,026	10,265,595	141,219,817	321,807,591	-	321,807,591
Total assets	3,076,419,468	217,849,776	686,074,662	4,868,258,666	167,915,565	361,137,496	551,812,670	9,929,468,305	(3,099,278,899)	6,830,189,407
Borrowings	-	6,569,139	52,370,933	2,005,893,037	16,947,618	-	-	2,081,780,727	-	2,081,780,727
Deposits and other accounts	2,974,443,573	-	532,643,614	-	120,191,677	260,268,643	3,702,985	3,891,250,493	-	3,891,250,493
Net inter segment borrowing	-	203,739,716	73,454,640	2,695,886,289	30,395,067	95,803,187	-	3,099,278,898	(3,099,278,898)	-
Others	101,975,895	7,540,922	27,604,213	26,976,034	3,182,970	4,044,407	244,565,920	415,892,361	-	415,892,361
Total liabilities	3,076,419,468	217,849,777	686,073,400	4,728,757,360	170,717,332	360,116,238	248,268,905	9,488,202,479	(3,099,278,898)	6,388,923,581
Equity	-	-	1,262	139,501,306	(2,801,767)	1,021,259	303,543,765	441,265,825	-	441,265,825
Total equity and liabilities	3,076,419,468	217,849,777	686,074,662	4,868,258,666	167,915,565	361,137,496	551,812,669	9,929,468,304	(3,099,278,898)	6,830,189,406
Contingencies and commitments	-	80,382,128	1,965,573,008	1,010,181,854	18,747,249	-	38,913,585	3,113,797,824	-	3,113,797,824

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

Three months ended March 31, 2024 (Un-audited)										
	Retail Banking Group	Inclusive Development Group	Corporate & Investment Banking	Treasury	International Financial Institution and Remittance	Alimaad & Islamic Banking	Head Office / Others	Sub total	Eliminations	Total
<hr/>										
Profit and loss account										
Net mark-up / return / interest income / (expense)	(90,200,934)	9,243,938	251,229	105,644,993	3,056,778	2,603,555	(1,619,218)	28,980,340	-	28,980,340
Inter segment revenue - net	123,260,264	(10,704,447)	1,576,071	(120,246,452)	-	(688,271)	6,802,835	-	-	-
Non mark-up / return / interest income	4,183,351	126,492	1,558,709	7,249,888	214,454	132,149	23,019	13,488,062	-	13,488,062
Total income	37,242,681	(1,334,017)	3,386,009	(7,351,571)	3,271,232	2,047,433	5,206,636	42,468,404	-	42,468,404
Segment direct expenses	9,921,106	103,111	309,598	90,929	2,322,734	820,437	89,063	13,656,978	-	13,656,978
Inter segment expense allocation	-	-	-	-	-	-	-	8,317,685	-	8,317,685
Total expenses	9,921,106	103,111	309,598	90,929	2,322,734	820,437	8,406,748	21,974,663	-	21,974,663
Credit loss allowance / provisions and write offs - net	51,861	579,507	550,665	-	(121,579)	87,310	(1,812,895)	(665,132)	-	(665,132)
Profit / (loss) before taxation	27,269,714	(2,016,635)	2,525,746	(7,442,500)	1,070,077	1,139,686	(1,387,218)	21,158,869	-	21,158,869
<hr/>										
As at December 31, 2024 (Audited)										Total
	Retail Banking Group	Inclusive Development Group	Corporate & Investment Banking	Treasury	International Financial Institution and Remittance	Alimaad & Islamic Banking	Head Office / Others	Sub total	Eliminations	
<hr/>										
Statement of financial position										
Cash and balances with treasury and other banks	104,896,522	12,700,078	323,160	180,215,689	44,844,915	28,290,145	-	371,070,519	-	371,070,519
Investments	-	-	17,474,258	4,401,774,189	66,807,281	123,905,109	2,373,361	4,612,334,198	-	4,612,334,198
Net inter segment lending	2,654,121,574	-	15,212,340	-	-	-	385,852,374	3,055,186,288	(3,055,186,288)	-
Lendings to financial institutions	-	-	-	-	-	30,000,000	-	30,000,000	-	30,000,000
Advances - performing	255,462,856	302,527,511	635,160,249	-	68,891,051	144,913,723	(3,481,365)	1,403,474,025	-	1,403,474,025
Advances - non-performing	4,049,155	77,623,629	25,911,005	-	61,298,054	1,985,434	98,421,684	269,288,971	-	269,288,971
Credit loss against advances	(5,322,616)	(30,305,806)	(71,341,462)	-	(59,115,382)	(2,677,968)	(99,131,890)	(267,895,124)	-	(267,895,124)
Advances - net	254,189,395	349,945,335	589,729,792	-	71,073,723	144,221,189	(4,191,561)	1,404,867,872	-	1,404,867,872
Others	35,950,181	4,380,238	32,532,996	95,122,683	9,494,765	6,998,746	141,266,055	325,805,664	-	325,805,664
Total assets	3,049,157,672	366,925,651	655,332,546	4,677,112,571	192,020,684	383,415,190	525,300,229	9,799,264,542	(3,055,186,288)	6,744,078,252
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Borrowings	-	6,146,011	54,082,053	1,858,039,691	19,499,167	-	-	1,937,756,922	-	1,937,756,922
Deposits and other accounts	2,880,350,380	-	567,480,954	-	104,461,295	309,438,082	3,834,172	3,865,564,883	-	3,865,564,883
Net inter segment borrowing	-	340,348,843	-	2,631,278,091	67,253,026	16,306,328	-	3,055,186,288	(3,055,186,288)	-
Others	168,807,292	20,430,796	33,766,775	21,551,859	4,215,864	5,067,921	229,974,495	483,805,003	-	483,805,003
Total liabilities	3,049,157,672	366,925,650	655,332,782	4,510,869,641	195,419,352	330,802,331	323,808,667	9,342,313,096	(3,055,186,288)	6,287,126,807
Equity	-	-	2,764	166,242,900	(3,368,669)	2,612,858	291,491,582	456,951,445	-	456,951,446
Total equity and liabilities	3,049,157,672	366,925,650	655,332,546	4,677,112,571	192,020,683	383,415,190	525,300,230	9,799,264,540	(3,055,186,288)	6,744,078,252
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Contingencies and commitments	-	69,175,086	2,006,678,247	732,236,471	22,595,325	-	27,636,257	2,858,771,385	-	2,858,771,385

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

36. RELATED PARTY TRANSACTIONS

The Bank has related party transactions with its parent, subsidiaries, associates, employee benefit plans and its directors and key management personnel. The details of investment in subsidiary companies and associated undertaking and their provisions are stated in note 9 of the unconsolidated condensed interim financial statements of the Bank.

The Banks 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, other than those which have been disclosed elsewhere in these unconsolidated condensed interim financial statements, are as follows:

	As at March 31, 2025 (Un-audited)							As at December 31, 2024 (Audited)								
	Directors	Key management personnel	Subsidiaries	Associates	Pension Fund (Current)	Pension Fund (NIDA A/c)	Provident Fund	Other related parties	Directors	Key management personnel	Subsidiaries	Associates	Pension Fund (Current)	Pension Fund (NIDA A/c)	Provident Fund	Other related parties
----- (Rupees in '000) -----																
Balances with other banks																
In current accounts	-	-	-	-	-	-	-	14,187	-	-	-	-	-	-	-	279,616
	-	-	-	-	-	-	-	14,187	-	-	-	-	-	-	-	279,616
Investments																
Opening balance	-	-	-	-	-	-	-	100	-	-	-	-	-	-	-	4,921,177
Investment made during the period / year	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Investment redeemed / disposed of during the period / year	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer in / (out) - net	-	-	-	-	-	-	-	1,190,129	-	-	-	-	-	-	-	(4,921,077)
Closing balance	-	-	-	-	-	-	-	1,190,229	-	-	-	-	-	-	-	100
Credit loss allowance for diminution in value of investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100
Advances																
Opening balance	-	258,612	452,063	183,172	-	-	-	-	-	265,788	317,063	2,540,453	-	-	-	-
Addition during the period / year	-	8,393	-	-	-	-	-	-	-	75,194	135,000	-	-	-	-	-
Repaid during the period / year	-	(14,470)	(60,000)	-	-	-	-	-	-	(99,509)	-	(2,357,281)	-	-	-	-
Transfer in / (out) - net	-	-	-	-	-	-	-	23,125,356	-	17,139	-	-	-	-	-	-
Closing balance	-	252,535	392,063	183,172	-	-	-	23,125,356	-	238,612	452,063	183,172	-	-	-	-
Credit loss allowance held against advances	-	-	217,063	183,172	-	-	-	-	-	-	217,063	183,172	-	-	-	-

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

	As at March 31, 2025 (Un-audited)						As at December 31, 2024 (Audited)									
	Directors	Key management personnel	Subsidiaries	Associates	Pension Fund (Current)	Pension Fund (N.D.A.Ac)	Provident Fund	Other related parties	Directors	Key management personnel	Subsidiaries	Associates	Pension Fund (Current)	Pension Fund (N.D.A.Ac)	Provident Fund	Other related parties
(Rupees in '000)																
Other Assets																
Interest / mark-up accrued	-	-	2,249	-	-	-	-	-	-	-	-	7,336	-	-	-	-
Other receivable	-	-	2,027	-	-	-	-	-	-	-	-	3,155	-	-	-	-
Commission paid in advance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,582
Rent and utility receivable	-	-	103,862	-	-	-	-	-	-	-	-	103,862	8,370	-	-	-
Dividend receivable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	108,138	-	-	-	-	-	-	-	-	114,353	8,370	-	-	4,582
Credit loss allowance against other assets	-	-	103,862	-	-	-	-	-	-	-	-	103,862	-	-	-	-
Borrowings																
Opening balance	-	-	-	-	-	-	-	575,442	-	-	-	-	-	-	-	546,209
Borrowings during the period / year	-	-	-	-	-	-	-	(573,188)	-	-	-	-	-	-	-	29,232
Settled during the period / year	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-	-	2,253	-	-	-	-	-	-	-	575,442
Deposits and other accounts																
Opening balance	21,088	96,414	352,585	77,968	87,283	288,614	14,199,204	4,528,343	3,630	72,801	1,249,465	145,790	100	378,978	13,553,087	9,245,132
Received during the period / year	3,127	36,385	760,949	-	15,217,161	7,838,110	221,181	34,295,861	37,179	1,270,789	26,937	-	36,502,461	6,363,285	3,417,472	120,994,671
Withdrawn during the period / year	(3,359)	(349,530)	(9,858)	(9,002)	(15,285,904)	(6,696,268)	(303,070)	(36,266,639)	(19,721)	(1,244,645)	(923,817)	(67,822)	(36,415,278)	(6,473,650)	(2,781,356)	(124,055,441)
Transfer in / (out) - net	-	465	-	-	-	-	-	55,018	-	(2,542)	-	-	-	-	-	(1,256,020)
Closing balance	20,855	111,204	1,103,676	68,966	16,541	14,304,456	14,117,315	2,612,933	21,088	96,414	352,585	77,968	87,283	288,614	14,199,204	4,528,343
Other Liabilities																
Interest / mark-up payable	210	1,456	16,694	4,454	-	28,860	-	-	418	2,491	42,643	8,759	-	73,809	-	-
Other liabilities	-	-	2,637	-	-	-	-	-	-	-	-	-	-	-	-	-
Brokerage	-	-	-	-	-	-	-	-	-	-	9738	-	-	-	-	-
	210	1,456	19,331	4,454	-	28,860	-	-	418	2,491	52,381	8,759	-	73,809	-	-
Contingencies and commitments																
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

* Transfer in / (out) - net due to retirement / appointment of directors and changes in key management executives.

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

	For the three months ended March 31, 2025 (Un-audited)						For the three months ended March 31, 2024 (Un-audited)									
	Directors	Key management personnel	Subsidiaries	Associates	Pension Fund	Provident Fund	Others	Directors	Key management personnel	Subsidiaries	Associates	Joint venture	Pension Fund	Provident Fund	Others	
(Rupees in '000)																
Income																
Mark-up / return / interest earned	-	1,783	2,249	-	-	-	125,074	-	2,027	697	-	-	-	-	99,426	
Commission	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Dividend income	-	-	-	2,219	-	-	68,657	-	-	-	-	-	-	-	29,700	
Rent income / lighting and power and bank charges	-	-	2,482	1,851	-	-	5,257	-	-	4,641	1,816	-	-	-	5,257	
Expense																
Mark-up / return / interest paid	978	3,103	40,461	4,137	102,653	466,082	501,365	407	3,723	64,098	50,307	7,564	38,382	506,887	271,220	
Expenses paid to company in which Directors of the bank is interested as director	-	-	-	-	-	-	247,500	-	-	-	-	-	-	-	484,697	
Remuneration to key management executives including charge for defined benefit plan	-	212,797	-	-	-	-	-	-	165,131	-	-	-	-	-	-	
Commission paid to subsidiaries	-	-	24,324	-	-	-	-	-	-	4,040	-	-	-	-	-	
Directors fee & other allowances	14,848	-	-	-	-	-	-	25,064	-	-	-	-	-	-	-	

36.1 Transactions with Government-related entities

The entities which are owned and / or controlled by the Federal Government, or where the Federal Government may exercise significant influence, are related parties of the Bank.

The Bank in the ordinary course of business enters into transaction with Government-related entities. Such transactions include lending to, deposits from and provision of other banking services to Government-related entities.

The Bank also earned commission on handling treasury transactions on behalf of the Government of Pakistan amounting to Rs. 3,552 million (March 31, 2024: Rs. 2,031 million) for the three months ended March 31, 2025. As at the Statement of Financial Position date the loans and advances, deposits and contingencies relating to Government-related entities amounted to Rs 624,914 million (December 31, 2024: Rs. 620,914 million), Rs. 1,896,515 million (December 31, 2024: Rs. 1,864,349 million) and Rs. 1,773,880 million (December 31, 2024: Rs. 1,798,996 million) respectively and income earned on advances and profit paid on deposits amounted to Rs 16,955 million (March 31, 2024: Rs. 19,249 million) and Rs. 69,283 million (March 31, 2024: Rs. 46,010 million) respectively.

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

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

37. CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

Minimum Capital Requirement (MCR)

Paid-up capital (net of losses)	<u>21,275,131</u>	<u>21,275,131</u>
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Capital Adequacy Ratio (CAR)

Eligible Common Equity Tier 1 (CET 1) Capital	<u>350,440,769</u>	353,929,600
Eligible Additional Tier 1 (ADT 1) Capital	<u>-</u>	-
Total Eligible Tier 1 Capital	<u>350,440,769</u>	353,929,600
Eligible Tier 2 Capital	<u>116,138,241</u>	125,894,908
Total Eligible Capital (Tier 1 + Tier 2)	<u>466,579,010</u>	479,824,508

Risk Weighted Assets (RWAs):

Credit Risk	<u>1,135,473,876</u>	1,218,349,551
Market Risk	<u>147,900,353</u>	147,806,086
Operational Risk	<u>359,905,031</u>	359,905,031
Total	<u>1,643,279,261</u>	1,726,060,668

Common Equity Tier 1 Capital Adequacy ratio	<u>21.33%</u>	20.51%
Tier 1 Capital Adequacy Ratio	<u>21.33%</u>	20.51%
Total Capital Adequacy Ratio	<u>28.39%</u>	27.80%

Leverage Ratio (LR):

Eligible Tier-1 Capital	<u>350,440,769</u>	353,929,600
Total Exposures	<u>9,138,491,396</u>	9,126,550,345
Leverage Ratio	<u>3.83%</u>	3.88%

Liquidity Coverage Ratio (LCR):

Total High Quality Liquid Assets	<u>2,547,859,717</u>	2,474,264,138
Total Net Cash Outflow	<u>1,196,478,864</u>	1,200,642,088
Liquidity Coverage Ratio	<u>213%</u>	206%

Net Stable Funding Ratio (NSFR):

Total Available Stable Funding	<u>3,602,580,971</u>	3,776,992,766
Total Required Stable Funding	<u>2,019,098,829</u>	2,176,376,949
Net Stable Funding Ratio	<u>178%</u>	174%

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

Impact on Regulatory Capital:

The introduction of IFRS 9 has resulted in reduction in regulatory capital of the Banks, which has reduced their lending capacity and ability to support their clients. In order to mitigate the impact of ECL models on capital, SBP has permitted Banks to opt for transitional arrangement for the ECL impact on regulatory capital from the application of ECL accounting. Annexure B of the 'Application Instructions' issued by SBP has detailed the transitional arrangement.

Accordingly, Bank has opted for transition arrangement to phase in ECL impact and below tabulated is the impact on key ratios, had the transitional arrangement not applied.

Key Ratios	With Transitional arrangement	Without Transitional arrangement
Total Capital to total RWA (CAR)	28.39%	27.26%
Leverage Ratio	3.83%	3.63%

38. ISLAMIC BANKING BUSINESS

The bank is operating 207 (December 31, 2024: 207) Islamic banking branches and 279 (December 31, 2024: 251) Islamic banking windows as at March 31, 2025.

The statement of financial position of the Bank's Islamic banking branches as at March 31, 2025 is as follows:

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
Note		------(Rupees in '000)-----	
ASSETS			
		23,222,298	28,240,319
		28,365	49,826
		-	30,000,000
38.1		-	30,000,000
		198,611,174	123,905,109
38.2		198,611,174	123,905,109
		129,010,064	144,221,215
38.3		129,010,064	144,221,215
		129,830	125,580
		597,875	582,812
		-	-
38.4		-	-
		9,537,890	6,290,354
		9,537,890	6,290,354
Total Assets		361,137,496	333,415,215
LIABILITIES			
		410,959	1,397,301
		260,268,643	309,438,083
38.5		260,268,643	309,438,083
		78,609,013	2,883,224
		837,169	814,024
		2,796,279	2,846,597
		342,922,063	317,379,229
		18,215,433	16,035,986
NET ASSETS		18,215,433	16,035,986
REPRESENTED BY			
		14,864,000	8,531,000
		1,021,259	2,612,858
		2,330,174	4,892,128
38.6		2,330,174	4,892,128
		18,215,433	16,035,986
		18,215,433	16,035,986
CONTINGENCIES AND COMMITMENTS			
38.7			

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

The profit and loss account of the Bank's Islamic banking operations for the three months ended March 31, 2025 is as follows:

		(Un-audited)	
		Quarter ended	
		March 31, 2025	March 31, 2024
Note		----- (Rupees in '000) -----	
Profit / return earned	38.8	10,952,979	5,665,996
Profit / return expensed	38.9	6,934,428	3,750,712
Net profit / return		4,018,551	1,915,284
Other income			
Fee and commission income		74,240	84,991
Foreign exchange income		(3,758)	45,613
Gain / (loss) on securities		4,331	-
Other income		6	1,545
Total other income		74,819	132,149
Total income		4,093,370	2,047,433
Other expenses			
Operating expenses		1,021,544	820,438
Other charges		100	-
		1,021,644	820,438
Profit before credit loss allowance		3,071,726	1,226,995
Credit loss allowance and write offs - net		737,808	87,338
Profit before taxation		2,333,918	1,139,657
Taxation		-	-
Profit after taxation		2,333,918	1,139,657

	March 31, 2025 (Un-audited)			December 31, 2024 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
(Rupees in '000)						
38.1 Due from Financial Institutions						
Call Money Placement	-	-	-	30,000,000	-	30,000,000
	-	-	-	30,000,000	-	30,000,000

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

38.2 Investments by segments:

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Cost / amortized cost	Credit loss allowance for diminution	Surplus / (deficit)	Carrying value	Cost / amortized cost	Credit loss allowance for diminution	Surplus / (deficit)	Carrying value
	---(Rupees in '000)---							
- Debt Instruments								
Classified / Measured at amortised cost								
Federal Government securities								
- GOP Ijarah Sukuks	19,049,182	-	-	19,049,182	14,057,627	-	-	14,057,627
Non Government debt securities								
-Sukuks	130,807	(130,807)	-	-	130,807	(130,807)	-	-
	19,179,989	(130,807)	-	19,049,182	14,188,434	(130,807)	-	14,057,627
Provincial Government Securities	-	-	-	-	-	-	-	-
Shares:								
-Listed Companies	-	-	-	-	-	-	-	-
-Unlisted Companies	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
Classified / Measured at FVOCI								
Federal Government securities								
-GOP Ijarah Sukuks	154,878,390	-	771,188	155,649,578	83,155,034	-	2,334,037	85,489,071
Non Government debt securities								
- Sukuk	22,334,067	(515,892)	250,071	22,068,246	22,784,066	(550,572)	278,821	22,512,315
	177,212,457	(515,892)	1,021,259	177,717,824	105,939,100	(550,572)	2,612,858	108,001,386
Classified / Measured at FVPL								
Non Government debt securities								
-Sukuks	1,833,234	-	3,974	1,837,208	1,832,366	-	868	1,833,234
	1,833,234	-	3,974	1,837,208	1,832,366	-	868	1,833,234
Mutual Funds Units								
	6,603	-	357	6,960	12,536	-	326	12,862
	6,603	-	357	6,960	12,536	-	326	12,862
Total Investments	198,232,283	(646,699)	1,025,590	198,611,174	121,972,436	(681,379)	2,614,052	123,905,109

38.2.1 Particulars of credit loss allowance

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	---(Rupees in '000)---							
Non Government debt securities	16,498	163,917	466,284	646,699	99,880	110,692	470,807	681,379

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
	Note	----- (Rupees in '000) -----	
38.3 Islamic financing and related assets			
Ijarah	38.3.1	8,361	8,436
Murabaha		1,056,228	1,050,778
Musawama		58,044	7,443
Running Musharaka		80,385,880	104,490,555
Diminishing Musharaka		14,286,581	14,530,164
Other Islamic Modes (Wakala tul Istismar)		8,500,000	8,500,000
Advance for Murabaha		112,360	378,000
Advance for Diminishing Musharaka		1,321,339	1,320,707
Advance for Istisna		22,633,188	12,797,450
Inventories against Istisna		4,073,468	3,815,624
Gross Islamic financing and related assets		132,435,449	146,899,157
Less: Credit loss allowance against Islamic financings			
Stage 1		(1,221,338)	(664,490)
Stage 2		(218,165)	(28,044)
Stage 3		(1,985,882)	(1,985,408)
		(3,425,385)	(2,677,942)
Islamic financing and related assets - net of credit loss allowance		129,010,064	144,221,215

38.3.1 Ijarah

March 31, 2025 (Un-audited)							
	Cost			Depreciation			
	As at Jan 01, 2025	Additions / (deletions/ adjustment)	As at Mar 31, 2025	As at Jan 01, 2025	Charge/ Adjustment for the period	As at Mar 31, 2025	Book Value as at Mar 31, 2025
	----- (Rupees in '000) -----						
Plant & Machinery	55,484	-	55,409	47,048	-	47,048	8,361
		(75)					
Vehicles	2,645	-	2,645	2,645	-	2,645	-
Total	58,129		58,054	49,693	-	49,693	8,361
		(75)					
December 31, 2024 (Audited)							
	Cost			Depreciation			
	As at Jan 01, 2024	Additions / (deletions/ adjustment)	As at Dec 31, 2024	As at Jan 01, 2024	Charge/ Adjustment for the period	As at Dec 31, 2024	Book Value as at Dec 31, 2024
	----- (Rupees in '000) -----						
Plant & Machinery	59,828		55,484	47,449		47,048	8,436
		(4,344)			(401)		
Vehicles	6,000		2,645	4,630	1,371	2,645	-
	-	(3,355)	-	-	(3,356)	-	-
Total	65,828		58,129	52,079	1,371	49,693	8,436
		(7,699)			(3,757)		

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

Future Ijarah payments receivable

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Not later than 1 year	Later than 1 year & less than 5 years	Over Five years	Total	Not later than 1 year	Later than 1 year & less than 5 years	Over Five years	Total
	(Rupees in '000)							
Ijarah rental receivables	475	-	-	475	475	-	-	475

38.4 Due from Head Office

Due from Head Office Rs.Nil (Rs.Nil)

38.5 Deposits

	March 31, 2025 (Un-audited)			December 31, 2024 (Audited)		
	In Local Currency	In Foreign currencies	Total	In Local Currency	In Foreign currencies	Total
	(Rupees in '000)					
Customers						
Current deposits	30,990,685	232,030	31,222,715	40,619,109	215,067	40,834,176
Savings deposits	104,367,048	-	104,367,048	80,198,997	-	80,198,997
Term deposits	17,450,297	-	17,450,297	17,145,145	-	17,145,145
Others	3,843,365	-	3,843,365	4,800,439	-	4,800,439
Financial Institutions	156,651,395	232,030	156,883,425	142,763,690	215,067	142,978,757
Current deposits						
Savings deposits	77,743,763	-	77,743,763	136,864,262	-	136,864,262
Term deposits	25,012,722	-	25,012,722	28,979,564	-	28,979,564
	628,733	-	628,733	615,500	-	615,500
	103,385,218	-	103,385,218	166,459,326	-	166,459,326
	260,036,613	232,030	260,268,643	309,223,016	215,067	309,438,083

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

38.6 Islamic Banking Business Unremitted Profit

Opening balance	4,892,128	3,529,477
Less: Impact of adoption of IFRS 9	-	(1,440,726)
Add: Islamic banking profit for the period	2,333,918	6,332,854
Less: Transferred / remitted to Head Office	(4,895,872)	(3,529,477)
Closing balance	2,330,174	4,892,128

38.7 CONTINGENCIES AND COMMITMENTS

-Guarantees	-	-
-Commitments	-	-
-Other contingent liabilities	-	-
	-	-

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

	(Un-audited)	
	Quarter ended	
	March 31, 2025	March 31, 2024
Note	------(Rupees in '000)-----	
38.8 Profit / Return Earned of Financing, Investments and Placement		
Profit earned on:		
Financing	4,978,448	3,202,371
Investments	5,964,004	2,463,206
Placements	10,527	419
	10,952,979	5,665,996
38.9 Profit on Deposits and other Dues Expensed		
Deposits and other accounts	3,333,456	3,032,058
Others (General Account)	3,565,775	688,271
Amortisation of lease liability against - ROUA	35,197	30,383
	6,934,428	3,750,712

38.10 Pool Management

NBP-AIBG has managed following pools for profit and loss distribution.

a) General depositor pool

The General pool consists of all other remunerative deposits. NBP Aitemaad (the Mudarib) accept deposits on the basis of Mudaraba from depositors (Rabbulmaal). The net return on the pool is arrived at after deduction of direct costs from the gross return earned on the pool. The entire net return after paying equity share to Mudarib is considered as distributable profit of the pool.

b) Special depositor pools (Total 46 during the period and 31 as at March 31, 2025)

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

c) Equity pool

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

Key features and risk & reward characteristics

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

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

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

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

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

Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

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

	March 31, 2025	December 31, 2024
	------(Percentage)-----	
Sector		
Fertilizer	0.00%	0.00%
Textile	1.42%	1.56%
Fuel & energy	10.01%	11.14%
Leasing/Modarbas	0.01%	0.01%
Sugar	5.68%	2.48%
Cement	1.38%	1.64%
Gas	0.17%	0.19%
Financial	0.57%	10.67%
Federal Government	52.59%	32.52%
Real Estate	0.96%	1.08%
Agriculture	0.40%	0.46%
Commodity Operations	23.03%	34.54%
Others	3.78%	3.71%
Total	100%	100%

Parameters for profit allocation and charging expenses

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

No provision against any non performing asset of the pool is passed on to the pool except on the actual loss / write off of such non performing asset. Administrative expense are borne by mudarib and not charged to Mudaraba pool.

	March 31, 2025
	---(Rupees in '000)---
Mudarib Share	
Gross Distributable Income	8,135,145
Mudarib (Bank) share of profit before Hiba	3,570,580
Mudarib Share in % age	43.89%
Hiba from Mudarib Share	
Mudarib (Bank) share of profit before Hiba	3,570,580
Hiba from bank's share to depositors	1,832,304
Hiba from bank's share to depositors in % age	51.32%

Profit rates

During the three months ended March 31, 2025 the average profit rate earned by NBP Aitemaad Islamic Banking Group is 13.29 % and the profit distributed to the depositors is 10.79%.

39 GENERAL

39.1 Figures have been rounded off to the nearest thousand rupees.

40. DATE OF AUTHORIZATION FOR ISSUE

The unconsolidated condensed interim financial statements were authorized for issue on April 25, 2025 by the Board of Directors of the Bank.

Consolidated Financial Statements of NBP and its Subsidiary Companies

Directors' Report to the Shareholders

Consolidated Financial Statements

Dear Shareholders,

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

Consolidated after-tax profit for the quarter ended March 31, 2025, amounted to PKR 22.105 Bn, being 125.1% more than PKR 9.818 Bn for the same period last year. During the quarter, the subsidiary companies contributed PKR 0.575 Bn (March 31, 2024: PKR 0.295 Bn) in Group profitability, whereas the associates contributed share of profit of PKR 0.023 Bn (March 31, 2024: PKR 0.038 Bn). Accordingly, consolidated EPS per share recorded at PKR 10.29 for the quarter ended March 31, 2025, as compared to EPS of PKR 4.56 for the same period last year.

As of March 31, 2025, consolidated assets of the Group amounted to PKR 6,840.9 Bn being PKR 86.9 Bn or 1.29% higher than PKR 6,754.0 Bn of December 31, 2024.

Profit for the quarter ended March 31, 2025, after carrying forward of accumulated profit of 2024 is proposed to be appropriated as follows:

	(PKR 'Mn)
Unappropriated profit brought forward	241,120.4
Impact due to adoption of IFRS – 9, net of tax	(7,919.5)
Adjusted unappropriated profit as of January 01,2025	233,200.9
After-tax consolidated profit for the quarter ended March 31, 2025	22,105.0
Gain on sale of investment classified as FVOCI-net of tax	1,035.1
Remeasurement loss on defined benefit obligation-net of tax	(264.0)
Non-controlling interest	(221.4)
Transfer from surplus on revaluation of fixed assets – net of tax	42.8
	22,697.5
Profit available for appropriations	255,898.4
Appropriation:	
Transfer to statutory reserve	2,144.9
Dividend Payout	17,020.1
	19,165.0
Unappropriated profit carried forward	236,733.4

For and on behalf of the Board of Directors

Rehmat Ali Hasnie
President & CEO

Ali Syed
Director

Karachi

Date: April 25, 2025

ڈائریکٹرز کی شیعہ ہولڈرز کو رپورٹ مجموعی مالیاتی گوشوارے

محترم حصص داران،

ہم بورڈ آف ڈائریکٹرز کی طرف سے 31 مارچ 2025 کو ختم ہونے والی تین ماہ کی مدت کے لیے نیشنل بینک آف پاکستان "دی بینک" اور اس کے ذیلی اداروں کے لیے ڈائریکٹرز کا جائزہ اور مجموعی مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

31 مارچ 2025 کو ختم ہونے والی تین ماہ کی مدت کے لیے مجموعی بعد از ٹیکس منافع 22.105 بلین روپے رہا، جو پچھلے سال کی اسی مدت کے 9.818 بلین روپے سے 125.1% زیادہ ہے۔ ختم ہونے والی سہ ماہی کے دوران، ذیلی کمپنیوں نے گروپ منافع میں 0.575 بلین روپے (31 مارچ 2024: 0.295 بلین روپے) کا حصہ ڈالا، جب کہ شریک اداروں کی جانب سے خالص منافع میں حصہ 0.023 بلین روپے (31 مارچ 2024: 0.038 بلین روپے) تھا۔ اس طرح 31 مارچ 2025 کو ختم ہونے والی تین ماہ کی مدت کے لیے مجموعی فی حصص آمدنی (EPS) 31 مارچ 2024 کو ختم ہونے والی تین ماہ کی مدت کے 4.56 روپے کے مقابلے میں بڑھ کر 10.29 روپے ہو گئی۔

31 مارچ 2025 کو بینک کے مجموعی اثاثوں کی مالیت 6,840.9 بلین روپے ہے جو کہ 31 دسمبر 2024 کے بینک کے مجموعی اثاثوں کی مالیت 6,754.0 بلین روپے سے 1.29% یا 86.29 بلین روپے زیادہ ہے۔

31 مارچ 2025 کو ختم ہونے والے تین ماہ کا منافع 2024 کے جمع شدہ منافع کو آگے بڑھانے کے بعد تخصیص کے لیے تجویز مندرجہ ذیل ہے:

(بلین روپے)

241,120.4

(7,919.5)

233,200.9

غیر تصرف شدہ آگے لایا جانے والا منافع

IFRS-9 کے اطلاق کی وجہ سے اثر، بعد از ٹیکس

یکم جنوری 2025 کو تصحیح شدہ غیر تصرف شدہ آگے لایا جانے والا منافع

22,105.0

1,035.1

(264.0)

(221.4)

42.8

22,697.5

255,898.4

31 مارچ 2025 کو ختم ہونے والے تین ماہ کے لیے بعد از ٹیکس جامع منافع

FVOCI کے طور پر درجہ بند سرمایہ کاری کی فروخت پر حاصل منافع - بعد از ٹیکس

متعین فوائد والی ذمہ داریوں کی دوبارہ پیمائش پر فائدہ / (نقصان) بعد از ٹیکس

نان کنٹرولنگ انٹر سٹ

جامد اثاثوں کی نظر ثانی شدہ قدر کی وجہ سے ذخائر سے منتقلی - بعد از ٹیکس

تصرف کے لیے دستیاب منافع

تصرف:

2,144.9

17,020.1

19,165.0

236,733.4

قانونی ذخائر میں منتقلی

حصص داران کو منافع کی ادائیگی

غیر تصرف شدہ منافع - آگے بڑھانے کے لیے:

بورڈ آف ڈائریکٹرز کے لیے اور ان کی جانب سے

رحمت علی حسنی

صدر اور سی ای او

کراچی

تاریخ: 25 اپریل 2025

علی سید

ڈائریکٹر

Consolidated Condensed Interim Statement of Financial Position

As at March 31, 2025

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
Note		------(Rupees in '000)-----	
ASSETS			
Cash and balances with treasury banks	6.	307,818,849	314,787,387
Balances with other banks	7.	49,806,032	58,644,846
Lendings to financial institutions	8.	73,522,789	30,000,000
Investments	9.	4,796,397,313	4,614,849,276
Advances	10.	1,285,633,077	1,404,627,126
Property and equipment	11.	62,876,998	62,231,233
Right of use assets	12.	7,733,751	6,596,343
Intangible assets	13.	2,772,099	2,577,003
Deferred tax assets	14.	-	-
Other assets	15.	254,308,184	259,683,639
Total Assets		6,840,869,093	6,753,996,853
LIABILITIES			
Bills payable	16.	16,610,686	26,060,123
Borrowings	17.	2,081,780,727	1,937,756,922
Deposits and other accounts	18.	3,890,146,817	3,865,212,297
Lease liabilities	19.	9,840,902	8,585,682
Subordinated debt		-	-
Deferred tax liabilities	14.	14,222,127	40,995,264
Other liabilities	20.	379,215,507	411,337,824
Total Liabilities		6,391,816,766	6,289,948,112
NET ASSETS		449,052,327	464,048,741
Share capital		21,275,131	21,275,131
Reserves		84,694,553	82,145,337
Surplus on revaluation of assets - net of tax	21.	104,729,007	118,109,044
Unappropriated profit		236,733,386	241,120,418
Total equity attributable to the equity holders of the Bank		447,432,077	462,649,930
Non-controlling interest		1,620,250	1,398,811
		449,052,327	464,048,741

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

Ashraf Mahmood Wathra
Chairman

Rehmat Ali Hasnie
President & CEO

Abdul Wahid Sethi
Chief Financial Officer

Nasim Ahmad
Director

Aaiza Khan
Director

Consolidated Condensed Interim Profit and Loss Account (Un-audited)

For the three months period ended March 31, 2025

		Quarter ended	
		March 31, 2025	March 31, 2024
		------(Rupees in '000)-----	
Note			
	Mark-up / return / interest earned	23. 213,255,175	275,082,071
	Mark-up / return / interest expensed	24. 143,502,258	245,954,549
	Net mark-up / return / interest income	69,752,917	29,127,522
NON MARK-UP / INTEREST INCOME			
	Fee and commission income	25. 9,209,691	6,280,035
	Dividend income	1,746,465	1,765,477
	Foreign exchange income	2,002,261	1,771,214
	Income / (loss) from derivatives	-	-
	(Loss) / gain on securities - net	26. (100,420)	4,424,218
	Net loss on derecognition of financial assets measured at amortised cost	(327,814)	-
	Share of profit from joint venture - net of tax	-	158,211
	Share of profit from associates - net of tax	22,649	37,504
	Other income	27. 394,454	70,632
	Total non mark-up / interest income	12,947,286	14,507,291
	Total income	82,700,203	43,634,813
NON MARK-UP / INTEREST EXPENSES			
	Operating expenses	28. 29,206,993	22,469,860
	Other charges	29. 11,790	10,891
	Total non mark-up / interest expenses	29,218,783	22,480,751
	Profit before credit loss allowance	53,481,420	21,154,062
	Credit loss allowance and write offs - net	30. 6,393,799	727,490
	Extra ordinary / unusual items	-	-
	PROFIT BEFORE TAXATION	47,087,621	20,426,572
	Taxation	31. 24,982,579	10,608,281
	PROFIT AFTER TAXATION	22,105,042	9,818,291
Attributable to:			
	Equity holders of the Bank	21,883,603	9,708,340
	Non-controlling interest	221,439	109,951
		22,105,042	9,818,291
	Basic and diluted earnings per share	32. 10.29	4.56

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

Ashraf Mahmood Wathra
Chairman

Rehmat Ali Hasnie
President & CEO

Abdul Wahid Sethi
Chief Financial Officer

Nasim Ahmad
Director

Aaiza Khan
Director

Consolidated Condensed Interim Statement of Comprehensive Income (Un-audited)

For the three months period ended March 31, 2025

	Quarter ended	
	March 31, 2025	March 31, 2024
------(Rupees in '000)-----		
Profit after taxation for the period	22,105,042	9,818,291
Other comprehensive income		
Items that may be reclassified to profit and loss account in subsequent periods:		
Exchange gain / (loss) on translation of net assets of foreign branches	404,306	(1,069,676)
Movement in (deficit) / surplus on revaluation of debt investments through FVOCI - net of tax	(9,380,658)	1,958,592
Gain on sale of debt securities carried at FVOCI reclassified to the consolidated statement of profit and loss account - net of tax	(360,940)	(458,482)
	(9,337,292)	430,434
Items that will not be reclassified to profit and loss account in subsequent periods:		
Remeasurement (loss) on defined benefit obligations - net of tax	(263,979)	(318,522)
Movement in (deficit) on revaluation of equity investments - net of tax	(2,795,728)	(3,200,148)
	(3,059,707)	(3,518,670)
Total comprehensive income	9,708,044	6,730,055
Total comprehensive income attributable to:		
Equity holders of the Bank	9,486,605	6,620,104
Non-controlling interest	221,439	109,951
	9,708,044	6,730,055

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

Ashraf Mahmood Wathra
Chairman

Rehmat Ali Hasnie
President & CEO

Abdul Wahid Sethi
Chief Financial Officer

Nasim Ahmad
Director

Aaiza Khan
Director

Consolidated Condensed Interim Statement of Changes In Equity (Un-audited)

For the three months period ended March 31, 2025

	Share capital	Reserves			Total	Surplus / (Deficit) on revaluation of assets			Unappropriated profit	Sub Total	Non-Controlling Interest	Total
		Exchange translation reserve	Statutory reserve	General reserve		Investments	Fixed / Non-banking assets	Total				
----- (Rupees in '000) -----												
Balance as at January 01, 2024	21,275,131	37,306,859	47,250,622	521,338	85,078,819	16,558,734	47,673,681	64,232,415	225,693,440	396,279,805	1,134,234	397,414,039
Impact of adoption of IFRS 9 - net of tax	-	-	-	-	-	(1,714,431)	-	(1,714,431)	(10,288,506)	(12,002,937)	-	(12,002,937)
Balance as at January 01, 2024 - restated	21,275,131	37,306,859	47,250,622	521,338	85,078,819	14,844,303	47,673,681	62,517,984	215,404,934	384,276,868	1,134,234	385,411,102
Profit after taxation for three months period ended March 31, 2024	-	-	-	-	-	-	-	-	9,708,340	9,708,340	109,951	9,818,291
Effect of translation of net investment in foreign branches	-	(1,069,676)	-	-	(1,069,676)	-	-	-	-	(1,069,676)	-	(1,069,676)
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	-	-	1,958,592	-	1,958,592	1,958,592	-	-	1,958,592
Gain on sale of debt securities carried at FVOCI reclassified to the consolidated statement of profit and loss account - net of tax	-	-	-	-	-	(458,482)	-	(458,482)	-	(458,482)	-	(458,482)
Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	-	-	(3,200,148)	-	(3,200,148)	-	(3,200,148)	-	(3,200,148)
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	(318,522)	(318,522)	-	(318,522)
Other comprehensive income / (loss) - net of tax	-	(1,069,676)	-	-	(1,069,676)	(1,700,038)	-	(1,700,038)	9,389,818	6,620,104	109,951	6,730,055
Transfer to statutory reserve	-	-	970,834	-	970,834	-	-	-	(970,834)	-	-	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	(43,230)	(43,230)	43,230	-	-	-
Balance as at April 01, 2024	21,275,131	36,237,183	48,221,456	521,338	84,979,977	13,144,265	47,630,451	60,774,716	223,867,148	390,896,972	1,244,185	392,141,157
Profit after taxation for the nine months period ended December 31, 2024	-	-	-	-	-	-	-	-	16,276,789	16,276,789	407,626	16,684,415
Effect of translation of net investment in foreign branches	-	69,200	-	-	69,200	-	-	-	-	69,200	-	69,200
Transfer of exchange loss translation reserves on closure of foreign branches from OCI to consolidated statement of profit and loss account	-	1,654,329	-	-	1,654,329	-	-	-	-	1,654,329	-	1,654,329
Transfer of exchange gain translation reserves on disposal of joint venture from OCI to consolidated statement of profit and loss account	-	(6,273,909)	-	-	(6,273,909)	-	-	-	-	(6,273,909)	-	(6,273,909)
Movement in surplus on revaluation of debt investments through FVOCI - net of tax	-	-	-	-	-	41,135,872	-	41,135,872	-	41,135,872	-	41,135,872
Gain on sale of securities carried at FVOCI reclassified to the consolidated statement of profit and loss account - net of tax	-	-	-	-	-	(2,495,452)	-	(2,495,452)	-	(2,495,452)	-	(2,495,452)
Movement in surplus on revaluation of equity investments through FVOCI - net of tax	-	-	-	-	-	20,532,389	-	20,532,389	-	20,532,389	-	20,532,389
Transfer of gain on FVOCI equity securities to unappropriated profit - net of tax	-	-	-	-	-	(2,705,679)	-	(2,705,679)	2,705,679	-	-	-
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	(132,977)	(132,977)	-	(132,977)
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	806,267	806,267	-	806,267	-	-	806,267
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	180,451	180,451	-	180,451	-	180,451
Other comprehensive income / (loss) - net of tax	-	(4,550,380)	-	-	(4,550,380)	56,467,130	986,718	57,453,848	18,849,491	71,752,959	407,626	72,160,585
Transfer to statutory reserve	-	-	1,715,740	-	1,715,740	-	-	-	(1,715,740)	-	-	-
Transfer from loss loan reserve to unappropriated profit	-	-	-	-	-	-	-	-	-	-	-	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	(119,520)	(119,520)	119,520	-	-	-	-
Transactions with owners, recorded directly in equity	-	-	-	-	-	-	-	-	-	-	-	-
Cash dividend paid / profit distribution by subsidiaries	-	-	-	-	-	-	-	-	-	-	(253,000)	(253,000)
Balance as at January 01, 2025	21,275,131	31,686,803	49,937,196	521,338	82,145,337	69,611,395	48,497,649	118,109,044	241,120,418	462,649,930	1,398,811	464,048,741
Impact of adoption of IFRS-9	-	-	-	-	-	235,170	-	235,170	(7,919,525)	(7,684,355)	-	(7,684,355)
Balance as at January 01, 2025 -restated	21,275,131	31,686,803	49,937,196	521,338	82,145,337	69,846,565	48,497,649	118,344,214	233,200,894	454,965,576	1,398,811	456,364,387
Profit after taxation for the three months period ended March 31, 2025	-	404,306	-	-	404,306	-	-	-	21,883,603	21,883,603	221,439	22,105,042
Effect of translation of net investment in foreign branches	-	-	-	-	-	(9,380,658)	-	(9,380,658)	(9,380,658)	-	-	(9,380,658)
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	-	-	(360,940)	-	(360,940)	(360,940)	-	-	(360,940)
Gain on sale of securities carried at FVOCI reclassified to the consolidated statement of profit and loss account - net of tax	-	-	-	-	-	(2,795,728)	-	(2,795,728)	(2,795,728)	-	-	(2,795,728)
Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	-	-	(1,035,076)	-	(1,035,076)	1,035,076	-	-	-
Gain on sale of equity shares - FVOCI - net of tax	-	-	-	-	-	-	-	-	(263,979)	(263,979)	-	(263,979)
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	9,486,605	9,486,605	221,439	9,708,044
Other comprehensive income / (loss) - net of tax	-	404,306	-	-	404,306	(13,572,402)	-	(13,572,402)	22,654,700	9,486,605	221,439	9,708,044
Transfer to statutory reserve	-	-	2,144,910	-	2,144,910	-	-	-	(2,144,910)	-	-	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	(42,806)	(42,806)	42,806	-	-	-	-
Transfer to unappropriated profit	-	-	-	-	-	-	-	-	-	-	-	-
Transactions with owners, recorded directly in equity	-	-	-	-	-	-	-	-	-	-	-	-
Final Cash dividend- Rs. 8.00 per share declared subsequent to the year ended December 31, 2024	-	-	-	-	-	-	-	-	(17,020,104)	(17,020,104)	-	(17,020,104)
Balance as at March 31, 2025	21,275,131	32,091,109	52,082,106	521,338	84,694,553	56,274,164	48,454,843	104,729,007	236,733,386	447,432,077	1,620,250	449,052,327

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

Ashraf Mahmood Wathra
Chairman

Rehmat Ali Hasnie
President & CEO

Abdul Wahid Sethi
Chief Financial Officer

Nasim Ahmad
Director

Aaiza Khan
Director

Consolidated Condensed Interim Cash Flow Statement (Un-audited)

For the three months period ended March 31, 2025

	March 31, 2025	March 31, 2024
Note	----- (Rupees in '000) -----	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	47,087,621	20,426,572
Less: dividend income	(1,746,465)	(1,765,477)
	<u>45,341,156</u>	<u>18,661,095</u>
Adjustments:		
Net mark-up / interest income	(69,752,917)	(29,127,522)
Depreciation	1,051,538	633,937
Depreciation on right of use assets	487,314	518,653
Amortisation	145,868	122,762
Credit loss allowance and write offs	30. 6,393,799	727,490
Gain on sale of Property and equipment - net	(822)	(1,354)
Financial charges on leased assets	299,029	31,707
Finance charges on lease liability against right of use assets	39,544	241,414
Unrealized loss / (gain) on revaluation of investments classified as FVTPL	1,252,959	(1,665,176)
Charge for defined benefit plans - net	4,538,079	3,030,906
Share of (profit) from joint venture - net of tax	-	(158,211)
Share of (profit) from associates - net of tax	(22,649)	(37,504)
	<u>(55,568,257)</u>	<u>(25,682,898)</u>
	<u>(10,227,101)</u>	<u>(7,021,803)</u>
(Increase) / decrease in operating assets		
Lendings to financial institutions	(73,522,789)	134,407,904
Securities classified as FVTPL	(28,899,207)	(53,526,103)
Advances	104,759,863	172,452,472
Other assets (excluding advance taxation & mark-up receivable)	(6,673,036)	9,782,441
	<u>(4,335,169)</u>	<u>263,116,714</u>
Increase/ (decrease) in operating liabilities		
Bills payable	(9,449,437)	(56,118,511)
Borrowings from financial institutions	149,206,099	40,529,537
Deposits	24,934,520	(250,032,342)
Other liabilities (excluding current taxation & mark-up payable)	30,363,201	5,128,008
	<u>195,054,383</u>	<u>(260,493,308)</u>
Mark-up / interest received	225,071,812	291,855,860
Mark-up / interest paid	(231,918,410)	(297,653,155)
Income tax paid	(27,823,559)	(14,338,573)
Benefits paid	(3,842,268)	(972,809)
Net cash flow generated from / (used in) operating activities	<u>141,979,688</u>	<u>(19,709,778)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Net Investments in securities classified as FVOCI	(187,249,526)	236,130,665
Net investments in amortised cost securities	5,200,520	(106,114,345)
Dividends received	1,746,465	1,765,477
Investments in property and equipment	(1,957,021)	191,497
Disposal of property and equipment	18,413	20,989
Effect of translation of net investment in foreign branches	404,306	51,999
Net cash flow (used in) / generated from investing activities	<u>(181,836,843)</u>	<u>132,046,282</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Payments of lease obligations	(767,367)	(663,701)
Dividend paid	(534)	(527)
Net cash flow used in financing activities	<u>(767,901)</u>	<u>(664,228)</u>
(Decrease) / Increase in cash and cash equivalents		
Cash and cash equivalents at beginning of the period	380,328,849	299,678,633
Effects of exchange rate changes on cash and cash equivalents	916,729	6,078,352
	<u>381,245,578</u>	<u>305,756,985</u>
Cash and cash equivalents at end of the period	33. 340,620,521	417,429,260

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

Ashraf Mahmood Wathra
Chairman

Rehmat Ali Hasnie
President & CEO

Abdul Wahid Sethi
Chief Financial Officer

Nasim Ahmad
Director

Aaiza Khan
Director

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited) For the three months period ended March 31, 2025

1. THE GROUP AND ITS OPERATIONS

1.1 The "Group" consists of:

Holding Company

- National Bank of Pakistan (the Bank)

Subsidiary Companies

- CJSC Subsidiary Bank of NBP in Kazakhstan
- NBP Exchange Company Limited, Pakistan
- National Bank Modaraba Management Company Limited, Pakistan
- First National Bank Modaraba, Pakistan
- Taurus Securities Limited, Pakistan
- NBP Fund Management Limited, Pakistan
- Cast-N-Link Products Limited, Pakistan

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

The Group is principally engaged in commercial banking, modaraba management, brokerage, leasing, foreign currency remittances, asset management, exchange transactions and investment advisory asset.

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

CJSC Subsidiary Bank of NBP in Kazakhstan, NBP Exchange Company Limited, National Bank Modaraba Management Company Limited are wholly owned subsidiaries of the holding company while the controlling interest in Taurus Securities Limited is 58.32%, NBP Fund Management Limited is 54%, First National Bank Modaraba 30% and Cast-N-Link Products Limited 76.51%.

1.2 BASIS OF CONSOLIDATION

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

2. BASIS OF PRESENTATION

2.1 STATEMENT OF COMPLIANCE

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Companies Act, 2017;

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited) For the three months period ended March 31, 2025

- Provisions of and directives issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP).

Wherever the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017, or the directives issued by the SBP and the SECP differ with the requirements of IAS 34 or IFAS, the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives shall prevail.

- 2.1.2** The SBP has deferred the applicability of International Accounting Standard (IAS) 40, 'Investment Property' for banking companies through BSD Circular Letter No. 10 dated August 26, 2022 till further instructions. Further, the SECP has deferred the applicability of International Financial Reporting Standard (IFRS) 7, 'Financial Instruments: Disclosures' on banks through its notification S.R.O 411(I)/2008 dated April 28, 2008. The SBP through BPRD Circular No. 04 of 2015 dated February 25, 2015 had deferred the applicability of Islamic Financial Accounting Standard- for Profit and Loss Sharing on Deposits (IFAS-3) issued by the Institute of Chartered Accountants of Pakistan (ICAP) and notified by the SECP, vide their SRO No. 571 of 2013 dated June 12, 2013 for Institutions offering Islamic Financial Services (IIFS). Accordingly, the requirements of these standards have not been considered in the preparation of these consolidated financial statements.
- 2.1.3** Effective January 01, 2025, the Bank has incorporated impact of ECL on overdue certain Public Sector Entities, overseas branches where IFRS-9 has not been adopted and measurement of unquoted equity securities which was relaxed up to December 31, 2024 by SBP.

The following table reconciles the aggregate opening loan loss provision allowances under SBP Prudential Regulations to the ECL allowances of overseas branches under IFRS 9:

	2025			
	Provision as per current regulatory framework	Remeasurement (ECL)	Reclassification	ECLs under IFRS 9
------(Rupees in '000)-----				
Impairment allowance against:				
Balance with Other Banks	-	3,435	-	3,435
Advances	-	17,530,863	-	17,530,863
Investments	573,853	156,740	(573,853)	156,740
Markup Receivable	-	1,345	-	1,345
Off-balance sheet obligations	-	2,155	-	2,155
	573,853	17,694,538	(573,853)	17,694,538

Further SBP in a separate letter SBPHOK-BPRD-RPD-NBP-821909 dated January 22, 2025 has allowed extension for application of Effective Interest Rate up to December 31, 2025.

The SBP has directed the Banks through its BPRD Circular Letter No.1 dated January 22, 2025 to disclose the impact of IFRS 9 on revenue recognition from Islamic Operations which is as follows:

Had IFRS 9 been adopted in its entirety for revenue recognition from Islamic operations profit / return earned on Islamic financing and related assets in consolidated statement of profit and loss account for the period ended March 31, 2025 would have been higher by Rs. 15.8 million and taxation would have been higher by Rs 8.4 million. Further, an unappropriated profit in consolidated statement of changes in equity would have been higher by Rs 7.4 million."

- 2.1.4** The SECP vide SRO 56 (1) / 2016 dated January 28, 2016, has notified that the requirements of IFRS 10 (Consolidated Financial Statements) and section 228 of the Companies Act, 2017 will not be applicable with respect to the investment in mutual funds established under Trust structure.
- 2.1.5** 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 the requirements of International Accounting Standard 34, "Interim Financial Reporting". These consolidated condensed interim financial statements do not include all the information and disclosures required in the audited annual financial statements and should be read in conjunction with the audited annual financial statements of the Bank for the year ended December 31, 2024.
- 2.1.6 Standards, interpretations of and amendments to published accounting and reporting standards that are effective in the current period:**

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, 2025 but are considered not to be relevant or do not have any material effect on the Bank's operations and are therefore not detailed in these consolidated condensed interim financial statements.

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited) For the three months period ended March 31, 2025

2.1.7 Standards, interpretations of and amendments to published 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, 2025 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.
- amendment to IAS 21 'The Effects of Changes in Foreign Exchange Rates' which will require Banks to apply a consistent approach in assessing whether a currency can be exchanged into another currency and, when it cannot, in determining the exchange rate to use and the disclosures to provide

3. MATERIAL ACCOUNTING POLICIES

The material accounting policies applied in the preparation of these consolidated condensed interim financial statements are consistent with those applied in the preparation of the annual audited consolidated financial statements of the Bank for the year ended December 31, 2024.

4. 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.

5. FINANCIAL RISK MANAGEMENT

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

6. CASH AND BALANCES WITH TREASURY BANKS

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
In hand	Note	----- (Rupees in '000) -----	
Local currency		62,020,090	65,096,769
Foreign currencies		6,611,143	5,885,440
		68,631,233	70,982,209
With State Bank of Pakistan in			
Local currency current accounts	6.1	133,331,515	147,471,517
Foreign currency current accounts	6.2	25,027,549	22,097,814
Foreign currency deposit accounts	6.2	49,981,365	44,108,393
Foreign currency collection accounts		112,250	212,443
		208,452,679	213,890,167
With other central banks in			
Foreign currency current accounts	6.3	25,746,461	24,445,656
Foreign currency deposit accounts	6.3	4,053,821	4,583,665
		29,800,282	29,029,321
Prize bonds		956,230	904,765
		307,840,424	314,806,462
Less: Credit loss allowance held against cash and balances with treasury banks		(21,575)	(19,075)
Cash and balances with treasury banks - net of credit loss allowance		307,818,849	314,787,387

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

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

6.3 These balances pertain to the foreign branches and are held with central banks of respective countries. These include balances to meet the statutory and regulatory requirements in respect of liquidity and capital requirements of respective countries. The deposit accounts carry interest at the rate of 0% to 4.50% per annum (December 31, 2024: 0% to 4.5% per annum).

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
	Note	------(Rupees in '000)-----	
7. BALANCES WITH OTHER BANKS			
In Pakistan			
In current accounts		3,489,556	726,739
In deposit accounts	7.1	438,690	1,097,736
		3,928,246	1,824,475
Outside Pakistan			
In current accounts		43,048,832	48,862,467
In deposit accounts	7.2	2,832,409	7,957,922
		45,881,241	56,820,389
		49,809,486	58,644,864
Less: Credit loss allowance held against balances with other banks		(3,454)	(18)
Balances with other banks - net of credit loss allowance		49,806,032	58,644,846

7.1 These include various deposits with banks and carry interest at the rates ranging from 2.00 % to 10.50 % per annum (December 31, 2024: 9.00% to 19.60% per annum).

7.2 These include various deposits with correspondent banks outside Pakistan and carry interest at rates ranging from 2.7 % to 4.00 % per annum (December 31, 2024 : 1.00% to 5.44% per annum).

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
	Note	------(Rupees in '000)-----	
8. LENDINGS TO FINANCIAL INSTITUTIONS			
Repurchase agreement lendings (Reverse Repo)	8.2	73,522,789	-
Musharaka Lending	8.3	-	30,000,000
Letters of placement	8.4	172,150	172,150
		73,694,939	30,172,150
Less: Credit loss allowance held against lending to financial		(172,150)	(172,150)
Lendings to financial institutions - net of credit loss allowance		73,522,789	30,000,000

		(Un-audited) March 31, 2025		(Audited) December 31, 2024	
		Lending	Credit loss allowance held	Lending	Credit loss allowance held
		------(Rupees in '000)-----			
8.1 Lending to FIs- Particulars of credit loss allowance					
Domestic					
Performing	Stage 1	73,522,789	-	30,000,000	-
Under performing	Stage 2	-	-	-	-
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		172,150	172,150	172,150	172,150
		172,150	172,150	172,150	172,150
Sub Total		73,694,939	172,150	30,172,150	172,150
Total		73,694,939	172,150	30,172,150	172,150

8.2 These carry mark-up at rates ranging from 12% to 12.95% per annum (December 31, 2024: Nil) with maturities ranging from April 3, 2025 to April 9, 2025 .

8.3 This represents Musharaka agreements entered into with Meezan Bank Limited and carrying profit at the rates Nil per annum (December 31, 2024: 12.0% to 12.75% per annum) with maturity on Nil (December 31, 2024: January 02, 2025).

8.4 These are overdue placements and full provision has been made against these placements as at March 31, 2025.

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

9. INVESTMENTS

9.1 Investments by type:

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Cost / amortized cost	Credit loss allowance / Provision for diminution	Surplus / (deficit)	Carrying value	Cost / amortized cost	Credit loss allowance / Provision for diminution	Surplus / (deficit)	Carrying value
------(Rupees in '000)-----								
FVTPL								
Federal Government securities								
-Market treasury bills	54,147,936	-	(19,517)	54,128,419	35,690,468	-	72,668	35,763,136
-Pakistan investment bonds	32,347,587	-	(96,956)	32,250,631	20,906,802	-	63,890	20,970,692
-Ijarah Sukuk Bonds	1,836,000	-	3,713	1,839,713	-	-	-	-
Mutual fund units	5,850,183	-	8,115	5,858,298	5,503,950	-	3,244,908	8,748,858
Non Government debt securities								
-Term finance certificates, 'participation term certificates,bond, debentures and sukuk bonds	8,092,634	-	(6,982)	8,085,652	9,911,968	-	13,900	9,925,868
Preference shares								
-Preference shares - Listed	1,202,370	-	(8,514)	1,193,856	1,043,797	-	(51,086)	992,711
-Preference shares - Unlisted	558,284	(558,284)	-	-	558,284	(558,284)	-	-
Ordinary Shares								
- Listed Companies	18,988,839	-	(1,132,817)	17,856,022	11,612,714	-	5,738,300	17,351,014
Foreign Securities								
-Foreign Government debt securities	2,745,035	-	-	2,745,035	2,559,098	-	-	2,559,098
	125,768,867	(558,284)	(1,252,958)	123,957,625	87,787,081	(558,284)	9,082,580	96,311,377
FVOCI								
Federal Government securities								
-Pakistan investment bonds	2,851,722,209	-	23,225,002	2,874,947,211	2,739,200,656	-	33,084,223	2,772,284,879
-Market treasury bills	1,158,415,226	-	8,196,648	1,166,611,874	1,152,657,391	-	17,688,599	1,170,345,990
-GOP Ijarah sukuku	34,627,032	-	646,499	35,273,531	31,090,981	-	587,221	31,678,202
-GOP Ijarah sukuku-Traded	109,842,216	-	378,998	110,221,214	29,772,129	-	1,127,871	30,900,000
-GOP Ijarah sukuku-Discounted	20,895,242	-	128,593	21,023,835	32,874,030	-	951,840	33,825,870
-Foreign currency debt securities	29,620,455	(6,455,319)	(2,804,886)	20,360,250	29,229,000	(6,119,189)	(3,541,998)	19,567,813
Ordinary Shares								
- Listed Companies	43,445,060	-	38,130,587	81,575,647	44,928,949	-	42,792,188	87,721,137
- Unlisted Companies	2,107,198	-	235,170	2,342,368	2,107,198	(573,855)	-	1,533,343
Non Government debt securities								
-Term finance certificates, 'participation term certificates,bond, debentures and	39,079,427	(6,948,196)	250,936	32,382,167	39,157,588	(6,984,089)	278,820	32,452,319
Mutual Fund units	-	-	-	-	-	-	-	-
Foreign securities								
-Equity securities-Listed	463,295	-	49,041,715	49,505,010	463,294	-	52,106,188	52,569,482
-Government debt securities	1,330,722	-	3,119	1,333,841	3,100,284	-	143,329	3,243,613
	4,291,548,082	(13,403,515)	117,432,380	4,395,576,947	4,104,581,500	(13,677,133)	145,218,281	4,236,122,648
Amortised Cost								
Federal Government securities								
-Market treasury bills	305,848	-	-	305,848	59,594	-	-	59,594
-Pakistan investment bonds	213,047,542	-	-	213,047,542	222,656,096	-	-	222,656,096
- GOP Ijarah Sukuku	19,049,170	-	-	19,049,170	14,373,995	-	-	14,373,995
-Foreign currency debt securities	7,238,603	(1,022,314)	-	6,216,289	7,104,331	(817,022)	-	6,287,309
Non Government debt securities								
-Term finance certificates, 'participation term certificates,bond, debentures and	383,472	(383,472)	-	-	383,471	(383,471)	-	-
Foreign securities								
-Government debt securities	37,059,789	(147,084)	-	36,912,705	37,707,456	-	-	37,707,456
-Non-Government debt securities	1,076	-	-	1,076	1,077	-	-	1,077
	277,085,500	(1,552,870)	-	275,532,630	282,286,020	(1,200,493)	-	281,085,527
Associates	1,847,554	(517,443)	-	1,330,111	1,832,737	(503,013)	-	1,329,724
Subsidiaries	1,245	(1,245)	-	-	1,245	(1,245)	-	-
Total investments	4,696,251,249	(16,033,357)	116,179,421	4,796,397,313	4,476,488,583	(15,940,168)	154,300,861	4,614,849,276

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
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9.1.1 Investments given as collateral

The book value of investments given as collateral against borrowings is as follows:
Pakistani Investment Bonds
Market Treasury Bills

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	(Rupees in '000)	(Rupees in '000)
	1,021,117,128	1,253,027,780
	984,719,167	602,314,423
	<u>2,005,836,295</u>	<u>1,855,342,203</u>

9.1.2

Associates

	Number of shares	Percentage of holding	Country of incorporation	Based on the financial statements as at	Assets	Liabilities	Revenue	Profit / (loss) after taxation	Total comprehensive income / (loss)
Listed									
First Credit and Investment Bank Limited	20,000,000	30.77	Pakistan	December 31, 2024 (Un-audited)	3,712,459	303,419	155,217	13,937	(19,097)
National Fibres Limited *	17,030,231	20.19	Pakistan	N/A	-	-	-	-	-
Liven Pharma Limited	3,970,859	32.79	Pakistan	December 31, 2024 (Un-audited)	972,627	68,342	9,483	(9,491)	(9,491)
(Formerly Land Mark Spinning Mills Limited)									
SG Allied Businesses Limited	3,754,900	25.03	Pakistan	December 31, 2024 (Un-audited)	1,526,314	328,513	7,485	(1,394)	(1,394)
Nina Industries Limited	4,906,000	20.27	Pakistan	N/A	-	-	-	-	-
NBP Stock Fund	31,347,444	4.236	Pakistan	December 31, 2024 (Un-audited)	36,221,848	712,439	11,779,312	11,419,378	11,419,378
Unlisted									
Pakistan Emerging Venture Limited	12,500,000	33.33	Pakistan	June 30, 2022 (Audited)	478	404	56	(385)	(385)
National Fructose Company Limited	1,300,000	39.5	Pakistan	N/A	-	-	-	-	-
Venture Capital Fund Management *	33,333	33.33	Pakistan	N/A	-	-	-	-	-
Kamal Enterprises Limited *	11,000	20.37	Pakistan	N/A	-	-	-	-	-
Mehran Industries Limited *	37,500	32.05	Pakistan	N/A	-	-	-	-	-
Tharparkar Sugar Mills Limited *	2,500,000	21.52	Pakistan	N/A	-	-	-	-	-
Youth Investment Promotion Society *	644,508	25	Pakistan	N/A	-	-	-	-	-
Dadabhai Energy Supply Company Limited	9,900,000	23.11	Pakistan	N/A	-	-	-	-	-
K-Agricole Limited *	5,000	20	Pakistan	N/A	-	-	-	-	-
Pakistan Mercantile Exchange Limited	10,653,860	33.98	Pakistan	December 31, 2024 (Un-audited)	8,743,752	7,947,163	286,024	117,639	117,639
Prudential Fund Management Limited *	150,000	20	Pakistan	N/A	-	-	-	-	-

* Nil figure represent shares which have been acquired under different arrangements without any cost

9.1.3

Subsidiaries

Cast-N-Link Products Limited	1,245,000	76.51	Pakistan	N/A	-	-	-	-	-
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Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

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

9.2 Credit Allowance for diminution in value of investments

9.2.1	Opening balance	15,940,168	20,050,374
	Impact of reclassification on adoption of IFRS 9	(573,853)	(12,665,194)
	Impact of ECL recognised on adoption of IFRS 9	156,740	7,038,193
		15,523,055	14,423,372
	Charge for the period / year	505,860	1,389,296
	Reversals for the period / year	(545)	(5,058,638)
	Reversals on disposals	-	2,221,688
		505,315	(1,447,651)
	Transfers - net	-	155,435
	Others movement	-	2,812,051
	Exchange adjustment	4,987	(3,036)
	Closing Balance	16,033,357	15,940,168

9.2.2 Particulars of credit loss allowance against debt securities

Category of classification		March 31, 2025 (Un-audited)		December 31, 2024 (Audited)	
		Outstanding amount	Credit loss allowance Held	Outstanding amount	Credit loss allowance Held
------(Rupees in '000)-----					
Domestic					
Performing	Stage 1	4,776,833	82,327	4,362,670	166,532
Underperforming	Stage 2	2,000,000	159,545	2,864,333	110,692
Non-Performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		7,089,795	7,089,795	7,090,336	7,090,336
		13,866,628	7,331,667	14,317,339	7,367,560
Overseas					
Performing	Stage 1	-	-	-	-
Underperforming	Stage 2	75,250,645	7,624,718	77,142,148	6,936,211
Non-Performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
		75,250,645	7,624,719	77,142,148	6,936,211
Total		89,117,273	14,956,386	91,459,487	14,303,771

9.3 The market value of securities classified at amortised cost as at March 31, 2025 amounted to Rs. 268,102 million (December 31, 2024: Rs. 272,292 million).

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

10. ADVANCES

Note	Performing		Non performing		Total	
	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
	March 31, 2025	December 31, 2024	March 31, 2025	December 31, 2024	March 31, 2025	December 31, 2024
----- (Rupees in '000) -----						
Loans, cash credits, running finances, etc.	1,191,699,877	1,237,052,063	206,857,596	254,201,092	1,398,557,473	1,491,253,155
Islamic financing and related assets	130,449,451	144,913,723	1,985,998	1,985,434	132,435,449	146,899,157
Net Investment in finance lease	10.1 -	1,288	-	23,253	-	24,541
Bills discounted and purchased	23,529,900	21,296,996	13,261,021	13,228,689	36,790,921	34,525,685
Advances - gross	10.2 1,345,679,228	1,403,264,070	222,104,615	269,438,468	1,567,783,843	1,672,702,538
Credit loss allowance against advances						
-Stage 1	20,587,439	19,751,831	-	-	20,587,439	19,751,831
-Stage 2	10,874,595	10,808,620	-	-	10,874,595	10,808,620
-Stage 3	25,342,238	16,716,120	211,380,563	209,297,430	236,722,801	226,013,550
- General	13,965,932	11,501,411	-	-	13,965,932	11,501,411
10.4	70,770,204	58,777,982	211,380,563	209,297,430	282,150,767	268,075,412
Advances - net of provision	1,274,909,024	1,344,486,088	10,724,053	60,141,038	1,285,633,077	1,404,627,126

*This represents credit loss allowance against loans that have been classified as stage 3 according to IFRS 9. (Also refer note# 10.5.4)

10.1 Net investment in finance lease

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Not later than one year	Later than one and up to five years	Over five years	Total	Not later than one year	Later than one and up to five years	Over five years	Total
----- (Rupees in '000) -----								
Lease rentals receivable	-	-	-	-	47,315	-	-	47,315
Residual value	-	-	-	-	1,335	-	-	1,335
Minimum lease payments	-	-	-	-	48,650	-	-	48,650
Less: financial charges for future periods	-	-	-	-	24,109	-	-	24,109
Present value of minimum lease payments	-	-	-	-	24,541	-	-	24,541

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

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
----- (Rupees in '000) -----		
10.2 Particulars of advances (Gross)		
In local currency	1,435,683,502	1,385,518,032
In foreign currencies	132,100,340	287,184,506
	1,567,783,843	1,672,702,538

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10.3 Advances includes Rs.222,104 million (December 31, 2024: Rs. 269,438 million) which have been placed under non-performing / stage 3 status as detailed below:

Category of Classification	March 31, 2025 (Un-audited)		December 31, 2024 (Audited)	
	Non performing loans	Credit Loss Allowance	Non performing loans	Credit Loss Allowance
------(Rupees in '000)-----				
Domestic				
Other Assets Especially Mentioned	3,911,967	2,228,764	2,441,119	1,257,677
Substandard	6,892,976	4,911,355	55,792,771	3,596,871
Doubtful	8,908,450	7,017,388	9,732,418	7,655,003
Loss	141,006,884	138,431,065	140,291,464	137,910,759
	160,720,276	152,588,572	208,257,772	150,420,310
Overseas				
Overdue by:				
Upto 90 days	-	-	-	-
91 to 180 days	-	-	-	-
181 to 365 days	387,299	193,650	385,067	192,534
> 365 days	60,997,040	58,598,341	60,795,629	58,684,587
	61,384,339	58,791,991	61,180,696	58,877,121
Total	222,104,615	211,380,563	269,438,468	209,297,430
Stage 3 as per IFRS 9	-	25,342,238		16,716,120
Total	222,104,615	236,722,801	269,438,468	226,013,550

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

10.4 Particulars of credit loss allowance against advances

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Note								
----- (Rupees in '000) -----								
Opening balance	19,751,831	10,808,620	226,013,550	-	11,501,411	268,075,412	-	203,794,530
Impact due to adoption of IFRS-9	6,940	-	17,523,924	-	-	17,530,864	-	203,794,530
	19,758,771	10,808,620	243,537,474	-	11,501,411	285,606,276	-	11,659,813
Exchange adjustments	-	-	14,767	-	-	-	(3,795,606)	-
Charge for the period / year	3,998,314	3,972,098	3,276,354	-	7,431,728	2,809,002	9,781,273	-
Reversals	(2,930,398)	(3,991,815)	(1,202,713)	-	(3,064,006)	(5,900,820)	(4,762,423)	-
	1,067,916	(19,717)	2,073,641	-	4,367,722	(3,091,818)	5,018,850	-
Amounts written off	-	-	(12,852)	-	-	-	(228,651)	-
Amounts charged off - agriculture financing	-	-	(145,980)	-	-	-	(138,990)	-
Transfer to stage 1	-	-	-	-	-	-	-	-
Transfer to stage 2	(223,529)	223,529	-	-	(453,966)	2,568,844	(2,114,878)	-
Transfer to stage 3	(15,719)	(137,837)	153,556	-	(37,862)	(306,122)	343,984	-
Other movement	-	-	(8,897,805)	-	-	-	-	-
Closing balance	20,587,439	10,874,595	236,722,801	-	19,751,831	10,808,620	226,013,550	-

10.5 Advances - Particulars of credit loss allowance

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
----- (Rupees in '000) -----								
Opening balance	19,751,831	10,808,620	226,013,550	-	11,501,411	268,075,412	-	203,794,530
Impact due to adoption of IFRS-9	6,940	-	17,523,924	-	-	17,530,864	-	203,794,530
	19,758,771	10,808,620	243,537,474	-	11,501,411	285,606,276	-	11,659,813
Opening balance - restated	3,998,314	3,972,098	3,276,354	-	2,502,831	13,749,698	-	21,370
New Advances	-	-	14,767	-	(30,716)	-	(3,795,606)	-
Exchange Adjustment	-	-	-	-	-	-	-	-
Charge for the period	(2,930,398)	(3,991,815)	(1,202,713)	-	(3,064,006)	(5,900,820)	(4,762,423)	-
Advances derecognised or	-	-	-	-	-	-	-	-
Transfer to stage 1	(223,529)	223,529	-	-	(453,966)	2,568,844	(2,114,878)	-
Transfer to stage 2	(15,719)	(137,837)	153,556	-	(37,862)	(306,122)	343,984	-
Transfer to stage 3	-	-	(8,897,805)	-	-	-	-	-
Other Movement	828,668	65,975	(6,655,840)	-	2,464,521	(3,296,677)	554,557	-
	-	-	(12,852)	-	-	-	6,907	-
Amounts written off	-	-	(12,852)	-	-	-	(228,651)	-
Amounts charged off - agriculture financing	-	-	(145,980)	-	-	-	(138,990)	-
Closing balance	20,587,439	10,874,595	236,722,801	-	19,751,831	10,808,620	226,013,550	-

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

10.5.2 Advances - Category of classification

		March 31, 2025 (Un-audited)			December 31, 2024 (Audited)		
Domestic		Outstanding amount	Credit loss allowance Held	Net of Advances	Outstanding amount	Credit loss allowance Held	Net of Advances
(Rupees in '000)							
Performing	Stage 1	1,107,620,626	19,957,100	1,087,663,526	1,259,955,115	19,661,405	1,240,293,710
Underperforming	Stage 2	160,008,196	10,705,962	149,302,234	57,446,313	10,660,785	46,785,528
Non-Performing	Stage 3						
Domestic							-
Other Assets Especially Mentioned		3,911,967	2,228,764	1,683,203	2,441,119	1,257,677	1,183,442
Substandard		6,892,976	4,911,355	1,981,620	55,792,771	3,596,871	52,195,900
Doubtful		8,908,450	7,017,388	1,891,062	9,732,418	7,655,003	2,077,416
Loss		141,006,883	138,431,065	2,575,818	140,291,464	137,910,759	2,380,705
Stage 3 as per IFRS 9		47,960,429	25,342,238	22,618,191	20,271,768	16,716,120	3,555,648
General Provision		-	13,965,932	(13,965,932)	-	11,501,411	(11,501,411)
		<u>208,680,704</u>	<u>191,896,741</u>	<u>16,783,963</u>	<u>228,529,540</u>	<u>178,637,841</u>	<u>49,891,699</u>
Sub Total		1,476,309,525	222,559,803	1,253,749,722	1,545,930,968	208,960,031	1,336,970,937
Overseas							
Performing	Stage 1	22,110,197	630,339	21,479,858	18,723,265	32,732	18,690,533
Underperforming	Stage 2	7,979,781	168,633	7,811,148	40,060,847	147,835	39,913,012
IFRS 9 not applicable		-	-	-	6,806,762	57,694	6,749,068
Non-Performing	Stage 3						
Substandard		-	-	-	-	-	-
Doubtful		387,299	193,650	193,650	385,067	192,534	192,534
Loss		60,997,041	58,598,341	2,398,700	60,795,629	58,684,587	2,111,042
		<u>61,384,340</u>	<u>58,791,991</u>	<u>2,592,349</u>	<u>61,180,696</u>	<u>58,877,121</u>	<u>2,303,576</u>
Sub Total		91,474,318	59,590,963	31,883,355	126,771,570	59,115,381	67,656,189
Total		<u>1,567,783,843</u>	<u>282,150,767</u>	<u>1,285,633,077</u>	<u>1,672,702,538</u>	<u>268,075,412</u>	<u>1,404,627,126</u>

10.5.3 General provision includes provision amounting to Rs.52 million (December 31, 2024: Rs. 90 million) pertaining to overseas advances to meet the requirements of regulatory authorities of the respective countries in which the Bank operates where IFRS 9 has not been implemented. This general provision can be maintained till December 31, 2026 under BPRD circular No. 1 of 2025 dated January 22, 2025.

10.5.4 The SBP had allowed specific relaxation to the Bank for non-classification of overdue loans of certain Public Sector Entities (PSEs) which are guaranteed by Government of Pakistan as non-performing loans up till December 31, 2024. Bank has applied for further relaxation from SBP, however, response is awaited. No provision is required against these loans; however, mark-up is being suspended as required by the Prudential Regulations. Further SBP has allowed specific relaxation on the requirement for ECL against overdue foreign currency loan of a Public Sector Entity permanently.

10.5.5 These represent non-performing advances for agriculture finance which have been classified as loss and fully provided for more than 3 years. These non-performing advances have been charged off by extinguishing them against the provision held in accordance with Prudential Regulations for Agriculture Financing issued by the SBP. This charge off does not, in any way, prejudice the Bank's right of recovery from these customers.

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
Note		(Rupees in '000)	
11.	Property and equipment		
	Capital work-in-progress	11.1 1,624,493	1,587,358
	Property and equipment	61,252,505	60,643,875
		<u>62,876,998</u>	<u>62,231,233</u>
11.1	Capital work-in-progress		
	Civil works	1,555,033	1,500,429
	Equipment	10,727	10,727
	Advances to suppliers and contractors	58,733	76,202
		<u>1,624,493</u>	<u>1,587,358</u>

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

		(Un-audited)	
		March 31, 2025	March 31, 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		130,880	162,211
Property and equipment			
Building on freehold land		53,939	217,481
Building on leasehold land		4,721	11,674
Furniture and fixtures		314,785	228,476
Computer and peripheral equipment		833,689	53,277
Electrical and office equipment		238,628	108,832
Vehicles		231,261	93,794
		1,677,024	713,534
Total		1,807,904	875,745

11.3 Disposal of Property and equipment

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

Furniture and fixture	348	-
Computer and peripheral equipment	88	-
Electrical and office equipment	75	-
Vehicles	17,081	673
Total	17,591	673

	March 31, 2025 (Un-audited)			December 31, 2024 (Audited)		
	Buildings	Others	Total	Buildings	Others	Total
12. RIGHT-OF-USE ASSETS	------(Rupees in '000)-----					
At January 1,						
Cost	19,088,821	92,500	19,181,321	19,864,344	-	19,864,344
Accumulated Depreciation	(12,560,714)	(24,264)	(12,584,978)	(12,528,443)	-	(12,528,443)
Net Carrying amount at January 1	6,528,107	68,236	6,596,343	7,335,901	-	7,335,901
Additions during the period/year	1,803,875	-	1,803,875	1,315,038	92,500	1,407,538
Deletions during the period/year	-	-	-	29,644	-	29,644
Depreciation Charge for the period/year	654,758	11,708	666,467	2,093,188	24,264	2,117,452
Net Carrying amount	7,677,223	56,528	7,733,751	6,528,107	68,236	6,596,343

	(Un-audited)		(Audited)	
	March 31, 2025		December 31, 2024	
------(Rupees in '000)-----				
13. INTANGIBLE ASSETS				
Capital work-in-progress - Software Implementation	942,472		929,882	
Computer Software	1,267,074		1,084,568	
Goodwill on NBP Fund Acquisition	562,553		562,553	
	2,772,099		2,577,003	

		(Un-audited)	
		March 31, 2025	March 31, 2024
		------(Rupees in '000)-----	
13.1 Additions to intangible assets			

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

Capital work-in-progress - net additions	341,963	18,755
Directly purchased	305,950	40,528
Total	647,913	59,283

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
Note		------(Rupees in '000)-----	
14. DEFERRED TAX ASSET/ (DEFERRED TAX LIABILITIES)			
Deductible temporary differences on			
Deductible temporary differences on			
- Tax losses carried forward		10,705	10,705
- Post retirement employee benefits		7,877,246	7,544,995
- Net credit loss allowance against investments		4,492,483	4,148,213
- Net credit loss allowance against loans and advances		34,509,973	22,864,227
- Net credit loss allowance against off-balance sheet obligations		1,748,183	1,751,226
- Excess of accounting book values over tax written down values of property and equipment		1,683,184	1,493,052
- Other credit loss allowance		632,277	735,122
- Provision against contingencies		221,740	221,741
- Net credit loss allowance against Balance with other banks		1,795	8
- Net credit loss allowance against Balance with other Central bank		10,657	9,358
- Net credit loss allowance against lending to financial institution		(292)	(292)
- Right-of-use assets		935,909	890,496
- Others		52,123,861	39,668,851
Taxable temporary differences on			
- Surplus on revaluation of Property and equipment		(3,715,066)	(3,673,192)
- Surplus/Deficit on revaluation of investments		(61,064,838)	(75,513,506)
- Surplus on revaluation of non-banking assets		(116,737)	(118,215)
- Exchange translation reserve		(1,216,440)	(1,169,112)
- Excess of accounting book value of leased assets		-	42,817
- Opening impact IFRS-9		(232,907)	(232,907)
		(66,345,988)	(80,664,115)
		(14,222,127)	(40,995,264)
15. OTHER ASSETS			
Income / return / mark-up accrued in local currency		138,122,228	149,076,442
Income / return / mark-up accrued in foreign currencies		10,271,792	11,134,215
Advances, deposits, advance rent and other prepayments		41,621,208	42,689,543
Advance taxation (payments less provisions) and Income tax refunds receivable		179,794	227,785
Income tax refunds receivable		-	18,356
Compensation for delayed tax refunds		22,129,925	22,129,925
Non-banking assets acquired in satisfaction of claims		1,136,895	1,153,069
Assets acquired from Corporate and Industrial Restructuring Corporation (CIRC)		208,423	208,423
Mark to market gain on forward foreign exchange contracts		200,611	-
Commission receivable on Government treasury transactions		8,592,132	5,291,790
Stationery and stamps on hand		487,981	452,880
Barter trade balances		195,399	195,399
Receivable on account of Government transactions		323,172	323,172
Receivable from Government under VHS scheme		418,834	418,834
Receivable against sale of shares		103,347	64,990
Acceptances		13,935,811	9,580,543
Receivable from Pakistan Stock Exchange		-	434,284
Receivable from Customers		2,899,800	784,291
Deferred fair value loss	15.3	12,259,428	12,587,242
Others		12,292,839	13,798,664
		265,379,619	270,569,847
Less: Provision held against other assets	15.1	12,965,542	12,655,396
Less: Credit loss allowance held against markup receivable	15.2	1,099,574	1,225,858
Other Assets (Net of credit loss allowance)		251,314,503	256,688,593
Surplus on revaluation of non-banking assets acquired in satisfaction of claims		2,993,681	2,995,046
Other assets - total		254,308,184	259,683,639

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	------(Rupees in '000)-----	
15.1 Provision held against other assets		
Income / mark-up accrued in local currency	152,607	152,607
Advances, deposits, advance rent and other prepayments	800,000	800,000
Stationery and stamps on hand	96,542	96,542
Barter trade balances	195,399	195,399
Receivable on account of Government transactions	323,172	323,172
Receivable from Government under VHS scheme	418,834	418,834
Protested bills	4,539,008	4,566,759
Ex-MBL / NDFC - other assets	760,941	760,941
Assets acquired from Corporate and Industrial Restructuring Corporation asset (CIRC)	208,423	208,423
Others	5,470,615	5,132,719
	<u>12,965,542</u>	<u>12,655,396</u>
15.1.1 Movement in Provision held against other assets		
Opening balance	12,655,396	12,495,413
(Reversal) / Charge for the period / year	295,868	(33,596)
Adjustment against provision	-	(17,939)
Other Movement	14,278	211,518
Closing balance	<u>12,965,542</u>	<u>12,655,396</u>
15.2 Credit loss allowance held against mark-up receivable		
Opening balance	1,225,858	-
Impact of ECL recognition on adoption of IFRS-9	1,345	1,125,218
Charge for the period/year	(127,628)	100,640
Closing balance	<u>1,099,574</u>	<u>1,225,858</u>
15.3	This represents fair value loss arising from the restructuring of Pakistan International Airlines Corporation Limited (PIACL). The SBP through its Circular Letter No. BPRD / BRD / PIAHCL / 733688 – 2024 dated August 01, 2024 has allowed staggering of such fair value impact over a period of 06 years at rates 5%, 10%, 15%, 20%, 25% and 25% from year 01 to year 06. Accordingly, the Bank has recognised proportionate amount of 2nd year's 10% of loss in these consolidated financial statements.	
	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	------(Rupees in '000)-----	
16. BILLS PAYABLE		
In Pakistan	16,418,498	25,878,780
Outside Pakistan	192,188	181,343
	<u>16,610,686</u>	<u>26,060,123</u>
17. BORROWINGS		
Secured		
Borrowings from State Bank of Pakistan		
Under Export Refinance Scheme	24,733,926	25,676,900
Financing Scheme for Renewable Energy	1,325,152	1,393,611
Refinance Facility for Modernization of SMEs	122,513	135,466
Financing Facility for Storage of Agriculture Produce (FFSAP)	324,330	365,850
Under Long-Term Financing Facility (LTFF)	13,542,497	13,716,223
Temporary Economic Refinance Facility	13,464,963	13,612,139
Refinance and Credit Guarantee Scheme for Women Entrepreneurs (RCWE)	123,418	99,514
Export Refinance scheme for Bill Discounting	2,282,141	2,207,230
Refinance Facility for Combating Covid-19	21,131	21,131
	55,940,071	57,228,064
Repurchase agreement borrowings	9.1.1 2,005,836,295	1,855,342,203
	<u>2,061,776,366</u>	<u>1,912,570,267</u>

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	------(Rupees in '000)-----	
Unsecured		
Call borrowings	16,947,618	21,989,167
Overdrawn nostro accounts	56,743	197,488
Borrowing from Pakistan Mortgage Refinance Company	3,000,000	3,000,000
	20,004,361	25,186,655
	<u>2,081,780,727</u>	<u>1,937,756,922</u>

17.1 Particulars of borrowings with respect to currencies

In local currency	2,064,833,109	1,918,267,755
In foreign currencies	16,947,618	19,489,167
	<u>2,081,780,727</u>	<u>1,937,756,922</u>

17.2 Mark-up/ interest rates and other terms are as follows:

- The Bank has entered into agreements with the SBP for extending export refinance to customers. As per the terms of the agreement, the Bank has granted SBP the right to recover the outstanding amount from the Bank at the date of maturity of finances by directly debiting the current account maintained by the Bank with the SBP. These borrowings carry mark-up of 1.00 % to 16.00 % per annum (December 31, 2024: from 1.00 % to 16.00% per annum).
- Repurchase agreement borrowings carry mark-up ranging from 11.25% to 13% per annum (December 31, 2023: 12.00 % to 14.00% per annum) having maturities ranging from April 3, 2025 to April 18, 2025.
- Call borrowings carry interest ranging from 4.79 % to 7.85 % per annum (December 31, 2024: 4.44% to 14.10% per annum).

17.3 Borrowings from the SBP under export oriented projects refinance schemes of the SBP are secured by the Bank's cash and security balances held by the SBP.

17.4 Pakistan Investment Bonds and Market Treasury Bills having maturity of 2 - 5 Years and 1 Year respectively, are pledged as security under borrowing having carrying amount of Rs. 2,005,836 million (December 31, 2024: Rs.1,855,342 million).

18. DEPOSITS AND OTHER ACCOUNTS

	March 31, 2025 (Un-audited)			December 31, 2024 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	------(Rupees in '000)-----					
Customers						
Current deposits - remunerative	856,714,694	-	856,714,694	925,418,336	-	925,418,336
Current deposits - non-remunerative	642,923,305	147,069,942	789,993,247	697,490,426	150,386,822	847,877,248
Savings deposits	938,641,876	182,799,118	1,121,440,994	920,944,729	166,983,905	1,087,928,634
Term deposits	507,739,932	268,091,620	775,831,552	508,608,226	259,883,774	768,492,000
Others	52,596,088	6,944	52,603,032	11,713,858	6,711	11,720,569
	<u>2,998,615,895</u>	<u>597,967,624</u>	<u>3,596,583,519</u>	<u>3,064,175,575</u>	<u>577,261,212</u>	<u>3,641,436,787</u>
Financial Institutions						
Current deposits - Remunerative	2,348,566	-	2,348,566	4,043,354	-	4,043,354
Current deposits - non-remunerative	235,920,691	817,795	236,738,486	169,952,266	836,653	170,788,919
Savings deposits	34,991,747	-	34,991,747	32,044,776	4,214,835	36,259,611
Term deposits	10,533,433	8,950,768	19,484,201	8,683,690	3,999,936	12,683,626
Others	-	298	298	-	-	-
	<u>283,794,437</u>	<u>9,768,861</u>	<u>293,563,298</u>	<u>214,724,086</u>	<u>9,051,424</u>	<u>223,775,510</u>
	<u>3,282,410,332</u>	<u>607,736,485</u>	<u>3,890,146,817</u>	<u>3,278,899,661</u>	<u>586,312,636</u>	<u>3,865,212,297</u>

18.1 Foreign currencies deposits includes deposit of foreign branches amounting to Rs. 120,192 million (December 31, 2024: Rs. 104,461 million).

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
Note	(Rupees in '000)	
19. LEASE LIABILITIES AGAINST RIGHT OF USE ASSETS		
Outstanding amount at the start of the period/year	8,585,682	8,891,000
Additions during the period/year	1,723,559	2,064,589
Lease payments including interest	(772,377)	(3,310,780)
Interest expense	288,209	1,050,289
Exchange difference	15,829	(109,416)
Outstanding amount at the end of the period/year	9,840,902	8,585,682
Liabilities Outstanding		
Less than one year	1,794,916	1,720,059
One to five years	5,125,304	4,557,122
Five to Ten Years	2,138,661	1,581,913
More than Ten Years	782,021	726,588
Total undiscounted lease liabilities	9,840,902	8,585,682
20. OTHER LIABILITIES		
Mark-up / return / interest payable in local currency	111,051,446	198,479,773
Mark-up / return / interest payable in foreign currencies	1,138,471	2,126,296
Unearned commission and income on bills discounted	369,345	316,175
Accrued expenses	15,471,623	15,598,804
Advance payments	860,895	426,199
Current taxation (provisions less payments)	41,561,390	14,338,206
Unclaimed dividends	173,523	174,057
Dividends payable	17,020,105	-
Mark to market loss on forward foreign exchange contracts	-	379,658
Branch adjustment account	974,919	3,772,016
Payable to defined benefit plan:		
Pension fund	75,309,851	75,638,568
Post retirement medical benefits	41,028,468	39,745,198
Benevolent fund	1,844,197	1,882,384
Gratuity scheme	5,400,788	5,333,423
Compensated absences	10,203,470	10,227,411
Staff welfare fund	409,138	394,102
Liabilities relating to barter trade agreements	4,300,363	4,280,203
Provision against contingencies	20.1 5,737,162	5,343,606
Credit loss allowance against off-balance sheet obligations	20.2 10,618,117	1,726,164
Payable to brokers	135,508	30,288
PIBs short selling	491,661	-
Payable to customers	918,613	857,521
Acceptances	13,935,811	9,580,543
Others	20,260,643	20,687,229
	379,215,507	411,337,824
20.1 Provision against contingencies		
Opening balance	5,343,606	4,698,118
Charge for the period / year	108,674	426,424
Other movement	284,882	219,064
Closing balance	5,737,162	5,343,606

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
Note		------(Rupees in '000)-----	
20.2	Credit loss allowance against off-balance sheet obligations		
	Opening balance	1,726,164	627,494
	Impact of adoption of IFRS-9	2,155	4,049,283
	Reversal during the period/year	(8,007)	(669,509)
	Transfer in / (out)	8,897,805	(2,281,104)
	Closing balance	<u>10,618,117</u>	<u>1,726,164</u>
21.	SURPLUS ON REVALUATION OF ASSETS		
	Surplus on revaluation of:		
	- Securities measured at FVOCI Debt	9.1 30,024,908	50,319,905
	- Securities measured at FVOCI Equity	87,407,472	94,898,376
	- Property and Equipment	49,303,882	49,394,600
	- Non-banking assets acquired in satisfaction of claims	2,993,681	2,995,046
	- On securities of associates and joint venture	(91,277)	(93,379)
		<u>169,638,666</u>	<u>197,514,548</u>
	Deferred tax on surplus on revaluation of:		
	- Securities measured at FVOCI / AFS-Debt	(15,612,952)	(26,166,351)
	- Securities measured at FVOCI / AFS-Equity	(45,451,885)	(49,347,156)
	- Property and equipment	(3,726,607)	(3,773,782)
	- Non-banking assets acquired in satisfaction of claims	(118,215)	(118,215)
		<u>(64,909,659)</u>	<u>(79,405,501)</u>
		<u>104,729,007</u>	<u>118,109,044</u>
22.	CONTINGENCIES AND COMMITMENTS		
	Guarantees	22.1 509,492,548	513,080,260
	Commitments	22.2 2,579,385,691	2,319,154,517
	Other contingent liabilities	22.3 24,919,585	26,536,608
		<u>3,113,797,824</u>	<u>2,858,771,385</u>
22.1	Guarantees		
	Financial guarantees	470,507,306	461,985,681
	Performance guarantees	38,985,242	51,094,580
		<u>509,492,548</u>	<u>513,080,260</u>
22.2	Commitments		
	Documentary credits and short-term trade-related transactions		
	- letters of credit	1,568,349,515	1,585,818,397
	Commitments in respect of:		
	- forward foreign exchange contracts	22.2.1 699,575,555	637,181,340
	- forward government securities transactions	22.2.2 295,290,272	79,587,535
	- forward lending	22.2.3 15,316,027	15,467,596
	Commitments for acquisition of:		
	- operating fixed assets	837,314	1,082,641
	Other commitments	22.2.4 17,008	17,008
		<u>2,579,385,691</u>	<u>2,319,154,517</u>

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

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

22.2.1 Commitments in respect of forward foreign exchange contracts

Purchase	459,970,534	419,040,101
Sale	239,605,021	218,141,239
	<u>699,575,555</u>	<u>637,181,340</u>

Commitments for outstanding forward foreign exchange contracts are disclosed in these consolidated condensed interim financial statements at contracted rates. Commitments denominated in foreign currencies are expressed in Rupee terms at the rates of exchange prevailing at the statement of financial position date.

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

22.2.2 Commitments in respect of forward government securities transactions

Purchase	275,348,331	74,167,535
Sale	19,941,940	5,420,000
	<u>295,290,272</u>	<u>79,587,535</u>

Commitments for outstanding forward government securities transactions are disclosed in these consolidated condensed interim financial statements at contracted rates.

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

22.2.3 Commitments in respect of forward lending

Undrawn formal standby facilities, credit lines and other commitment to lend	<u>15,316,027</u>	<u>15,467,596</u>
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These represent commitments that are irrevocable because they cannot be withdrawn at the discretion of the bank without the risk of incurring significant penalty or expense.

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

22.2.4 Other commitments

Professional services to be received	<u>17,008</u>	<u>17,008</u>
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22.3 Other contingent liabilities

Claims against the Bank not acknowledged as debt	22.3.1 <u>24,919,585</u>	<u>26,536,608</u>
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22.3.1 Claims against the Bank not acknowledged as debts includes claims relating to former Mehran Bank Limited amounting to Rs. 1,597 million (December 31, 2024: Rs. 1,597 million).

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

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

22.3.2 Taxation

As at March 31, 2025, the status of tax contingencies as disclosed in the annual audited consolidated financial statements for the year ended December 31, 2024 is same, except for the assesment for the tax year 2024 has been finalized wherein certain add backs were made by Taxation Officer which is being agitated at Appellate Forum.

22.3.3 Contingencies in respect of employees benefits and related matters

As at March 31, 2025, the status of contingencies relating to employees benefit including pensionary benefits and related matters as disclosed in the annual audited consolidated financial statements of the bank for the year ended December 31, 2024 is same.

(Un-audited)	
Quarter ended	
March 31, 2025	March 31, 2024
----- (Rupees in '000) -----	

23. MARK-UP / RETURN / INTEREST EARNED

Loans and advances	51,956,556	56,366,101
Investments	159,616,408	215,275,819
Lendings to financial institutions	1,050,485	2,570,230
Balances with banks	631,726	869,921
	<u>213,255,175</u>	<u>275,082,071</u>

24. MARK-UP / RETURN / INTEREST EXPENSED

On:		
Deposits	73,560,913	115,419,124
Borrowings	1,474,316	1,891,891
Cost of foreign currency swaps against foreign currency deposits	1,838,153	3,667,439
Finance Charges lease liability against right of use assets	299,029	241,414
Securities sold under repurchase agreements	66,329,846	124,734,681
	<u>143,502,258</u>	<u>245,954,549</u>

25. FEE AND COMMISSION INCOME

Branch banking customer fees	478,000	478,760
Consumer finance related fees	252,719	169,078
Card related fees	1,740,818	1,254,346
Credit related fees	110,400	73,036
Investment banking fees	110,296	39,084
Commission on trade	544,302	741,581
Commission on guarantees	544,399	349,988
Commission on cash management	11,210	12,573
Commission on remittances including home remittances	86,430	384,091
Commission on bancassurance	68,520	34,648
Commission on government transactions	3,551,943	2,021,195
Management fee and sale load	1,667,404	664,063
Brokerage income	29,438	25,681
Others	13,812	31,911
	<u>9,209,691</u>	<u>6,280,035</u>

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

		(Un-audited)	
		Quarter ended	
		March 31, 2025	March 31, 2024
Note		------(Rupees in '000)-----	
26. (LOSS) / GAIN ON SECURITIES - NET			
Realised	26.1	1,152,539	2,749,911
Unrealised - Measured at FVPL	9.1	(1,252,959)	1,665,176
Unrealized - Short selling		-	9,131
		<u>(100,420)</u>	<u>4,424,218</u>
26.1 Realized gain / (loss) on			
Federal Government Securities		824,163	1,882,955
Shares		226,737	866,956
Ijarah Sukuks		101,639	-
		<u>1,152,539</u>	<u>2,749,911</u>
26.2 Net gain / loss on financial assets / liabilities measured at FVTPL:			
Designated upon initial recognition		(1,249,290)	(33,691)
Mandatorily measured at FVTPL		(3,669)	1,698,867
		<u>(1,252,959)</u>	<u>1,665,176</u>
27. OTHER INCOME			
Rent on property		26,537	11,374
Gain on sale of Property and equipment - net		10,311	1,354
Insurance Claim		68,491	-
Swift share allocation		22,256	-
Reversal of expenses		244,872	-
Others		41,987	57,904
		<u>394,454</u>	<u>70,632</u>
28. OPERATING EXPENSES			
Total compensation expenses		19,350,474	14,631,931
Property expense			
Rent and taxes		230,795	348,258
Insurance		26,371	9,877
Utilities cost		589,340	580,241
Security (including guards)		1,084,195	978,149
Repair and maintenance (including janitorial charges)		474,069	357,343
Depreciation		185,938	119,733
Depreciation on non banking assets		17,539	4,479
Depreciation on right of use assets		487,314	518,653
		<u>3,095,561</u>	<u>2,916,732</u>
Information technology expenses			
Software maintenance		660,292	716,087
Hardware maintenance		35,279	40,457
Depreciation		406,349	127,017
Amortisation		145,868	122,762
Network charges		306,322	214,988
IT Manage Services		442,019	117,998
		<u>1,996,129</u>	<u>1,339,309</u>

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

		(Un-audited)	
		Quarter ended	
		March 31, 2025	March 31, 2024
		(Rupees in '000)	
Other operating expenses	Note		
Directors' fees and reimbursement of other expenses		14,848	25,064
Directors' fees and reimbursement of other expenses - subsidiaries		7,140	5,940
Fees and allowances to Shariah Board		5,306	4,266
Legal and professional charges		302,488	436,738
Outsourced services costs		402,393	214,313
Travelling and conveyance		312,296	339,943
NIFT clearing charges		61,856	50,818
Depreciation		441,712	382,708
Training and development		40,192	15,112
Postage and courier charges		91,155	38,689
Communication		449,879	203,582
Stationery and printing		372,771	303,928
Marketing, advertisement and publicity		412,709	132,342
Donations		1,698	5,509
Auditors' Remuneration		70,539	69,638
Financial charges on leased assets		49,918	31,707
Insurance		199,529	189,960
Entertainment		114,696	96,313
Clearing, verification and license fee charges		86,653	69,273
Vehicle Expenses		97,231	63,817
Repairs and maintenance		381,871	310,958
Brokerage		67,159	30,795
Loss on Sale of Fixed Asset		1,354	33,935
Deposit premium expense		405,511	348,216
WWF		15,906	-
Others		358,020	178,323
		4,764,830	3,581,888
		29,206,993	22,469,860
29. OTHER CHARGES			
Penalties imposed by State Bank of Pakistan		11,790	10,891
		11,790	10,891
30. CREDIT LOSS ALLOWANCE & WRITE OFFS - NET			
Credit loss allowance for diminution in value of investments	9.2.1	505,315	117,448
Credit loss allowance against loans and advances	10.4	5,617,077	340,401
Provision held against other assets	15.1.1	295,868	(15,015)
Credit loss allowance against balances with other banks	7.	1	
Credit loss allowance against balances with other central bank		2,499	
Credit loss allowance against against markup receivable	15.2	(127,628)	134,584
Credit loss allowance against against contingencies	20.1	108,674	19,351
Credit loss allowance against against off balance Sheet	20.2	(8,007)	130,722
		6,393,799	727,490

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

		(Un-audited)	
		Quarter ended	
		March 31, 2025	March 31, 2024
		------(Rupees in '000)-----	
31. TAXATION	Note		
Current			
For the year		27,871,550	10,723,750
Prior years		-	-
		27,871,550	10,723,750
Deferred			
For the year		(2,888,971)	(115,469)
Prior years		-	-
		(2,888,971)	(115,469)
		24,982,579	10,608,281
32. EARNINGS PER SHARE - BASIC AND DILUTED			
Profit for the period (Rupees in 000's)		21,883,603	9,708,340
Weighted average number of ordinary shares (000's)		2,127,513	2,127,513
Earnings per share - basic and diluted (Rupees)		10.29	4.56

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

		(Un-audited)	
		Quarter ended	
		March 31, 2025	March 31, 2024
		------(Rupees in '000)-----	
33. CASH AND CASH EQUIVALENT	Note		
Cash and balances with treasury banks	6.	307,818,849	407,851,774
Balances with other banks	7.	49,806,032	30,001,453
Call / clean money lendings	8.	-	9,723
Call money borrowings	17.	(16,947,618)	(19,861,821)
Overdrawn nostro accounts	17.	(56,743)	(571,868)
		340,620,521	417,429,260

34. FAIR VALUE MEASUREMENTS

The fair value of quoted securities other than those classified as held to maturity, is based on quoted market price. Quoted instruments classified as 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.

34.1 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).

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited) For the three months period ended March 31, 2025

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

March 31, 2025 (Un-audited)					
	Carrying value	Level 1	Level 2	Level 3	Total
(Rupees in '000)					
On balance sheet financial instruments					
Financial assets - measured at fair value					
Investments					
Federal Government Securities					
- Market Treasury Bills	1,220,740,293	-	1,220,740,293	-	1,220,740,293
- Pakistan Investment Bonds	2,907,197,842	-	2,907,197,842	-	2,907,197,842
- Ijarah Sukuks	166,518,580	131,245,049	35,273,531	-	166,518,580
- Foreign Currency Debt securities	20,360,250	-	20,360,250	-	20,360,250
Ordinary Shares					
- Listed Companies	99,431,669	99,431,669	-	-	99,431,669
Preference Shares					
- Listed Companies	1,193,856	1,193,856	-	-	1,193,856
Non-Government debt securities					
- Term Finance Certificates and Sukuk Bonds	40,467,819	14,963,755	25,504,064	-	40,467,819
Mutual Fund units	5,858,298	-	5,858,298	-	5,858,298
Foreign Securities					
- Government debt securities	1,333,841	-	1,333,841	-	1,333,841
- Equity Securities - Listed	49,505,010	49,505,010	-	-	49,505,010
	4,512,607,456	296,339,339	4,216,268,118	-	4,512,607,456
Financial assets - disclosed but not measured at fair value					
Investments					
Federal Government Securities					
- Market Treasury Bills	305,848	-	305,848	-	305,848
- Pakistan Investment Bonds	213,047,542	-	266,917,186	-	266,917,186
- Ijarah Sukuks	19,049,170	-	13,820,100	-	13,820,100
- Foreign Currency Debt securities	6,216,289	-	7,013,350	-	7,013,350
Non-Government debt securities					
- Term Finance Certificates and Sukuk Bonds	-	-	-	-	-
Foreign Securities					
- Government debt securities	36,912,705	-	37,243,083	-	37,243,083
- Non-Government debt securities	1,076	-	1,080	-	1,080
	275,532,630	-	325,300,647	-	325,300,647
	4,788,140,086	296,339,339	4,541,568,765	-	4,837,908,103
Off-balance sheet financial instruments - measured at fair value					
Commitments					
Foreign exchange contracts purchase and sale	699,575,555	-	-	-	-
Forward government securities transactions	295,290,272	-	23,201	-	23,201

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

December 31, 2024 (Audited)					
	Carrying value	Level 1	Level 2	Level 3	Total
(Rupees in '000)					
On balance sheet financial instruments					
Financial assets - measured at fair value					
Investments					
Federal Government Securities					
- Market Treasury Bills	1,206,109,126	-	1,206,109,126	-	1,206,109,126
- Pakistan Investment Bonds	2,793,255,571	-	2,793,255,571	-	2,793,255,571
- GOP Ijarah Sukuks	96,404,072	64,725,870	31,678,202	-	96,404,072
- Foreign Currency Debt securities	19,567,813	-	19,567,813	-	19,567,813
Ordinary Shares					
- Listed Companies	105,072,151	105,072,151	-	-	105,072,151
Preference Shares					
- Listed Companies	992,711	992,711	-	-	992,711
Non-Government debt securities					
- Term Finance Certificates and Sukuk Bonds	42,378,187	18,111,177	24,267,010	-	42,378,187
Mutual Fund units	8,748,858	2,994,767	5,754,091	-	8,748,858
Foreign Securities					
- Government debt securities	5,802,711	-	5,802,711	-	5,802,711
- Equity Securities - Listed	52,569,482	52,569,482	-	-	52,569,482
	4,330,900,682	244,466,158	4,086,434,524	-	4,330,900,682
Financial assets - disclosed but not measured at fair value					
Investments					
Federal Government Securities					
- Market Treasury Bills	59,594	-	59,594	-	59,594
- Pakistan Investment Bonds	222,656,096	-	222,656,096	-	222,656,096
- Ijarah Sukuks	14,373,995	-	14,373,995	-	14,373,995
- Foreign Currency Debt securities	6,287,309	-	6,287,309	-	6,287,309
Foreign Securities					
- Government debt securities	37,707,456	-	37,707,456	-	37,707,456
- Non-Government debt securities	1,077	-	1,077	-	1,077
	281,085,527	-	281,085,527	-	281,085,527
	4,611,986,209	244,466,158	4,367,520,051	-	4,611,986,209
Off-balance sheet financial instruments - measured at fair value					
Commitments					
Foreign exchange contracts purchase and sale	637,181,340	-	(379,658)	-	(379,658)
Forward government securities transactions	79,587,535	-	(774,179)	-	(774,179)

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

Valuation techniques used in determination of fair valuation of financial instruments within level 2 and level 3

Item	Valuation approach and input used
Federal Government securities	The fair value of Federal Government securities is determined using the prices / rates available on Mutual Funds Association of Pakistan (MUFAP) / Reuter page / Pakistan Stock Exchange.
Non-Government debt securities	The fair value of non-government debt securities is determined using the prices / rates from MUFAP / Pakistan Stock Exchange.
Mutual Fund units	The fair values of investments in mutual fund units are determined based on their net asset values as published on MUFAP.
Ordinary Shares	The fair value of Ordinary shares is determined using the prices from Pakistan Stock Exchange.
Foreign Securities	The fair value of foreign securities is determined using the prices from Reuter page.
Forward foreign exchange contracts and Forward Government securities transactions	The fair values of forward foreign exchange contracts and forward Government securities transactions are determined using forward pricing calculations.
Fixed assets and non-banking assets acquired in satisfaction of claims	Land, buildings and non-banking assets acquired in satisfaction of claims are revalued on a periodic basis using professional valuers. The valuation is based on their assessment of the market value of the assets. The effect of changes in the unobservable inputs used in the valuations cannot be determined with certainty. Accordingly, a qualitative disclosure of sensitivity has not been presented in these unconsolidated condensed interim financial statements.

34.2 Fair value of non-financial assets

Information about the fair value hierarchy of Bank's non-financial assets as at the end of the reporting period are as follows:

March 31, 2025 (Un-audited)				
Carrying value	Level 1	Level 2	Level 3	Total
------(Rupees in '000)-----				
Land and building (fixed assets)	54,325,490	-	-	54,325,490
Non-banking assets acquired in satisfaction of claims	4,130,576	-	-	4,130,576
	<u>58,456,066</u>	<u>-</u>	<u>-</u>	<u>58,456,066</u>
December 31, 2024 (Audited)				
Carrying value	Level 1	Level 2	Level 3	Total
------(Rupees in '000)-----				
Land and building (fixed assets)	54,416,216	-	-	54,416,216
Non-banking assets acquired in satisfaction of claims	4,148,115	-	-	4,148,115
	<u>58,564,331</u>	<u>-</u>	<u>-</u>	<u>58,564,331</u>

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Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

Three months ended March 31, 2024 (Un-audited)							
Retail Banking Group	Inclusive Development Group	Corporate & Investment Banking	Treasury	International, Financial Institution and Remittance	Atmaad & Islamic Banking	Head Office / Others	Total
(Rupees in '000)							
Net mark-up / return / interest	9,243,938	251,229	105,644,993	3,056,778	2,603,555	(4,222,773)	29,127,522
Inter segment revenue - net	(10,704,447)	1,576,071	(120,246,452)	-	(688,271)	7,490,906	-
Non mark-up / return / interest income	4,183,351	1,26,492	7,249,888	214,454	132,149	(109,130)	14,507,291
Total Income	37,242,681	(1,334,018)	3,386,009	(7,351,571)	3,271,231	2,047,433	43,634,813
Segment direct expenses	9,921,106	103,111	309,598	90,929	2,322,734	820,437	14,163,066
Inter segment expense allocation	-	-	-	-	-	8,317,685	-
Total expenses	9,921,106	103,111	309,598	90,929	2,322,734	820,437	8,317,685
Credit loss allowance	51,861	579,507	550,665	-	(121,579)	87,310	22,480,751
Profit / (loss) before taxation	27,269,715	(2,016,637)	2,525,745	(7,442,499)	1,070,076	1,139,686	727,490
						(2,526,904)	20,426,572
As at December 31, 2024 (Audited)							
Retail Banking Group	Inclusive Development Group	Corporate & Investment Banking	Treasury	International, Financial Institution and Remittance	Atmaad & Islamic Banking	Head Office / Others	Total
(Rupees in '000)							
Cash and balances with treasury	104,543,937	323,160	180,215,699	44,650,767	28,290,145	2,708,447	373,432,233
Investments	-	17,474,258	4,401,774,189	69,366,379	123,905,109	2,329,341	4,614,849,277
Net inter segment lending	2,654,121,574	-	-	-	-	385,852,374	(3,055,186,288)
Lendings to financial institutions	-	15,212,340	-	-	-	-	30,000,000
Advances - performing	255,462,856	634,925,249	-	68,891,051	144,913,723	(3,456,320)	1,403,264,070
Advances - non-performing	4,049,155	25,693,942	-	61,422,655	1,985,434	98,663,652	269,438,468
Provision against advances	(5,322,616)	(30,305,806)	-	(59,115,382)	(2,677,968)	(99,312,178)	(268,075,412)
Advances - net	254,189,395	349,845,335	589,277,729	71,198,324	144,221,189	(4,104,846)	1,404,627,126
Others	35,950,181	4,380,238	95,122,683	9,554,222	6,998,746	146,489,151	331,086,218
Total Assets	3,048,805,087	366,925,651	654,880,483	4,677,112,571	194,769,693	533,274,468	6,753,996,853
Borrowings	-	6,146,011	1,858,039,691	19,489,167	-	452,063	1,937,756,922
Deposits and other accounts	2,879,997,795	-	567,480,954	104,461,295	309,438,082	3,894,171	3,865,212,297
Net inter segment borrowing	-	340,348,843	1	2,631,278,091	67,253,026	16,306,327	(3,055,186,288)
Others	168,807,292	20,430,796	33,766,774	21,551,859	4,217,824	5,057,923	486,978,893
Total liabilities	3,048,805,087	366,925,651	654,877,719	4,510,869,641	195,421,312	237,432,658	6,289,948,112
Equity	-	2,764	166,242,930	(651,619)	2,612,857	295,841,808	464,048,741
Total equity and liabilities	3,048,805,087	366,925,651	654,880,483	4,677,112,571	194,769,693	533,274,468	6,753,996,853
Contingencies and commitments	-	69,715,086	2,006,678,247	732,236,471	-	27,636,257	2,858,771,385

Profit and loss account

Net mark-up / return / interest
Inter segment revenue - net
Non mark-up / return / interest income
Total Income

Segment direct expenses
Inter segment expense allocation
Total expenses
Credit loss allowance
Profit / (loss) before taxation

Statement of financial position

Cash and balances with treasury
Investments
Net inter segment lending
Lendings to financial institutions
Advances - performing
Advances - non-performing
Provision against advances
Advances - net
Others
Total Assets

Borrowings
Deposits and other accounts
Net inter segment borrowing
Others
Total liabilities
Equity
Total equity and liabilities

Contingencies and commitments

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

36. RELATED PARTY TRANSACTIONS

The Group has related party transactions with its associates, joint venture, employee benefit plans and its directors and key management personnel. The details of investment in joint venture and associates and their provisions are stated in note 9 of the consolidated condensed interim financial statement of the Group.

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, other than those which have been disclosed elsewhere in these consolidated financial statements, are as follows:

	As at March 31, 2025 (Un-audited)						As at December 31, 2024 (Audited)										
	Directors	Key management personnel	Associates	Pension Fund (Current)	Pension Fund (Fixed Deposit)	Pension Fund (N.I.D.A A/c)	Provident Fund	Other related parties	Directors	Key management personnel	Associates	Joint venture	Pension Fund (Current)	Pension Fund (Fixed Deposit)	Pension Fund (N.I.D.A A/c)	Provident Fund	Other related parties
------(Rupees in '000)-----																	
Balances with other banks																	
In current accounts	-	-	-	-	-	-	-	14,187	-	-	-	-	-	-	-	-	279,616
	-	-	-	-	-	-	-	14,187	-	-	-	-	-	-	-	-	279,616
Investments																	
Opening balance	-	-	-	-	-	-	-	100	-	-	-	-	-	-	-	-	4,921,177
Investment made during the period / year	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Investment redeemed / disposed off during the period / year	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer in / (out) - net	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-	-	1,190,129	-	-	-	-	-	-	-	-	(4,921,077)
Credit loss allowance for diminution in value of investments	-	-	-	-	-	-	-	1,190,229	-	-	-	-	-	-	-	-	100
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100
Advances																	
Opening balance	-	258,612	183,172	-	-	-	-	-	-	-	265,788	2,540,453	-	-	-	-	-
Addition during the period / year	-	8,393	-	-	-	-	-	-	-	-	75,194	-	-	-	-	-	-
Repaid during the period / year	-	(14,470)	-	-	-	-	-	-	-	-	(99,509)	(2,357,281)	-	-	-	-	-
Transfer in / (out) - net*	-	-	-	-	-	-	-	23,125,356	-	17,139	-	-	-	-	-	-	-
Closing balance	-	252,535	183,172	-	-	-	-	23,125,356	-	258,612	183,172	-	-	-	-	-	-
Credit loss allowance held against advances	-	-	183,172	-	-	-	-	-	-	-	183,172	-	-	-	-	-	-

(Rupees in '000)

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

	As at March 31, 2025 (Un-audited)						As at December 31, 2024 (Audited)										
	Directors	Key management personnel	Associates	Pension Fund (Current)	Pension Fund (Fixed Deposit)	Pension Fund (N.I.D.A A/c)	Provident Fund	Other related parties	Directors	Key management personnel	Associates	Joint venture	Pension Fund (Current)	Pension Fund (Fixed Deposit)	Pension Fund (N.I.D.A A/c)	Provident Fund	Other related parties
------(Rupees in '000)-----																	
Other Assets																	
Interest / mark-up accrued	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receivable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Commission paid in advance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,582
Rent and utility receivable	-	-	-	-	-	-	-	-	-	-	8,370	-	-	-	-	-	-
Dividend receivable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	8,370	-	-	-	-	-	4,582
Credit loss allowance against other assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowings																	
Opening balance	-	-	-	-	-	-	-	575,442	-	-	-	-	-	-	-	-	546,209
Borrowings during the period / year	-	-	-	-	-	-	-	(573,189)	-	-	-	-	-	-	-	-	29,232
Settled during the period / year	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-	-	2,253	-	-	-	-	-	-	-	-	575,441
Deposits and other accounts																	
Opening balance	21,088	96,414	77,968	87,283	-	288,614	14,199,204	4,523,343	3,630	72,801	145,790	-	100	378,978	13,553,087	9,245,132	9,245,132
Received during the period / year	3,127	363,855	-	15,217,161	-	7,838,110	221,181	34,293,861	37,179	1,270,799	-	-	36,502,461	6,363,285	3,417,472	120,594,671	120,594,671
Withdrawn during the period / year	(3,359)	(349,530)	(9,002)	(15,285,904)	-	(6,596,268)	(303,070)	(36,266,639)	(19,721)	(1,244,645)	(67,822)	-	(36,415,278)	(6,473,650)	(2,781,356)	(124,055,441)	(124,055,441)
Transfer in / (out) - net*	-	465	-	-	-	-	-	55,018	-	(2,542)	-	-	-	-	-	(1,256,020)	(1,256,020)
Closing balance	20,855	111,204	68,966	18,541	-	1,430,456	14,117,315	2,612,593	21,088	98,413	77,968	-	87,283	288,613	14,199,203	4,528,342	4,528,342
Other Liabilities																	
Interest / mark-up payable	210	1,456	4,454	-	-	28,960	-	-	418	2,491	8,759	-	-	-	73,809	-	-
Other liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	210	1,456	4,454	-	-	28,960	-	-	418	2,491	8,759	-	-	-	73,809	-	-
Contingencies and commitments																	
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

*Transfer in / (out) - net due to retirement / appointment of directors and changes in key management personnel.

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

	For the three months period ended March 31, 2025 (Un-audited)						For the three months period ended March 31, 2024 (Un-audited)							
	Directors	Key management personnel	Associates	Joint venture	Pension Fund	Provident Fund	Others	Directors	Key management personnel	Associates	Joint venture	Pension Fund	Provident Fund	Others
(Rupees in '000)														
Income														
Mark-up / return / interest earned	-	1,783	-	-	-	-	125,074	-	-	-	-	-	-	99,426
Dividend income	-	-	2,219	-	-	-	68,657	-	-	-	-	-	-	29,700
Rent income / lighting and power and bank charges	-	-	1,851	-	-	-	5,257	-	-	1,816	-	-	-	5,257
Expense														
Mark-up / return / interest paid	978	3,103	4,137	-	102,653	466,082	501,365	407	3,723	50,307	7,564	38,382	506,887	271,220
Expenses paid to company in which Director of the bank was interested as CEO and director	-	-	-	-	-	-	247,500	-	-	-	-	-	-	484,697
Remuneration to key management executives including charge for defined benefit plan	-	212,797	-	-	-	-	-	-	165,131	-	-	-	-	-
Directors' fee & other allowances	14,848	-	-	-	-	-	-	25,064	-	-	-	-	-	-

36.1

Transactions with Government-related entities

The entities which are owned and / or controlled by the Federal Government, or where the Federal Government may exercise significant influence, are related parties of the Bank.

The Bank in the ordinary course of business enters into transaction with Government-related entities. Such transactions include lending to, deposits from and provision of other banking services to Government-related entities.

The Bank also earned commission on handling treasury transactions on behalf of the Government of Pakistan amounting to Rs. 3,552 million (March 31, 2024: Rs. 2,031 million) for the three months ended March 31, 2025. As at the Statement of Financial Position date the loans and advances, deposits and contingencies relating to Government-related entities amounted to Rs 624,914 million (December 31, 2024: Rs. 620,914 million), Rs. 1,896,515 million (December 31, 2024: Rs. 1,864,349 million) and Rs. 1,773,880 million (December 31, 2024: Rs. 1,798,996 million) respectively and income earned on advances and profit paid on deposits amounted to Rs 16,955 million (March 31, 2024: Rs. 19,249 million) and Rs. 69,283 million (March 31, 2024: Rs. 46,010 million) respectively.

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

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

37. CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

Minimum Capital Requirement (MCR):

Paid-up capital (net of losses)	21,275,131	21,275,131
---------------------------------	-------------------	------------

Capital Adequacy Ratio (CAR):

Eligible Common Equity Tier 1 (CET 1) Capital	356,502,217	359,001,823
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	356,502,217	359,001,823
Eligible Tier 2 Capital	116,374,431	127,884,327
Total Eligible Capital (Tier 1 + Tier 2)	472,876,648	486,886,150

Risk Weighted Assets (RWAs):

Credit Risk	1,161,671,236	1,219,662,457
Market Risk	147,900,304	148,427,279
Operational Risk	367,891,513	367,891,513
Total	1,677,463,053	1,735,981,249

Common Equity Tier 1 Capital Adequacy Ratio	21.25%	20.68%
Tier 1 Capital Adequacy Ratio	21.25%	20.68%
Total Capital Adequacy Ratio	28.19%	28.05%

Leverage Ratio (LR):

Tier-1 Capital	356,502,217	359,001,823
Total Exposure	9,141,841,558	9,129,797,793
Leverage Ratio	3.90%	3.93%

Liquidity Coverage Ratio (LCR):

Total High Quality Liquid Assets	2,547,859,717	2,474,264,138
Total Net Cash Outflow	1,196,478,864	1,200,642,088
Liquidity Coverage Ratio	213%	206%

Net Stable Funding Ratio (NSFR):

Total Available Stable Funding	3,602,580,971	3,776,992,766
Total Required Stable Funding	2,019,098,829	2,176,376,949
Net Stable Funding Ratio	178%	174%

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited) For the three months period ended March 31, 2025

Impact on Regulatory Capital:

The introduction of IFRS 9 has resulted in reduction in regulatory capital of the Banks, which has reduced their lending capacity and ability to support their clients. In order to mitigate the impact of ECL models on capital, SBP has permitted Banks to opt for transitional arrangement for the ECL impact on regulatory capital from the application of ECL accounting. Annexure B of the 'Application Instructions' issued by SBP has detailed the transitional arrangement.

Accordingly, Bank has opted for transition arrangement to phase in ECL impact and below tabulated is the impact on key ratios, had the transitional arrangement not applied.

Key Ratios	With Transitional arrangement	Without Transitional arrangement
Total Capital to total RWA (CAR)	28.19%	27.10%
Leverage Ratio	3.90%	3.70%

38. ISLAMIC BANKING BUSINESS

The bank is operating 207 (December 31, 2024: 207) Islamic banking branches and 279 (December 31, 2024: 251) Islamic banking windows as at March 31, 2025.

The statement of financial position of the Bank's Islamic banking branches as at March 31, 2025 is as follows:

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
	Note	------(Rupees in '000)-----	
ASSETS			
Cash and balances with treasury banks		23,222,298	28,240,319
Balances with other banks		28,365	49,826
Due from financial institutions	38.1	-	30,000,000
Investments	38.2	198,611,174	123,905,109
Islamic financing and related assets - net	38.3	129,010,064	144,221,215
Property and equipment		129,830	125,580
Right of use assets		597,875	582,812
Due from Head Office	38.4	-	-
Other assets		9,537,890	6,290,354
Total Assets		361,137,496	333,415,215
LIABILITIES			
Bills payable		410,959	1,397,301
Deposits and other accounts	38.5	260,268,643	309,438,083
Due to Head Office		78,609,013	2,883,224
Lease liability		837,169	814,024
Other liabilities		2,796,279	2,846,597
		342,922,063	317,379,229
NET ASSETS		18,215,433	16,035,986
REPRESENTED BY			
Islamic Banking Fund		14,864,000	8,531,000
Surplus on revaluation of assets		1,021,259	2,612,858
Unremitted profit	38.6	2,330,174	4,892,128
		18,215,433	16,035,986
CONTINGENCIES AND COMMITMENTS	38.7		

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

The profit and loss account of the Bank's Islamic banking operations for the three months ended March 31, 2025 is as follows:

	Note	(Un-audited)	
		Quarter ended	
		March 31, 2025	March 31, 2024
		(Rupees in '000)	
Profit / return earned	38.8	10,952,979	5,665,996
Profit / return expensed	38.9	6,934,428	3,750,712
Net profit / return		4,018,551	1,915,284
Other income			
Fee and commission income		74,240	84,991
Foreign exchange income		(3,758)	45,613
Gain / (loss) on securities		4,331	-
Other income		6	1,545
Total other income		74,819	132,149
Total income		4,093,370	2,047,433
Other expenses			
Operating expenses		1,021,544	820,438
Other charges		100	-
		1,021,644	820,438
Profit before credit loss allowance		3,071,726	1,226,995
Credit loss allowance and write offs - net		737,808	87,338
Profit before taxation		2,333,918	1,139,657
Taxation		-	-
Profit after taxation		2,333,918	1,139,657

	March 31, 2025 (Un-audited)			December 31, 2024 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	(Rupees in '000)					
38.1 Due from Financial Institutions						
Call Money Placement	-	-	-	30,000,000	-	30,000,000
	-	-	-	30,000,000	-	30,000,000

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

38.2 Investments by segments:

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Cost / amortized cost	Credit loss allowance for diminution	Surplus / (deficit)	Carrying value	Cost / amortized cost	Credit loss allowance for diminution	Surplus / (deficit)	Carrying value
---(Rupees in '000)---								
- Debt Instruments								
Classified / Measured at amortised cost								
Federal Government securities								
- GOP Ijarah Sukuks	19,049,182	-	-	19,049,182	14,057,627	-	-	14,057,627
Non Government debt securities								
-Sukuks	130,807	(130,807)	-	-	130,807	(130,807)	-	-
	19,179,989	(130,807)	-	19,049,182	14,188,434	(130,807)	-	14,057,627
Provincial Government Securities	-	-	-	-	-	-	-	-
Shares:								
-Listed Companies	-	-	-	-	-	-	-	-
-Unlisted Companies	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
Classified / Measured at FVOCI								
Federal Government securities								
-GOP Ijarah Sukuks	154,878,390	-	771,188	155,649,578	83,155,034	-	2,334,037	85,489,071
Non Government debt securities								
- Sukuk	22,334,067	(515,892)	250,071	22,068,246	22,784,066	(550,572)	278,821	22,512,315
	177,212,457	(515,892)	1,021,259	177,717,824	105,939,100	(550,572)	2,612,858	108,001,386
Classified / Measured at FVPL								
Non Government debt securities								
-Sukuks	1,833,234	-	3,974	1,837,208	1,832,366	-	868	1,833,234
	1,833,234	-	3,974	1,837,208	1,832,366	-	868	1,833,234
Mutual Funds Units								
	6,603	-	357	6,960	12,536	-	326	12,862
	6,603	-	357	6,960	12,536	-	326	12,862
Total Investments	198,232,283	(646,699)	1,025,590	198,611,174	121,972,436	(681,379)	2,614,052	123,905,109

38.2.1 Particulars of credit loss allowance

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
---(Rupees in '000)---								
Non Government debt securities	16,498	163,917	466,284	646,699	99,880	110,692	470,807	681,379

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
38.3	Islamic financing and related assets	Note	(Rupees in '000)
	Ijarah	38.3.1	8,361
	Murabaha		1,056,228
	Musawama		58,044
	Running Musharaka		80,385,880
	Diminishing Musharaka		14,286,581
	Other Islamic Modes (Wakala tul Istismar)		8,500,000
	Advance for Murabaha		112,360
	Advance for Diminishing Musharaka		1,321,339
	Advance for Istisna		22,633,188
	Inventories against Istisna		4,073,468
	Gross Islamic financing and related assets		132,435,449
	Less: Credit loss allowance against Islamic financings		
	Stage 1		(1,221,338)
	Stage 2		(218,165)
	Stage 3		(1,985,882)
			(3,425,385)
	Islamic financing and related assets - net of credit loss allowance		129,010,064

38.3.1 Ijarah

March 31, 2025 (Un-audited)							
	Cost			Depreciation			Book Value as at Mar 31, 2025
	As at Jan 01, 2025	Additions / (deletions/ adjustment)	As at Mar 31, 2025	As at Jan 01, 2025	Charge/ Adjustment for the period	As at Mar 31, 2025	
------(Rupees in '000)-----							
Plant & Machinery	55,484	-	55,409	47,048	-	47,048	8,361
		(75)					
Vehicles	2,645	-	2,645	2,645	-	2,645	-
Total	58,129		58,054	49,693	-	49,693	8,361
		(75)					
=====							
December 31, 2024 (Audited)							
	Cost			Depreciation			Book Value as at Dec 31, 2024
	As at Jan 01, 2024	Additions / (deletions/ adjustment)	As at Dec 31, 2024	As at Jan 01, 2024	Charge/ Adjustment for the period	As at Dec 31, 2024	
------(Rupees in '000)-----							
Plant & Machinery	59,828		55,484	47,449		47,048	8,436
		(4,344)			(401)		
Vehicles	6,000		2,645	4,630	1,371	2,645	-
	-	(3,355)	-	-	(3,356)	-	-
Total	65,828		58,129	52,079	1,371	49,693	8,436
		(7,699)			(3,757)		

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

Future Ijarah payments receivable

	March 31, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Not later than 1 year	Later than 1 year & less than 5 years	Over Five years	Total	Not later than 1 year	Later than 1 year & less than 5 years	Over Five years	Total
	(Rupees in '000)							
Ijarah rental receivables	475	-	-	475	475	-	-	475

38.4 Due from Head Office

Due from Head Office Rs.Nil (Rs.Nil)

38.5 Deposits

	March 31, 2025 (Un-audited)			December 31, 2024 (Audited)		
	In Local Currency	In Foreign currencies	Total	In Local Currency	In Foreign currencies	Total
	(Rupees in '000)					
Customers						
Current deposits	30,990,685	232,030	31,222,715	40,619,109	215,067	40,834,176
Savings deposits	104,367,048	-	104,367,048	80,198,997	-	80,198,997
Term deposits	17,450,297	-	17,450,297	17,145,145	-	17,145,145
Others	3,843,365	-	3,843,365	4,800,439	-	4,800,439
Financial Institutions	156,651,395	232,030	156,883,425	142,763,690	215,067	142,978,757
Current deposits						
Savings deposits	77,743,763	-	77,743,763	136,864,262	-	136,864,262
Term deposits	25,012,722	-	25,012,722	28,979,564	-	28,979,564
	628,733	-	628,733	615,500	-	615,500
	103,385,218	-	103,385,218	166,459,326	-	166,459,326
	260,036,613	232,030	260,268,643	309,223,016	215,067	309,438,083

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

38.6 Islamic Banking Business Unremitted Profit

Opening balance	4,892,128	3,529,477
Less: Impact of adoption of IFRS 9	-	(1,440,726)
Add: Islamic banking profit for the period	2,333,918	6,332,854
Less: Transferred / remitted to Head Office	(4,895,872)	(3,529,477)
Closing balance	2,330,174	4,892,128

38.7 CONTINGENCIES AND COMMITMENTS

-Guarantees	-	-
-Commitments	-	-
-Other contingent liabilities	-	-
	-	-

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

(Un-audited)	
Quarter ended	
March 31, 2025	March 31, 2024
------(Rupees in '000)-----	

38.8 Profit / Return Earned of Financing, Investments and Placement

Profit earned on:

Financing	4,978,448	3,202,371
Investments	5,964,004	2,463,206
Placements	10,527	419
	10,952,979	5,665,996

38.9 Profit on Deposits and other Dues Expensed

Deposits and other accounts	3,333,456	3,032,058
Others (General Account)	3,565,775	688,271
Amortisation of lease liability against - ROUA	35,197	30,383
	6,934,428	3,750,712

38.10 Pool Management

NBP-AIBG has managed following pools for profit and loss distribution.

a) General depositor pool

The General pool consists of all other remunerative deposits. NBP Aitemaad (the Mudarib) accept deposits on the basis of Mudaraba from depositors (Rabbulmaal). The net return on the pool is arrived at after deduction of direct costs from the gross return earned on the pool. The entire net return after paying equity share to Mudarib is considered as distributable profit of the pool.

b) Special depositor pools (Total 46 during the period and 31 as at March 31, 2025)

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

c) Equity pool

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

Key features and risk & reward characteristics

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

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

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

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

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

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)
For the three months period ended March 31, 2025

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

	March 31, 2025	December 31, 2024
	------(Percentage)-----	
Sector		
Fertilizer	0.00%	0.00%
Textile	1.42%	1.56%
Fuel & energy	10.01%	11.14%
Leasing/Modarbas	0.01%	0.01%
Sugar	5.68%	2.48%
Cement	1.38%	1.64%
Gas	0.17%	0.19%
Financial	0.57%	10.67%
Federal Government	52.59%	32.52%
Real Estate	0.96%	1.08%
Agriculture	0.40%	0.46%
Commodity Operations	23.03%	34.54%
Others	3.78%	3.71%
Total	100%	100%

Parameters for profit allocation and charging expenses

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

No provision against any non performing asset of the pool is passed on to the pool except on the actual loss / write off of such non performing asset. Administrative expense are borne by mudarib and not charged to Mudaraba pool.

	March 31, 2025
	---(Rupees in '000)---
Mudarib Share	
Gross Distributable Income	8,135,145
Mudarib (Bank) share of profit before Hiba	3,570,580
Mudarib Share in % age	43.89%
Hiba from Mudarib Share	
Mudarib (Bank) share of profit before Hiba	3,570,580
Hiba from bank's share to depositors	1,832,304
Hiba from bank's share to depositors in % age	51.32%

Profit rates

During the three months ended March 31, 2025 the average profit rate earned by NBP Aitemaad Islamic Banking Group is 13.29 % and the profit distributed to the depositors is 10.79%.

39. GENERAL

39.1 Figures have been rounded off to the nearest thousand rupees.

40. DATE OF AUTHORIZATION FOR ISSUE

The consolidated condensed interim financial statements were authorized for issue on April 25, 2025 by the Board of Directors of the Bank.

Ashraf Mahmood Wathra
Chairman

Rehmat Ali Hasnie
President & CEO

Abdul Wahid Sethi
Chief Financial Officer

Nasim Ahmad
Director

Aaiza Khan
Director

Celebrating
National Bank
اور
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