askaribank LIMITED



Report for the quarter and nine months ended September 30, 2026

Contents

Directors' Review	1
Directors' Review (Urdu)	7
Unconsolidated Condensed Interim Statement of Financial Position	8
Unconsolidated Condensed Interim Profit and Loss Account	9
Unconsolidated Condensed Interim Statement of Comprehensive Income	10
Unconsolidated Condensed Interim Statement of Changes in Equity	11
Unconsolidated Condensed Interim Cash Flow Statement	12
Notes to the Unconsolidated Condensed Interim Financial Statements	13
Consolidated Condensed Interim Statement of Financial Position	44
Consolidated Condensed Interim Profit and Loss Account	45
Consolidated Condensed Interim Statement of Comprehensive Income	46
Consolidated Condensed Interim Statement of Changes in Equity	47
Consolidated Condensed Interim Cash Flow Statement	48
Notes to the Consolidated Condensed Interim Financial Statements	49

Corporate Information

Board Of Directors	Lt Gen Anwar Ali Hyder, HI(M) (Retd) - Chairman Mr. Jahangir Piracha Maj Gen Muhammad Zafar Iqbal, HI (M) (Retd) Syed Bakhtiyar Kazmi Mr. Khurshid Zafar Ms. Sima Kamil Mr. Manzoor Ahmed Ms. Vadiyya Khalil Raja Muhammad Abbas Mr. Muhammad Asif Saleem Mr. Zia Ijaz - President & Chief Executive Officer
Board Audit Committee	Ms. Sima Kamil - Chairperson Mr. Jahangir Piracha Syed Bakhtiyar Kazmi Mr. Manzoor Ahmed Ms. Vadiyya Khalil
Auditors	A. F. Ferguson & Co. Chartered Accountants
Legal Advisors	M/s RIAA, Barker Gillette Advocates & Corporate Counselors
Company Secretary	Syed Ali Safdar Naqvi
Registered Office	AWT Plaza, The Mall, P. O. Box No. 1084 Rawalpindi - 46000, Pakistan Tel: (92 51) 8092624, UAN: (92 51) 111 000 787 Fax: (92 51) 2857448 Email: ir@askaribank.com.pk
Registrar & Share Transfer Office	CDC Share Registrar Services Limited (CDCSRSL) Mezzanine Floor, South Tower, LSE Plaza 19-Khayaban-e-Aiwan-e-Iqbal, Lahore Tel: Customer Support Services (Toll Free) 0800-CDCPL (23275) Tel: (92 42) 36362061-66 Fax: (92 42) 36300072 Email: info@cdcsrsl.com Website: www.cdcsrsl.com
Entity Ratings	Long Term: AAA Short Term: A1+ By PACRA
Website	www.askaribank.com
Social Media	askaribankpakistan Askari_Bank askaribankpk askaribanklimited AskariBankOfficial

DIRECTORS' REVIEW

Dear Shareholders

The Directors present unconsolidated condensed interim unaudited financial statements for the nine-month period ended September 30, 2026.

Macroeconomic Overview:

Pakistan's economy entered fiscal year 2027 with signs of a gradual recovery following the slowdown towards the end of previous year. However, the macroeconomic environment remained challenging, with renewed inflationary pressures, elevated global commodity prices and prolonged geopolitical uncertainty tempering the economic outlook for sustained growth.

Inflationary pressures are steadily normalising. Headline consumer price inflation moderated to 10.3% year-on-year in September 2026, from 11.1% in August. Against this backdrop, the State Bank of Pakistan maintained the policy rate at 11.5% in its September 2026 monetary policy decision, reflecting the need to balance the economic recovery with the risks to the inflation outlook.

The external sector continued to demonstrate resilience, supported by strong workers' remittances and growth in information technology (IT) and services exports (workers' remittances increased by 14% to US$10.9 billion during Q1'FY27). The current account deficit narrowed to US$543 million during July-August FY27, compared with US$853 million in the corresponding period last year, representing an improvement of approximately 36%. This improvement was achieved despite a widening trade deficit, underscoring the continued importance of remittance inflows and services exports in supporting the external account. Pakistan's foreign exchange reserves stood at approximately US$26.8 billion at the end of September 2026, strengthening the country's capacity to manage external financing requirements and absorb external shocks.

Looking ahead, economic activity is expected to strengthen gradually during FY27, supported by improving agricultural and manufacturing activity, business confidence and a potential revival in private-sector credit, translating into a projected growth in the GDP of between 3.5% to 4.5%. Workers' remittances and services exports are expected to remain important sources of external support. Nevertheless, volatile energy prices, geopolitical tensions, trade disruptions and contractionary global financial conditions could sustain inflationary and external-sector pressures. The sustainability of the recovery will depend on continued macroeconomic discipline, effective implementation of structural reforms, stronger export competitiveness, prudent fiscal and monetary policies and measures to encourage productive private-sector investment. Maintaining macroeconomic stability while expanding economic activity will be essential to achieving higher, more inclusive and sustainable growth.

Financial Performance:

The financial results of the Bank for the nine-month period ended September 30, 2026 are summarized as under:

	(Rupees in Million)	
	Nine month period ended September 30,	
	2026	2025
Net mark-up and non-fund income	89,025	78,340
Administrative and other expenses	(47,328)	(34,183)
Operating profit	41,697	44,157
Credit loss allowance and write offs - net	1,795	(807)
Profit before taxation	43,492	43,350
Taxation	(22,985)	(25,286)
Profit after taxation	20,507	18,064
Basic earnings per share – Rupees	14.15	12.46

Askari Bank posted Profit After Tax of Rs. 20.5 billion, for the nine-month period ended September 30, 2026, a year-on-year increase of 14%. Earnings per share for the current period improved to Rs. 14.15 compared to Rs. 12.46 for the corresponding period last year.

The Bank recorded gross revenues of Rs. 89.0 billion for the period, a year-on-year growth of 14%. Net mark-up income increased by 6%, contributed by volumetric growth of 20% in average earning assets that helped mitigate the impact of ~50 basis points decline in the average policy rate compared with the corresponding period last year. Non mark-up income remained a key contributor to overall revenue with robust growth of 50%, increasing to Rs. 19.5 billion compared to Rs. 13.1 billion for the same period last year, supported by broad-based growth across major income streams. Fee and commission income increased by 29% to Rs. 7.2 billion, while foreign exchange income more than doubled, registering growth of 104% to Rs. 6.7 billion. The Bank also effectively capitalized on market opportunities, realizing capital gains of Rs. 4.3 billion during the period, which contributed positively to overall non-mark-up income.

Operating expenses increased by 38% during the period, reflecting continued investment in the Bank's long-term growth agenda. The Bank continued to expand its foot print, invest in technology and digital capabilities, human capital and marketing initiatives all for pursuing business growth. Going forward, expense growth is projected to rationalize based on ongoing cost optimization measures and driving positive operating leverage as these strategic assets scale.

The Bank's balance sheet continued to strengthen during the period, with total assets increasing by 6% to Rs. 3.1 trillion. Customer deposits closed at Rs. 1.8 trillion, while focused efforts to optimise the deposit mix resulted in 42% growth in current deposits, an increase of Rs. 210 billion. The current account ratio improved to 39% from 31% at last year-end, strengthening the Bank's low-cost deposit base. Advances grew by 12% during the period, driven by strong growth in both the corporate and consumer banking segments. Reflecting improved asset quality and effective recovery efforts, the Bank recorded a reversal of credit loss allowance of Rs. 1,796 million, compared with a charge of Rs. 807 million in the corresponding period last year. Asset quality remained robust, with the infection ratio and non-performing loans (NPL) coverage ratio standing at 4.3% and 120% respectively, underscoring the resilience of the Bank's credit portfolio and the strength of its risk management framework.

The Bank is well capitalized with adequate buffers over regulatory requirements. At September 30, 2026, leverage ratio was recorded at 3.52% and capital adequacy ratio 18.04%. The Bank is committed to sustaining capital ratios well above the prescribed regulatory benchmarks to ensure robust risk absorption capacity.

The Bank is pursuing conversion of its conventional banking business to Islamic and at present, more than 70% of the branch network is Islamic. All remaining branches are planned for conversion in the coming periods, however to facilitate such conversion and to provide a wider access across the entire network to Islamic customers, such branches now have Islamic Banking Windows to offer Shariah compliant products and services.

Pakistan Credit Rating Agency Limited (PACRA) has upgraded the Bank's long-term entity rating from 'AA+' to 'AAA' with a 'Stable' outlook – the highest possible long-term credit rating. The Bank's sustained financial performance, robust capitalization and strengthened balance sheet alongwith strategic support from its ownership structure and investment in digital capabilities and service excellence, are recognised as key rating drivers. Short-term rating was maintained at its maximum tier 'A1+'.

During 2026, Askari Bank was jointly recognised as Best Mid-Sized Bank at the 11th Pakistan Banking Awards and received four accolades at the Pakistan Digital Awards for its digital initiatives, reflecting its continued commitment to banking excellence, digital transformation and customer-centric innovation.

Askari Bank continues to enhance its market positioning to drive sustainable growth and maximize stakeholder value, building upon a long-standing institutional legacy of strength, trust and operational stability. While expanding its footprint in trade flows, cash management and transactional banking, the Bank remains focused on growing its retail market share, with specific emphasis on mobilizing low-cost deposits through network optimization and strategic branch expansion. The Bank's priority is to leverage emerging technologies to continually reform our suite of products and services to deliver transformational change for customers, to fast-track adoption of Shariah compliant offerings and to bring a meaningful impact by expeditious lending to priority segments. The Bank continues to operate with the intention to continuously deliver differentiated experiences to strengthen customer loyalty and ensure that Askari remains the trusted banking partner for years to come.

Acknowledgment:

On behalf of the Board, we would like to place on record our gratitude to our valued customers and shareholders for their continued patronage to the Askari brand; our profound thanks to the State Bank of Pakistan, Securities and Exchange Commission of Pakistan and other regulatory authorities for their guidance and assistance. We would also like to place on record our appreciation for the efforts of the Shariah Board for strengthening shariah compliance and governance framework for Askari Ikhlas Islamic Banking. Lastly, we record our appreciation to our employees for their hard work and dedication.





President & CEO

Chairman Board of Directors

Rawalpindi: October 22, 2026

سال2026 کے دوران، عسکری بینک کو 11 ویں پاکستان بینکنگ ایوارڈز میں مشترکہ طور پر بہترین درمیانے درجے کے بینک ہونے کا اعزاز حاصل ہوا، جبکہ اس کے ڈیجیٹل اقدامات کے اعتراف میں پاکستان ڈیجیٹل ایوارڈز میں بھی چار اعزازات سے نوازا گیا۔ یہ اعزازات بینکاری میں اعلیٰ معیار، ڈیجیٹل تبدیلی اور صارفین کی ضروریات پر مرکوز جدت طرازی کے لیے بینک کے مسلسل اور مستحکم عزم کی عکاسی کرتے ہیں۔

عسکری بینک بھرپور اعتماد اور آپریشنل استحکام پر مبنی اپنی دیرینہ ادارہ جاتی روایت کو آگے بڑھاتے ہوئے پائیدار ترقی اور اسٹیک ہولڈرز کے لیے زیادہ سے زیادہ آسانی پیدا کرنے کے حوالے سے مارکیٹ میں اپنی پوزیشن مسلسل مضبوط بنا رہا ہے۔ تجارتی بہاؤ، کیش مینجمنٹ اور ٹرانزیکشنل بینکاری میں اپنا دائرہ کار وسیع کرتے ہوئے، بینک ریٹیل مارکیٹ میں اپنا کردار ادا کرنے پر بھی توجہ مرکوز رکھے ہوئے ہے۔ بالخصوص نیٹ ورک کی بہتری اور تزویراتی بنیادوں پر اپنی شاخوں کی توسیع کے ذریعے کم لاگت ڈپازٹرز کے حصول پر خصوصی توجہ دی جا رہی ہے۔ بینک کی ترجیحی کوشش یہ ہے کہ جدید ٹیکنالوجیز سے استفادہ کرتے ہوئے اپنی مصنوعات اور خدمات میں مسلسل بہتری اور جدت و اختراع لائی جائے، صارفین کے لیے بہتر اور جدید خدمات فراہم کی جائیں، شریعت کے مطابق مصنوعات اور خدمات کو تیزی سے فراہم کیا جائے اور ترجیحی شعبوں میں بروقت قرضوں کی فراہمی کے ذریعے مثبت اثرات پیدا کیے جائیں۔ بینک منفرد تجربات کی مسلسل فراہمی کے ذریعے صارفین کی وفاداری کو مضبوط بنانے اور اس امر کو یقینی بنانے کے عزم کے ساتھ کام جاری رکھے ہوئے ہے کہ عسکری بینک آنے والے برسوں میں بھی ایک قابلِ اعتماد بینک کی حیثیت سے اپنی خدمات کی فراہمی کو جاری رکھے۔

اعترافات:

بورڈ کی جانب سے ہم اس موقع پر اپنے معزز صارفین اور شیئر ہولڈرز کے مسلسل اعتماد اور عسکری برانڈ کی سرپرستی پر دلی تشکر کا اظہار کرتے ہیں۔ ہم اسٹیٹ بینک آف پاکستان، سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور دیگر ریگولیٹری اداروں کی رہنمائی اور معاونت پر بھی انتہائی ممنون ہیں۔ ہم شریعہ بورڈ کی کاوشوں کو بھی سراہتے ہیں جنہوں نے عسکری اخلاص اسلامی بینکاری کے لیے شریعہ کمپلائنس اور گورننس فریم ورک کو مضبوط بنانے میں اہم کردار ادا کیا۔ آخر میں، ہم اپنے عملے کی محنت اور لگن کو خراجِ تحسین پیش کرتے ہیں۔





صدر و چیف ایگزیکٹو آفیسر

چیئرمین بورڈ آف ڈائریکٹرز

راولپنڈی: 22 اکتوبر 2026

اس مدت کے دوران آپریٹنگ اخراجات میں 38 فیصد اضافہ ہوا، جو بینک کے طویل مدتی ترقی کی حکمت عملی میں مسلسل سرمایہ کاری کی عکاسی کرتا ہے۔ بینک نے کاروباری ترقی کے حصول کے لیے اپنے نیٹ ورک کو وسعت دینے، ٹیکنالوجی اور ڈیجیٹل صلاحیتوں، افرادی قوت کی استعداد بڑھانے (انسانی سرمائے) اور مارکیٹنگ کے اقدامات میں سرمایہ کاری کا سلسلہ جاری رکھا۔ آئندہ اخراجات میں اضافے کی شرح اصلاح کے اقدامات کے ذریعے معقول سطح پر لانے کی توقع ہے، جبکہ ان تزویراتی اثاثوں کے وسعت اختیار کرنے کے ساتھ آپریٹنگ لیوریج میں بھی مثبت بہتری متوقع ہے۔

اس مدت کے دوران بینک کی بیلنس شیٹ مزید مستحکم ہوئی، جس کے نتیجے میں بینک کے مجموعی اثاثہ جات کے حجم میں 6 فیصد اضافہ ہوا جو اب بڑھ کر 3.1 ٹریلین روپے تک پہنچ گیا۔ صارفین کے ڈپازٹس اس مدت کے اختتام پر 1.8 ٹریلین روپے رہے، جبکہ ڈپازٹس کے تناسب کو بہتر بنانے کے لیے کی جانے والی خصوصی کوششوں کے نتیجے میں کرنٹ ڈپازٹس میں 42 فیصد اضافہ ریکارڈ کیا گیا، جو 210 ارب روپے کے اضافے کے مساوی ہے۔ کرنٹ اکاؤنٹ کا تناسب گزشتہ سال کے اختتام پر 31 فیصد کے مقابلے میں بڑھ کر 39 فیصد ہو گیا، جس سے بینک کے کم لاگت والے ڈپازٹس کی بنیاد مزید مستحکم ہوئی۔ اس مدت کے دوران ایڈوانسز میں 12 فیصد اضافہ ہوا، جس میں کارپوریٹ اور کنزیومر بینکنگ، دونوں شعبوں کی نمایاں ترقی نے اہم کردار ادا کیا۔ اثاثوں کے بہتر معیار اور مؤثر ریکوری کی کوششوں کے نتیجے میں بینک نے کریڈٹ لاس الاؤنس میں 1,796 ملین روپے کا ریورسل ریکارڈ کیا، جبکہ گزشتہ سال کے اسی عرصے کے دوران 807 ملین روپے کا چارج ریکارڈ کیا گیا تھا۔ اثاثوں کا معیار مستحکم رہا اور انفیکشن ریشو اور نان پرفارمنگ لونز (این پی ایل) کوریج کی شرح بالترتیب 4.3 فیصد اور 120 فیصد رہی جو بینک کے کریڈٹ پورٹ فولیو کے مستحکم ہونے اور رسک مینجمنٹ فریم ورک کی مضبوطی کو ظاہر کرتی ہیں۔

ریگولیٹری تقاضوں کے مناسب بفرز کے ساتھ بینک مضبوط سرمایہ جاتی بنیاد رکھتا ہے۔ 30 ستمبر 2026 تک لیوریج ریشو 3.52 فیصد جبکہ کیپٹل ایڈیکوسی ریشو 18.04 فیصد ریکارڈ کی گئی۔ بینک اس بات کے لیے پُرعزم ہے کہ کیپٹل ریشوز کو مقررہ ریگولیٹری حدود سے نمایاں حد تک اوپر برقرار رکھا جائے تاکہ خطرات سے نمٹنے کی مضبوط صلاحیت یقینی بنائی جا سکے۔

بینک اپنے روایتی بینکاری کے کاروبار کو اسلامی بینکاری میں تبدیل کرنے کے عمل پر گامزن ہے، اور اس وقت برانچ نیٹ ورک کا 70 فیصد سے زائد حصہ اسلامی بینکاری پر مشتمل ہے۔ باقی تمام شاخوں کو آئندہ عرصے میں اسلامی بینکاری میں تبدیل کرنے کا منصوبہ زیرِ عمل ہے۔ تاہم، اس تبدیلی کو آسان بنانے اور پورے نیٹ ورک میں اسلامی بینکاری کے صارفین کو وسیع تر رسائی فراہم کرنے کے لیے ان شاخوں میں اب اسلامی بینکاری ونڈوز قائم کر دی گئی ہیں، جہاں شریعت کے مطابق بینک کی مصنوعات اور خدمات فراہم کی جاتی ہیں۔

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (PACRA) نے بینک کی طویل المدت ادارہ جاتی درجہ بندی کو 'AA+' سے بڑھا کر مستحکم آؤٹ لک کے ساتھ 'AAA' کر دیا ہے، جو ممکنہ طور پر اعلیٰ ترین طویل المدت کریڈٹ ریٹنگ ہے۔ بینک کی مسلسل مضبوط مالیاتی کارکردگی، مستحکم سرمایہ کاری پوزیشن، مزید مستحکم بیلنس شیٹ، ملکیتی ڈھانچے سے حاصل شدہ تزویراتی معاونت اور ڈیجیٹل صلاحیتوں اور خدمات کے اعلیٰ معیار میں سرمایہ کاری کو ریٹنگ میں اضافے کے کلیدی عناصر کے طور پر تسلیم کیا گیا ہے۔ قلیل المدت ریٹنگ کو اس کے اعلیٰ ترین درجے 'A1+' پر برقرار رکھا گیا ہے۔

پالیسیوں کے تسلسل، اور نجی شعبے میں مفید پیداواری سرمایہ کاری کی حوصلہ افزائی کے لیے اقدامات پر ہوگا۔ معاشی سرگرمیوں میں اضافے کے ساتھ مجموعی معاشی استحکام برقرار رکھنا، زیادہ بلند، جامع اور پائیدار معاشی ترقی کے حصول کے لیے نہایت اہم ہوگا۔

مالیاتی کارکردگی:

30 ستمبر 2026 کو ختم ہونے والی نو ماہی کے بینک کے مالیاتی نتائج کا خلاصہ (ملین روپے میں) درج ذیل ہے:

	(روپے ملین)	
	30 ستمبر کو ختم ہونے والی نو ماہ کی مدت	
	2026	2025
خالص مارک اپ اور نان فنڈ آمدنی	89,025	78,340
انتظامی اور دیگر اخراجات	(47,328)	(34,183)
آپریٹنگ منافع	41,697	44,157
کریڈٹ لاس الاؤنس اور رائٹ آفز۔ خالص	1,795	(807)
منافع قبل از ٹیکس	43,492	43,350
ٹیکس	(22,985)	(25,286)
منافع بعد از ٹیکس	20,507	18,064
بنیادی آمدنی فی حصص ۔ روپے	14.15	12.46

عسکری بینک نے 30 ستمبر 2026 کو ختم ہونے والے نو ماہ کے عرصے کے لیے 20.5 ارب روپے کا منافع بعد از ٹیکس حاصل کیا، جو سال بہ سال 14 فیصد اضافے کی عکاسی کرتا ہے۔ موجودہ عرصے کے لیے فی حصص آمدنی گزشتہ سال کے اسی عرصے کے 12.46 روپے کے مقابلے میں بڑھ کر 14.15 روپے ہوگئی۔

بینک نے اس مدت کے دوران مجموعی آمدنی کی مد میں 89.0 ارب روپے ریکارڈ کیے، جو سال بہ سال 14 فیصد اضافے کی عکاسی کرتے ہیں۔ خالص مارک اَپ آمدنی میں 6 فیصد اضافہ ہوا۔ اس کی بنیادی وجہ آمدنی پیدا کرنے والے اثاثوں کے اوسط حجم میں 20 فیصد اضافہ تھا، جس نے گزشتہ سال کی اسی مدت کے مقابلے میں اوسط پالیسی ریٹ میں تقریباً 50 بیسس پوائنٹس کی کمی کے منفی اثرات کو زائل کرنے میں مدد دی۔ نان مارک اَپ آمدنی نے مجموعی آمدنی میں اضافے میں اہم کردار ادا کیا، جس میں 50 فیصد کا نمایاں اضافہ ریکارڈ کیا گیا۔ یہ آمدنی گزشتہ سال کی اسی مدت کے 13.1 ارب روپے کے مقابلے میں بڑھ کر 19.5 ارب روپے ہوگئی، جسے آمدنی کے بڑے ذرائع میں وسیع البنیاد نمو سے تقویت ملی۔ فیس اور کمیشن سے حاصل ہونے والی آمدنی 29 فیصد اضافہ کے ساتھ بڑھ کر 7.2 ارب روپے ہوگئی، جبکہ زرمبادلہ سے حاصل ہونے والی آمدنی دگنی سے بھی زیادہ ہوگئی جس میں 104 فیصد اضافہ ریکارڈ کیا گیا جس کے نتیجے میں یہ 6.7 ارب روپے تک پہنچ گئی۔ بینک نے مارکیٹ میں موجود مواقع سے بھی مؤثر انداز میں فائدہ اٹھایا اور اس مدت کے دوران 4.3 ارب روپے کا کیپیٹل گین حاصل کیا، جس نے مجموعی نان مارک اَپ آمدنی میں اضافے میں مثبت کردار ادا کیا۔

ڈائریکٹرز کی جائزہ رپورٹ

معزز حصص داران

ڈائریکٹرز، 30 ستمبر 2026 کو ختم ہونے والی سہ ماہی اور نو ماہی کے غیر مدغم مختصر عبوری اور غیر آڈٹ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

مجموعی معاشی جائزہ:۔

پاکستان کی معیشت گزشتہ سال کے اواخر میں آنے والی سست روی کے بعد بتدریج بحالی کے آثار کے ساتھ مالی سال 2027 میں داخل ہوئی۔ تاہم، مجموعی معاشی ماحول کو بدستور چیلنجز کا سامنا رہا، جہاں افراطِ زر کے بڑھتے ہوئے دباؤ، عالمی سطح پر بڑھتی ہوئی قیمتوں اور جغرافیائی سیاسی غیر یقینی صورتحال میں اضافے نے پائیدار معاشی ترقی کے امکانات کو متاثر کیا۔

افراطِ زر کے دباؤ میں بتدریج کمی آ رہی ہے۔ افراطِ زر کی شرح میں سالانہ بنیاد پر اضافہ ستمبر 2026 میں کم ہو کر 10.3 فیصد رہ گیا، جبکہ اگست میں یہ شرح 11.1 فیصد تھی۔ اس صورتحال کے پیشِ نظر، اسٹیٹ بینک آف پاکستان نے ستمبر 2026 میں اپنے مانیٹری پالیسی کے فیصلے کے تحت شرحِ پالیسی 11.5 فیصد پر برقرار رکھی۔ یہ فیصلہ معاشی بحالی کی رفتار کو برقرار رکھنے اور افراطِ زر کے آئندہ امکانات سے وابستہ خطرات کے درمیان توازن قائم رکھنے کی ضرورت کو مدنظر رکھتے ہوئے کیا گیا۔

بیرونی شعبے نے اپنی مستحکم کارکردگی کا مظاہرہ جاری رکھا، جسے بیرونِ ملک مقیم پاکستانیوں کی جانب سے مستحکم ترسیلات زر اور ٹیکنالوجی (آئی ٹی) اور خدمات کی برآمدات میں اضافے سے تقویت ملی۔ مالی سال 2027 کی پہلی سہ ماہی کے دوران کارکنوں کی ترسیلاتِ زر میں 14 فیصد اضافہ ہوا، جس کے نتیجے میں یہ 10.9 ارب امریکی ڈالر تک پہنچ گئیں۔ مالی سال 2027 کے جولائی تا اگست کے دوران کرنٹ اکاؤنٹ کا خسارہ کم ہو کر 543 ملین امریکی ڈالر رہ گیا، جبکہ گزشتہ سال کی اسی مدت میں یہ خسارہ 853 ملین امریکی ڈالر تھا۔ اس طرح خسارے میں تقریباً 36 فیصد بہتری ریکارڈ کی گئی۔ تجارتی خسارے میں اضافے کے باوجود یہ بہتری حاصل ہوئی، جو بیرونی اکاؤنٹ کو سہارا دینے میں ترسیلاتِ زر کی مسلسل آمد اور خدمات کی برآمدات کی اہمیت کو اجاگر کرتی ہے۔ ستمبر 2026 کے اختتام پر پاکستان کے زرمبادلہ کے ذخائر تقریباً 26.8 ارب امریکی ڈالر رہے، جس سے بیرونی مالیاتی ضروریات پوری کرنے اور بیرونی معاشی دباؤ کا سامنا کرنے کی ملک کی صلاحیت مزید مستحکم ہوئی۔

آئندہ مالی سال 2027 کے دوران معاشی سرگرمیوں میں بتدریج بہتری متوقع ہے، جسے زرعی اور صنعتی شعبوں کی بہتر کارکردگی، کاروباری اعتماد میں اضافے اور نجی شعبے کو قرضوں کی فراہمی میں ممکنہ بحالی سے تقویت ملے گی۔ اس کے نتیجے میں مجموعی قومی پیداوار (جی ڈی پی) کی شرحِ نمو 3.5 فیصد سے 4.5 فیصد کے درمیان رہنے کی توقع ہے۔ بیرونِ ملک مقیم پاکستانی کارکنوں کی جانب سے ترسیلاتِ زر اور خدمات کی برآمدات بھی بیرونی شعبے کو مالیاتی استحکام برقرار رکھنے میں اہم کردار ادا کر سکتی ہیں۔ تاہم، توانائی کی قیمتوں میں اتار چڑھاؤ، علاقائی سیاسی کشیدگی، تجارتی سرگرمیوں میں رکاوٹیں اور خراب عالمی مالیاتی حالات کے باعث افراطِ زر اور بیرونی شعبے پر دباؤ برقرار رہنے کا خدشہ ہے۔ معاشی بحالی کے تسلسل اور پائیداری کا انحصار مجموعی معاشی نظم وضبط کو برقرار رکھنے، بنیادی معاشی اصلاحات پر مؤثر عمل درآمد، برآمدات کی مسابقتی صلاحیت میں اضافے، محتاط مالیاتی (فسکل) اور زری (مانیٹری)



UNCONSOLIDATED
CONDENSED INTERIM
FINANCIAL STATEMENTS

FOR THE NINE MONTH PERIOD ENDED
SEPTEMBER 30, 2026

ASKARI BANK LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2026

	Note	(Un-audited) September 30, 2026	(Audited) December 31, 2025
		------ Rupees in '000 ------	
ASSETS			
Cash and balances with treasury banks	6	127,566,265	108,637,978
Balances with other banks	7	5,544,174	13,774,428
Lendings to financial institutions	8	12,332,687	14,128,026
Investments	9	2,059,406,048	2,028,768,983
Advances	10	667,311,680	586,621,904
Property and equipment	11	30,260,998	26,225,450
Right-of-use assets	12	18,167,517	14,931,093
Intangible assets	13	2,652,933	2,204,973
Deferred tax assets	20	-	-
Other assets	14	135,649,621	99,708,733
Total Assets		3,058,891,923	2,895,001,568
LIABILITIES			
Bills payable	15	16,087,518	23,259,370
Borrowings	16	964,580,392	994,566,586
Deposits and other accounts	17	1,822,264,622	1,631,331,749
Lease liabilities	18	21,668,216	17,433,672
Subordinated debt	19	6,000,000	6,000,000
Deferred tax liabilities	20	4,218,033	14,303,187
Other liabilities	21	68,710,005	56,360,895
Total Liabilities		2,903,528,786	2,743,255,459
NET ASSETS		155,363,137	151,746,109
REPRESENTED BY			
Share capital		14,492,992	14,492,992
Reserves		105,545,776	88,855,771
Surplus on revaluation of assets - net of tax	22	22,694,147	31,153,056
Unappropriated profit		12,630,222	17,244,290
		155,363,137	151,746,109
CONTINGENCIES AND COMMITMENTS	23		

The annexed notes 1 to 42 form an integral part of these unconsolidated condensed interim financial statements.

Chief Financial Officer | President & CEO | Director | Director | Chairman

ASKARI BANK LIMITED

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

FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2026

		Quarter ended		Nine month period ended	
		September 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025
	Note	Rupees in '000			
Mark-up / return / interest earned	25	85,192,048	76,529,292	243,120,941	225,089,409
Mark-up / return / interest expensed	26	59,684,908	53,723,044	173,657,995	159,820,454
Net mark-up / interest income		25,507,140	22,806,248	69,462,946	65,268,955
NON MARK-UP / INTEREST INCOME					
Fee and commission income	27	2,384,382	2,349,383	7,227,316	5,610,286
Dividend income		91,325	248,459	811,296	707,792
Foreign exchange income		3,681,662	1,566,655	6,740,866	3,311,527
Income / (loss) from derivatives		-	-	-	-
Gain on securities	28	696,252	2,062,593	4,326,614	3,024,395
Net gains / (loss) on derecognition of financial assets measured at amortised cost		-	-	-	-
Other income	29	138,849	100,065	455,655	416,669
Total non-markup / interest income		6,992,470	6,327,155	19,561,747	13,070,669
Total income		32,499,610	29,133,403	89,024,693	78,339,624
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	30	18,032,495	13,163,536	46,753,864	33,686,588
Workers' welfare fund		234,110	185,000	567,110	475,000
Other charges	31	1,659	17,559	6,969	20,862
Total non-markup / interest expenses		18,268,264	13,366,095	47,327,943	34,182,450
Profit before credit loss allowance / provisions		14,231,346	15,767,308	41,696,750	44,157,174
(Reversal of) / charge against credit loss allowance / provisions and write offs - net	32	(1,173,403)	171,562	(1,795,698)	806,930
Extra ordinary / unusual items		-	-	-	-
PROFIT BEFORE TAXATION		15,404,749	15,595,746	43,492,448	43,350,244
Taxation	33	8,232,042	8,157,023	22,985,467	25,285,985
PROFIT AFTER TAXATION		7,172,707	7,438,723	20,506,981	18,064,259
		Rupees			
Basic and diluted earnings per share	34	4.95	5.13	14.15	12.46

The annexed notes 1 to 42 form an integral part of these unconsolidated condensed interim financial statements.

Chief Financial Officer | President & CEO | Director | Director | Chairman

ASKARI BANK LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2026

	Quarter ended		Nine month period ended	
	September 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025
	Rupees in '000			
Profit after taxation for the period	7,172,707	7,438,723	20,506,981	18,064,259
Other comprehensive (loss) / income				
Items that may be reclassified to statement of profit and loss account in subsequent periods:				
Effect of translation of net investment in Wholesale Bank Branch	(24,520)	(48,606)	(68,709)	54,705
Movement in surplus on revaluation of debt investments through FVOCI - net of tax	709,190	(255,220)	(4,515,361)	7,257,131
Gain on sale of debt securities carried at FVOCI reclassified to profit and loss – net of tax	(380,533)	(657,292)	(2,162,479)	(1,178,838)
	304,137	(961,118)	(6,746,549)	6,132,998
Items that will not be reclassified to statement of profit and loss account in subsequent periods:				
Movement in surplus on revaluation of equity investments through FVOCI - net of tax	(603,036)	1,620,372	(889,864)	2,913,866
Remeasurement loss on defined benefit obligation	-	-	(425,226)	(86,173)
	(603,036)	1,620,372	(1,315,090)	2,827,693
Total comprehensive income	6,873,808	8,097,977	12,445,342	27,024,950

The annexed notes 1 to 42 form an integral part of these unconsolidated condensed interim financial statements.

Chief Financial Officer	President & CEO	Director	Director	Chairman

ASKARI BANK LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2026

	Share capital	Capital Reserve	Statutory reserve	Revenue Reserve	Surplus / (deficit) on revaluation of		Un-appropriated profit	Total
		Exchange translation reserve		General reserve	Investments	Property and equipment / Non banking assets		
	---------- Rupees in '000 ----------							
Balance as at December 31, 2024 (audited)	14,492,992	1,862,044	19,850,796	52,861,190	5,267,770	10,967,967	16,325,800	121,628,559
Effect of remeasurement on adoption of IFRS 9 - net of tax	-	-	-	-	1,323,384	-	-	1,323,384
Effect of adoption of IFRS 9 - credit loss allowance (net of tax)	-	-	-	-	-	-	(434,970)	(434,970)
Balance as at January 1, 2025 - restated	14,492,992	1,862,044	19,850,796	52,861,190	6,591,154	10,967,967	15,890,830	122,516,973
Total comprehensive income for the nine month period ended September 30, 2025								
Profit after taxation for the nine month period ended September 30, 2025	-	-	-	-	-	-	18,064,259	18,064,259
Other comprehensive income - net of tax								-
Effect of translation of net investment in foreign branch	-	54,705	-	-	-	-	-	54,705
Movement in surplus on revaluation of debt investments through FVOCI – net of tax	-	-	-	-	7,257,131	-	-	7,257,131
Gain on sale of debt securities carried at FVOCI reclassified to profit and loss – net of tax	-	-	-	-	(1,178,838)	-	-	(1,178,838)
Remeasurement loss on defined benefit plan	-	-	-	-	-	-	(86,173)	(86,173)
Movement in surplus on revaluation of property and equipment						(980,987)	980,987	-
Movement in surplus on revaluation of investments in equity securities through FVOCI – net of tax	-	-	-	-	2,913,866	-	-	2,913,866
	-	54,705	-	-	8,992,159	(980,987)	894,814	8,960,691
Transfer to								
Statutory reserve	-	-	1,806,426	-	-	-	(1,806,426)	-
General reserve	-	-	-	11,977,902	-	-	(11,977,902)	-
	-	-	1,806,426	11,977,902	-	-	(13,784,328)	-
Gain on disposal of equity securities measured at FVOCI - net of tax	-	-	-	-	(559,209)	-	559,209	-
Transactions with owners, recorded directly in equity								
Final dividend 2024: Rs. 3 per share	-	-	-	-	-	-	(4,347,898)	(4,347,898)
Final dividend 2025: Rs. 2 per share	-	-	-	-	-	-	(2,898,598)	(2,898,598)
Balance as at September 30, 2025 (un-audited)	14,492,992	1,916,749	21,657,222	64,839,092	15,024,104	9,986,980	14,378,288	142,295,427
Total comprehensive income for the three month period ended December 31, 2025								
Profit after taxation for the three month period ended December 31, 2025	-	-	-	-	-	-	4,739,060	4,739,060
Other comprehensive income - net of tax								
Effect of translation of net investment in foreign branch	-	(31,198)	-	-	-	-	-	(31,198)
Movement in surplus on revaluation of debt investments through FVOCI – net of tax	-	-	-	-	5,142,645	-	-	5,142,645
Gain on sale of debt securities carried at FVOCI reclassified to profit and loss – net of tax	-	-	-	-	(369,749)	-	-	(369,749)
Movement in surplus on revaluation of equity investments through FVOCI – net of tax	-	-	-	-	(149,722)	-	-	(149,722)
Remeasurement gain on defined benefit plan	-	-	-	-	-	-	108,041	108,041
Movement in surplus on revaluation of property and equipment	-	-	-	-	-	1,823,229	-	1,823,229
	-	(31,198)	-	-	4,623,174	1,823,229	108,041	6,523,246
Transfer from surplus on revaluation of assets to unappropriated profit on disposal	-	-	-	-	-	-	-	-
Transfer to								
Statutory reserve	-	-	473,906	-	-	-	(473,906)	-
General reserve	-	-	-	-	-	-	-	-
	-	-	473,906	-	-	-	(473,906)	-
Gain on disposal of equity instruments measured at FVOCI - net of tax	-	-	-	-	(304,431)	-	304,431	-
Transactions with owners, recorded directly in equity								
Interim Dividend 2025: Rs 1.25 per share	-	-	-	-	-	-	(1,811,624)	(1,811,624)
Balance as at December 31, 2025 (audited)	14,492,992	1,885,551	22,131,128	64,839,092	19,342,847	11,810,209	17,244,290	151,746,109
Impact of adoption of IFRS 9 - net of tax (note 3.1)	-	-	-	-	-	-	(494,844)	(494,844)
Balance as at January 1, 2026 - restated	14,492,992	1,885,551	22,131,128	64,839,092	19,342,847	11,810,209	16,749,446	151,251,265
Total comprehensive income for the nine month period ended September 30, 2026								
Profit after taxation for the nine month period ended September 30, 2026	-	-	-	-	-	-	20,506,981	20,506,981
Other comprehensive loss - net of tax								
Effect of translation of net investment in foreign branch	-	(68,709)	-	-	-	-	-	(68,709)
Movement in surplus on revaluation of debt investments through FVOCI – net of tax	-	-	-	-	(4,515,361)	-	-	(4,515,361)
Gain on sale of debt securities carried at FVOCI reclassified to profit and loss – net of tax	-	-	-	-	(2,162,479)	-	-	(2,162,479)
Remeasurement loss on defined benefit plan	-	-	-	-	-	-	(425,226)	(425,226)
Movement in surplus on revaluation of equity investments through FVOCI – net of tax	-	-	-	-	(889,864)	-	-	(889,864)
Movement in surplus on revaluation of property and equipment	-	-	-	-	-	(171,245)	171,245	-
Reclassification of fair value loss upon conversion of debt securities into equity securities	-	-	-	-	(84,150)	-	84,150	-
	-	(68,709)	-	-	(7,651,854)	(171,245)	(169,831)	(8,061,639)
Transfer to								
Statutory reserve	-	-	2,050,698	-	-	-	(2,050,698)	-
General reserve	-	-	-	14,708,016	-	-	(14,708,016)	-
	-	-	2,050,698	14,708,016	-	-	(16,758,714)	-
Gain on disposal of equity securities measured at FVOCI - net of tax	-	-	-	-	(635,810)	-	635,810	-
Transfer to General reserve	-	-	-	-	-	-	-	-
Transactions with owners, recorded directly in equity								
Final dividend 2025: Rs. 1.75 per share	-	-	-	-	-	-	(2,536,274)	(2,536,274)
1st Interim Dividend 2026: Rs 2 per share	-	-	-	-	-	-	(2,898,598)	(2,898,598)
2nd Interim Dividend 2026: Rs 2 per share	-	-	-	-	-	-	(2,898,598)	(2,898,598)
Balance as at September 30, 2026 (un-audited)	14,492,992	1,816,842	24,181,826	79,547,108	11,055,183	11,638,964	12,630,222	155,363,137

The annexed notes 1 to 42 form an integral part of these unconsolidated condensed interim financial statements.

Chief Financial Officer | President & CEO | Director | Director | Chairman

ASKARI BANK LIMITED
UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2026

	Note	Nine month period ended	
		September 30, 2026	September 30, 2025
		------ Rupees in '000 ------	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		43,492,448	43,350,244
Less: dividend income		(811,296)	(707,792)
		42,681,152	42,642,452
Adjustments:			
Net mark–up / interest income		(69,462,946)	(65,268,955)
Depreciation		1,943,198	1,389,011
Amortization	30	223,754	169,979
Depreciation on right-of-use assets	30	2,173,500	1,763,520
Interest expense on lease liability against right-of-use assets	26	1,864,206	1,434,539
Gain on termination of lease contracts under IFRS - 16 - net	29	(40,167)	(23,149)
Charge for defined benefit plans		889,005	625,864
(Reversal of) / charge against credit loss allowance / provisions and write offs - net		(1,649,253)	897,606
Unrealised loss on revaluation of securities - FVTPL	28	273,531	(416,249)
Gain on sale of property and equipment - net	29	(43,022)	(32,581)
		(63,828,194)	(59,460,415)
		(21,147,042)	(16,817,963)
(Increase) / decrease in operating assets			
Lendings to financial institutions		1,817,630	(5,975,201)
Net investment in securities classified as FVTPL		(2,625,260)	2,293,082
Advances		(77,968,562)	155,044,656
Other assets		(11,549,260)	3,821,388
		(90,325,452)	155,183,925
Increase / (decrease) in operating liabilities			
Bills payable		(7,171,852)	(49,231,272)
Borrowings from financial institutions		(30,423,884)	199,499,764
Deposits		190,932,873	151,493,850
Other liabilities		6,482,487	229,873
		159,819,624	301,992,215
		48,347,130	440,358,177
Payment made to defined benefit plan		(76,303)	(60,172)
Mark–up / interest paid		(171,216,311)	(162,052,540)
Mark–up / interest received		216,002,642	200,146,577
Income tax paid		(21,634,959)	(26,084,213)
Net cash flow generated from operating activities		71,422,199	452,307,829
CASH FLOW FROM INVESTING ACTIVITIES			
Net investment in securities classified as FVOCI		(50,803,898)	(439,654,301)
Net investment in securities measured at amortized cost		6,483,917	(877,196)
Amount received on disposal of assets held for sale		-	1,308,750
Dividend received		789,027	686,511
Investments in property and equipment		(5,728,484)	(3,016,156)
Investments in intangible assets		(671,737)	(179,137)
Proceeds from sale of property and equipment		56,911	59,139
Effect of translation of net investment in foreign branch		(68,709)	54,705
Net cash flow used in investing activities		(49,942,973)	(441,617,685)
CASH FLOW FROM FINANCING ACTIVITIES			
Payments against lease liabilities under IFRS-16	18	(2,982,212)	(2,610,974)
Payment of subordinated debt		-	(6,000,000)
Dividend paid		(8,252,474)	(7,167,655)
Net cash flow used in financing activities		(11,234,686)	(15,778,629)
Increase / (decrease) in cash and cash equivalents		10,244,540	(5,088,485)
Cash and cash equivalents at beginning of the period		121,210,624	144,281,319
Credit loss allowance on cash and cash equivalents - net		15,803	-
Cash and cash equivalents at end of the period	35	131,470,967	139,192,834

The annexed notes 1 to 42 form an integral part of these unconsolidated condensed interim financial statements.

Chief Financial Officer	President & CEO	Director	Director	Chairman

ASKARI BANK LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2026

1 STATUS AND NATURE OF BUSINESS

Askari Bank Limited (the Bank) was incorporated in Pakistan on October 9, 1991 as a Public Limited Company and is listed on the Pakistan Stock Exchange. The registered office of the Bank is situated at AWT Plaza, the Mall, Rawalpindi. The Bank is a scheduled commercial bank and is principally engaged in the business of banking as defined in the Banking Companies Ordinance, 1962. The Fauji Consortium: comprising of Fauji Foundation (FF) and Fauji Fertilizer Company Limited (FFCL) collectively own 71.91 (2025: 71.91) percent shares of the Bank. The ultimate parent of the Bank is Fauji Foundation. The Bank has 820 branches (2025: 757 branches); 819 (2025: 756 branches) in Pakistan and Azad Jammu and Kashmir including 428 (2025: 365) Islamic Banking branches and 67 (2025: 66) sub–branches and a Wholesale Bank Branch (WBB) in the Kingdom of Bahrain. The Pakistan Credit Rating Agency (PACRA) has assigned long term rating of AAA and short term rating of A1+ to the Bank with stable outlook.

2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

2.1 BASIS OF PREPARATION

2.1.1 These unconsolidated condensed interim financial statements represent separate financial statements of the Bank in which investment in subsidiaries is accounted for on the basis of cost less accumulated impairment losses, if any.

2.1.2 The Islamic banking branches of the Bank have complied with the requirements as set out in the Islamic Financial Accounting Standards (IFAS), issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the provisions of Companies Act, 2017. Key financial figures of the Islamic Banking Branches are disclosed in note 40 to these unconsolidated condensed interim financial statements.

2.1.3 These unconsolidated condensed interim financial statements have been prepared under the historical cost convention except that certain property and equipment and non banking assets acquired in satisfaction of claims are stated at revalued amounts; investments classified at fair value through profit and loss and fair value through other comprehensive income; foreign exchange contracts and derivative financial instruments are measured at fair value; defined benefit obligations are carried at present value; right of use of assets and related lease liabilities are measured at present value on initial recognition and all financial instruments except as disclosed in note 3.1.3 are measured at fair value on initial recognition.

2.1.4 The Bank believes that there is no significant doubt on the Bank's ability to continue as a going concern. Therefore, these unconsolidated condensed interim financial statements have been prepared on a going concern basis.

2.1.5 These unconsolidated condensed interim financial statements have been presented in Pak Rupees, which is the Bank's functional and presentation currency. The figures have been rounded off to the nearest thousand rupees, unless otherwise stated.

2.2 STATEMENT OF COMPLIANCE

2.2.1 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 notified under the Companies Act, 2017;

- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Companies Act, 2017;

- Provisions of, directives and notifications issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017; and

- Directives issued by the State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP).

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

2.2.2 The disclosures made in these unconsolidated condensed interim financial statements have been limited based on the format prescribed by the SBP vide BPRD Circular No. 2 dated February 9, 2023 and IAS 34. These unconsolidated condensed interim financial statements do not include all the information and disclosures required in the audited annual unconsolidated financial statements, and should be read in conjunction with the audited annual unconsolidated financial statements for the year ended December 31, 2025.

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

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

There are certain new and amended standards, issued by the International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Bank's accounting period beginning on January 1, 2026 but are considered not to be relevant or do not have any material effect on the Bank's unconsolidated condensed interim financial statements including the following:

- IFRS 7, 'Financial Instruments: Disclosures'; the SECP through S.R.O. 742(1)/2025 dated April 16, 2025 has required disclosures regarding the significance of financial instruments to the Bank’s financial position and performance, as well as the nature, extent, and management of risks arising from such instruments. Accordingly, the Bank will adopt IFRS 7 in preparing its annual financial statements for the year ending December 31, 2026. However, the disclosure requirements of IFRS 7 do not apply to these unconsolidated condensed interim financial statements except for those specified in paragraph 16A(j) of IAS 34, 'Interim Financial Reporting'.

- Certain amendments to IFRS 7 'Financial Instruments: Disclosures' and IFRS 9 'Financial Instruments' have become applicable on the Bank which clarify the date of recognition and derecognition of a financial asset or financial liability. These amendments do not have any material impact and therefore, have not been detailed in these unconsolidated condensed interim financial statements.

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

There are certain new and amended standards, issued by IASB, interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after January 1, 2027 but are considered not to be relevant or do not have any material effect on the Bank's unconsolidated condensed interim financial statements except for:

- the new standard - IFRS 18 'Presentation and Disclosure in Financial Statements' (published in April 2024) with applicability date of January 1, 2027. Application of IFRS 18 will impact the presentation of the 'Statement of Profit and Loss Account' with certain additional disclosures as and when instructed by the SBP.

3 MATERIAL ACCOUNTING POLICY INFORMATION

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, 2025 except as disclosed in note 3.1 below.

3.1 IFRS 9 - Financial Instruments

3.1.1 The Bank adopted IFRS 9 effective from January 1, 2024, except for certain relaxations and extensions issued by the SBP from time to time. The impacts of these relaxations and extensions were incorporated in the annual audited unconsolidated financial statements of the Bank for the years ended December 31, 2024 and 2025, with the modified retrospective approach as permitted under IFRS 9.

3.1.2 In addition, the SBP, in a separate instruction vide BPRD/RPD/822456/25 dated January 22, 2025, allowed an extension for application of the Effective Interest Rate (EIR) up to December 31, 2025. During the current period, in accordance with the aforementioned instruction, the Bank has applied EIR on the financial instruments as at January 1, 2026. Accordingly, cumulative impact of application of EIR amounting to Rs. 494,844 thousand, net of tax, has decreased the equity at the beginning of the current period with a corresponding impact on income / mark-up accrued and mark-up / return / interest payable.

3.1.3 The SBP has directed the banks through its BPRD Circular Letter No. 1 dated January 22, 2025, to continue applying the existing revenue recognition methodology for Islamic operations, including the requirements of IFAS 1 and IFAS 2 until further instructions. Had IFRS 9 been adopted for revenue recognition related to Islamic operations, the revenue of the Bank would have been higher by Rs. 1,407,867 thousand (Sep 30, 2025: Rs 889,850 thousand).

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The basis for accounting estimates adopted in the preparation of these unconsolidated condensed interim financial statements are same as that applied in the preparation of the audited annual unconsolidated financial statements for the year ended December 31, 2025, except for matter related to IFRS 9 which has been disclosed in note 3.1 to these unconsolidated condensed interim financial statements.

5 FINANCIAL RISK MANAGEMENT

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

		Note	(Un-audited) September 30, 2026	(Audited) December 31, 2025
6	**CASH AND BALANCES WITH TREASURY BANKS**		------ Rupees in '000 ------	
	In hand			
	Local currency		24,512,792	28,388,776
	Foreign currencies		4,918,619	6,277,042
			29,431,411	34,665,818
	With State Bank of Pakistan in			
	Local currency current accounts		71,224,289	49,154,044
	Foreign currency current account		10,503,183	6,935,682
	Foreign currency deposit account		12,920,923	12,842,042
			94,648,395	68,931,768
	With National Bank of Pakistan in			
	Local currency current accounts		3,468,540	5,038,319
	Prize Bonds		17,919	18,615
			127,566,265	108,654,520
	Less: Credit loss allowance held against cash and balances with treasury banks		-	(16,542)
	Cash and balances with treasury banks - net of credit loss allowance		127,566,265	108,637,978
7	**BALANCES WITH OTHER BANKS**			
	In Pakistan			
	In current accounts		1,785,357	1,543,213
	Outside Pakistan			
	In current accounts		1,121,245	7,071,368
	In deposit accounts		2,638,647	5,160,183
			3,759,892	12,231,551
			5,545,249	13,774,764
	Less: Credit loss allowance held against balances with other banks		(1,075)	(336)
	Balances with other banks - net of credit loss allowance		5,544,174	13,774,428
8	**LENDINGS TO FINANCIAL INSTITUTIONS**			
	Call / clean money lendings		-	6,600,000
	Repurchase agreement lendings (Reverse Repo)		4,965,878	-
	Placements with financial institutions		7,366,809	7,528,026
	Purchase under resale arrangement of equity securities		7,430	29,721
			12,340,117	14,157,747
	Less: Credit loss allowance / provision held against lending to financial institutions	8.1	(7,430)	(29,721)
	Lendings to financial institutions - net of credit loss allowance / provision		12,332,687	14,128,026

			September 30, 2026 (Un-audited)		December 31, 2025 (Audited)	
8.1	**Lendings To Financial Institutions - particulars of credit loss allowance / provision**		Lending	Credit loss allowance / provision held	Lending	Credit loss allowance / provision held
			---------- Rupees in '000 ----------			
	Domestic					
	Performing	Stage 1	4,965,878	-	6,600,000	-
	Non-performing	Stage 3				
	Loss		7,430	7,430	29,721	29,721
			4,973,308	7,430	6,629,721	29,721
	Overseas					
	Performing	Stage 1	7,366,809	-	7,528,026	-
			12,340,117	7,430	14,157,747	29,721

9 INVESTMENTS

	September 30, 2026 (Un-audited)				December 31, 2025 (Audited)			
	Cost / amortized cost	Credit Loss allowance / provision	Surplus / (deficit)	Carrying value	Cost / amortized cost	Credit Loss allowance / provision	Surplus / (deficit)	Carrying value
	---------- Rupees in '000 ----------							
9.1 Investments by type:								
FVTPL								
Shares	408,012	-	(19,067)	388,945	2,012,345	-	2,730	2,015,075
Units of open end mutual funds	2,544,769	-	(263,309)	2,281,460	2,742,718	-	(197,948)	2,544,770
Federal Government Securities	1,303,368	-	-	1,303,368	593,439	-	-	593,439
Non Government Debt Securities	6,987,886	-	8,845	6,996,731	3,517,573	-	(52,082)	3,465,491
	11,244,035	-	(273,531)	10,970,504	8,866,075	-	(247,300)	8,618,775
FVOCI								
Federal Government Securities	1,965,691,428	(195,200)	15,401,334	1,980,897,562	1,916,513,443	(32,419)	29,278,307	1,945,759,331
Shares	8,059,391	-	7,678,731	15,738,122	6,501,734	-	11,031,317	17,533,051
Fully paid preference shares	2,314	-	(2,314)	-	27,314	-	(1,100)	26,214
Non Government Debt Securities	9,991,430	(379,145)	(46,120)	9,566,165	8,573,569	(391,163)	(10,925)	8,171,481
	1,983,744,563	(574,345)	23,031,631	2,006,201,849	1,931,616,060	(423,582)	40,297,599	1,971,490,077
Amortised cost								
Federal Government Securities	41,036,995	-	-	41,036,995	47,475,078	(11,647)	-	47,463,431
Non Government Debt Securities	45,069	(45,069)	-	-	90,903	(90,903)	-	-
	41,082,064	(45,069)	-	41,036,995	47,565,981	(102,550)	-	47,463,431
Subsidiaries	1,196,700	-	-	1,196,700	1,196,700	-	-	1,196,700
Total investments	2,037,267,362	(619,414)	22,758,100	2,059,406,048	1,989,244,816	(526,132)	40,050,299	2,028,768,983

	(Un-audited) September 30, 2026	(Audited) December 31, 2025
9.1.1 Investments given as collateral	------ Rupees in '000 ------	
The market value of investments given as collateral:		
Market Treasury Bills	44,643,170	22,068,937
Pakistan Investment Bonds	708,830,823	780,800,697
Overseas Bonds	24,750,803	-
Overseas Sukuks	2,272,250	-
Shares	298,381	379,380
	780,795,427	803,249,014

9.2 Summary of financial information of subsidiaries

		As at September 30, 2026				For the nine month period ended September 30, 2026		
	Note	Country of incorporation	Holding	Assets	Liabilities	Revenue / Income	Profit / (loss) after tax	Total comprehensive income / (loss) for the period
				---------- Rupees in '000 ----------				
Foundation Securities (Private) Limited	9.2.1	Pakistan	51%	3,738,618	2,318,773	702,666	176,563	176,563
Askari Currency Exchange (Private) Limited	9.2.2	Pakistan	100%	1,241,607	442,515	123,758	(152,743)	(152,743)

	As at December 31, 2025				For the nine month period ended September 30, 2025		
	Country of incorporation	Holding	Assets	Liabilities	Revenue / Income	Profit / (loss) after tax	Total comprehensive income / (loss) for the period
			---------- Rupees in '000 ----------				
Foundation Securities (Private) Limited	Pakistan	51%	4,454,841	3,150,497	743,411	223,929	224,713
Askari Currency Exchange (Private) Limited	Pakistan	100%	1,354,427	402,593	99,232	(46,821)	(46,821)

9.2.1 Foundation Securities (Private) Limited (FSL), was incorporated in Pakistan as a Private Limited Company on January 18, 2005, under the Companies Ordinance, 1984 (repealed with the enactment of the Companies Act, 2017) and its registered office is situated at Ground Floor, Bahria Complex II, M.T. Khan Road, Karachi - 74000. FSL is a Trading Right Entitlement Certificate (TREC) holder of the Pakistan Stock Exchange Limited (PSX) and a corporate member of Pakistan Mercantile Exchange Limited. FSL is principally engaged in the business of equity and commodities brokerage, equity research and corporate financial advisory services.

9.2.2 Askari Currency Exchange (Private) Limited (ACEL) was incorporated in Pakistan on April 19, 2024, under the Companies Act 2017 (XIX of 2017) as a private limited company. The company is principally engaged in currency exchange services. The registered address of ACEL is situated at Ground Floor, Old Building, Marine Trade Centre, Kehkashan Block 9, Clifton, Karachi 75600.

		(Un-audited) September 30, 2026	(Audited) December 31, 2025
9.3	**Credit loss allowance / provision against diminuition in value of investments**	------ Rupees in '000 ------	
9.3.1	Opening balance	526,132	1,086,264
	Charge / (reversals) for the period / year	93,282	(560,132)
	Closing balance	619,414	526,132

9.3.2 Particulars of credit loss allowance / provision against debt securities

		September 30, 2026 (Un-audited)		December 31, 2025 (Audited)	
		Outstanding Amount	Credit loss allowance held / provision held	Outstanding Amount	Credit loss allowance held / provision held
		---------- Rupees in '000 ----------			
Domestic					
Performing	Stage 1	1,508,223	1,855	1,527,491	18,976
Non-performing	Stage 3				
Loss		407,472	407,472	463,090	463,090
		1,915,695	409,327	1,990,581	482,066
Overseas					
Performing	Stage 1	29,778,403	210,087	13,228,712	44,066
Total		31,694,098	619,414	15,219,293	526,132

9.4 The market value of securities classified as amortised cost as at September 30, 2026 is Rs. 38,925,582 thousand (December 31, 2025: Rs. 47,107,927 thousand).

10 ADVANCES	Performing		Non Performing		Total	
	(Un-audited) September 30, 2026	(Audited) December 31, 2025	(Un-audited) September 30, 2026	(Audited) December 31, 2025	(Un-audited) September 30, 2026	(Audited) December 31, 2025
	Rupees in '000					
Loans, cash credits, running finances, etc.	453,033,413	406,859,651	22,949,998	26,441,769	475,983,411	433,301,420
Islamic financing and related assets	195,273,866	167,292,060	4,889,711	4,535,752	200,163,577	171,827,812
Bills discounted and purchased	24,940,459	17,937,163	2,060,833	2,113,323	27,001,292	20,050,486
Advances - gross	673,247,738	592,088,874	29,900,542	33,090,844	703,148,280	625,179,718
Credit loss allowance / provision against advances						
- Stage 1	(1,144,123)	(1,548,519)	-	-	(1,144,123)	(1,548,519)
- Stage 2	(5,310,128)	(4,708,881)	-	-	(5,310,128)	(4,708,881)
- Stage 3	-	-	(29,382,349)	(32,300,414)	(29,382,349)	(32,300,414)
	(6,454,251)	(6,257,400)	(29,382,349)	(32,300,414)	(35,836,600)	(38,557,814)
Advances - net of credit loss allowance / provision	666,793,487	585,831,474	518,193	790,430	667,311,680	586,621,904

10.1 Particulars of advances (gross)	(Un-audited) September 30, 2026	(Audited) December 31, 2025
	Rupees in '000	
In local currency	635,089,136	583,564,620
In foreign currencies	68,059,144	41,615,098
	703,148,280	625,179,718

10.2 Advances include amount of Rs. 29,900,542 thousand (2025: Rs. 33,090,844 thousand) which have been placed under non-performing status / stage 3 as detailed below:

Category of classification (Stage 3)	September 30, 2026 (Un-audited)		December 31, 2025 (Audited)	
	Non Performing Loans	Credit loss allowance / provision	Non Performing Loans	Credit loss allowance / provision
Domestic	Rupees in '000			
Other Assets Especially Mentioned (OAEM)	60,781	29,094	422,081	209,943
Substandard	471,471	245,123	747,157	540,675
Doubtful	81,800	40,487	296,534	131,046
Loss	29,286,490	29,067,645	31,625,072	31,418,750
	29,900,542	29,382,349	33,090,844	32,300,414

10.3 Particulars of credit loss allowance / provision against advances

	September 30, 2026 (Un-audited)			
	Stage 1	Stage 2	Stage 3	Total
	Rupees in '000			
Opening balance	1,548,519	4,708,881	32,300,414	38,557,814
Charge for the period	399,957	1,419,563	458,014	2,277,534
Reversal for the period	(804,353)	(818,316)	(3,376,079)	(4,998,748)
	(404,396)	601,247	(2,918,065)	(2,721,214)
Closing balance	1,144,123	5,310,128	29,382,349	35,836,600

	December 31, 2025 (Audited)			
	Stage 1	Stage 2	Stage 3	Total
	Rupees in '000			
Opening balance	1,140,828	3,893,372	32,280,864	37,315,064
Impact of ECL recognised on adoption of IFRS–9	213,087	589,201	-	802,288
Balances as at January 1	1,353,915	4,482,573	32,280,864	38,117,352
Charge for the year	1,001,577	2,402,543	2,591,860	5,995,980
Reversal for the year	(806,973)	(2,176,235)	(1,332,991)	(4,316,199)
	194,604	226,308	1,258,869	1,679,781
Amounts written off / charged off	-	-	(1,239,319)	(1,239,319)
Closing balance	1,548,519	4,708,881	32,300,414	38,557,814

10.4 Advances - particulars of credit loss allowance / provision

	September 30, 2026 (Un-audited)		
	Stage 1	Stage 2	Stage 3
	Rupees in '000		
Opening balance	1,548,519	4,708,881	32,300,414
New Advances	393,053	28,249	510
Advances repaid	(583,409)	(426,933)	(2,198,815)
Transfer to / from stage 1	6,904	(6,904)	-
Transfer to / from stage 2	(214,050)	1,391,314	(1,177,264)
Transfer to / from stage 3	(6,894)	(192,289)	199,183
	(404,396)	793,437	(3,176,386)
Changes in risk parameters	-	(192,190)	258,321
Closing balance	1,144,123	5,310,128	29,382,349

	December 31, 2025 (Audited)		
	Stage 1	Stage 2	Stage 3
	Rupees in '000		
Opening balance	1,140,828	3,893,372	32,280,864
Impact of ECL recognised on adoption of IFRS–9	213,087	589,201	-
Balances as at January 1	1,353,915	4,482,573	32,280,864
New Advances	868,618	1,703,946	-
Advances repaid	(435,042)	(2,038,873)	(1,308,304)
Transfer to / from stage 1	132,959	(109,320)	(23,639)
Transfer to / from stage 2	(79,383)	80,431	(1,048)
Transfer to / from stage 3	(30,560)	(28,042)	58,602
	456,592	(391,858)	(1,274,389)
Amounts written off / charged off	-	-	(1,239,319)
Changes in risk parameters	(261,988)	618,166	2,533,258
Closing balance	1,548,519	4,708,881	32,300,414

10.5 Advances - category of classification

		September 30, 2026 (Un-audited)		December 31, 2025 (Audited)	
		Outstanding amount	Credit loss allowance / provision held	Outstanding amount	Credit loss allowance / provision held
		Rupees in '000			
Domestic					
Performing	Stage 1	542,829,964	1,114,143	483,618,998	1,548,519
Underperforming	Stage 2	117,575,389	5,277,581	106,228,892	4,652,904
Non-Performing	Stage 3				
Other assets especially mentioned		60,781	29,094	422,081	209,943
Substandard		471,471	245,123	747,157	540,675
Doubtful		81,800	40,487	296,534	131,046
Loss		29,286,490	29,067,645	31,625,072	31,418,750
		29,900,542	29,382,349	33,090,844	32,300,414
Sub Total		690,305,895	35,774,073	622,938,734	38,501,837
Overseas					
Performing	Stage 1	11,179,699	29,980	-	-
Underperforming	Stage 2	1,662,686	32,547	2,240,984	55,977
		12,842,385	62,527	2,240,984	55,977
Total		703,148,280	35,836,600	625,179,718	38,557,814

		Note	(Un-audited) September 30, 2026	(Audited) December 31, 2025
11	**PROPERTY AND EQUIPMENT**		------ Rupees in '000 ------	
	Capital work-in-progress	11.1	1,832,072	1,541,438
	Property and equipment		28,428,926	24,684,012
			30,260,998	26,225,450

11.1 This represents civil works in progress and advances to suppliers and contractors.

		(Un-audited) Nine month period ended	
		September 30, 2026	September 30, 2025
11.2	**Additions to property and equipment**	------- Rupees in '000 -------	
	The following additions have been made to property and equipment during the period:		
	Capital work-in-progress - net	289,311	1,010,839
	Property and equipment		
	Buildings freehold	257,968	-
	Renovation of premises	1,325,617	591,441
	Furniture, fixtures and office equipment	694,461	508,898
	Machine and equipment	1,647,952	856,081
	Computer equipment	1,453,530	497,476
	Vehicles	317,613	102,228
		5,697,141	2,556,124
	Total	5,986,452	3,566,963

11.3 Disposal of property and equipment

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

Renovation of premises	943	2,953
Furniture, fixtures and office equipment	9,486	5,611
Machine and equipment	2,699	3,445
Computer equipment	310	238
Vehicles	451	14,311
Total	13,889	26,558

		(Un-audited) September 30, 2026	(Audited) December 31, 2025
12	**RIGHT-OF-USE ASSETS**	------ Rupees in '000 ------	
	Net carrying amount at January 1,	14,931,093	12,161,484
	Additions during the period / year	5,874,194	5,509,766
	Depreciation for the period / year	(2,173,500)	(2,410,862)
	Terminations and other adjustments	(464,270)	(329,295)
	Net carrying amount at period / year end	18,167,517	14,931,093

13	**INTANGIBLE ASSETS**		
	Computer software	2,103,991	1,721,103
	Capital work-in-progress	548,942	483,870
		2,652,933	2,204,973

	(Un-audited) Nine month period ended	
	September 30, 2026	September 30, 2025
13.1 Additions to intangible assets	------- Rupees in '000 -------	
The following additions have been made to intangible assets during the period:		
Software addition	606,665	119,993
Capital work-in-progress - net	65,072	143,637
	671,737	263,630

	Note	(Un-audited) September 30, 2026	(Audited) December 31, 2025
		------ Rupees in '000 ------	
14 OTHER ASSETS			
Income / mark-up accrued in local currency		85,736,425	59,291,206
Income / mark-up accrued in foreign currencies		1,628,882	955,802
Advances, deposits, advance rent and other prepayments	14.1	11,713,992	8,523,435
Advance taxation		6,871,618	9,563,691
Deferred cost on recognition of loan at fair value	14.2	3,828,716	4,412,757
Non-banking assets acquired in satisfaction of claims		3,809,805	366,160
Receivable against trading of securities		-	147,388
Stationary and stamps in hand		394,591	413,469
Receivable from defined benefit plan		-	75,070
Dividend receivable		26,607	4,338
Margin against stand by letter of credit (SBLC)		173,287	158,828
Acceptances		18,592,448	12,242,718
Switch settlement accounts		411,502	-
Rebate receivable against home remittances		1,958,184	2,857,255
Others		606,504	787,674
		135,752,561	99,799,791
Less: Credit loss allowance / provision held against other assets	14.3	(533,925)	(693,288)
Other assets - net of credit loss allowance / provision		135,218,636	99,106,503
Surplus on revaluation of non-banking assets acquired in satisfaction of claims		430,985	602,230
Other assets - total		135,649,621	99,708,733

14.1 This includes the prepaid employment benefit amounting to Rs. 8,359,247 thousand (December 31, 2025: 7,299,665 thousand) recognized in connection with concessional staff facilities provided to employees. These facilities have been recognized at fair value on the date of disbursement. The resultant benefit arising from these concessional facilities is subsequently accounted for under IAS 19 Employee Benefits. The current period amortization of prepaid employee benefit asset amounts to Rs. 1,824,635 thousand (September 30, 2025: Rs. 1,298,906 thousand).

14.2 This represents deferred portion of fair value loss arisen on initial recognition of loan to PIA Holding Company Limited (PIAHCL). SBP through its circular BPRD/BRD/PIAHCL/733688-2024 dated August 01, 2024 has allowed staggering of such fair value impact over a period of 6 years at rates of 5%, 10%, 15%, 20%, 25%, and 25% from year 1 to year 6. Accordingly, 15% is being amortized on monthly proportionate basis during the current period (December 31, 2025: 10%).

	(Un-audited) September 30, 2026	(Audited) December 31, 2025
	------ Rupees in '000 ------	
14.3 Credit loss allowance / provision held against other assets		
Advances, deposits, advance rent and other prepayments	4,838	4,838
Acceptances	379,564	538,317
Others	149,523	150,133
	533,925	693,288

		(Un-audited) September 30, 2026	(Audited) December 31, 2025
14.3.1	**Movement in credit loss allowance / provision held against other assets**	------ Rupees in '000 ------	
	Opening balance	693,288	442,747
	(Reversal) / charge for the period / year - net	(159,363)	250,541
	Closing balance	533,925	693,288
15	**BILLS PAYABLE**		
	In Pakistan	16,087,518	23,259,370
16	**BORROWINGS**		
	Secured		
	Borrowings from the State Bank of Pakistan under:		
	- Export refinance scheme	3,353,000	9,456,104
	- Long term financing facility	3,481,620	4,525,856
	- Financing facility for storage of agricultural produce	70,900	56,200
	- Renewable energy financing facility	2,957,334	3,382,492
	- Refinance from SBP		
	- Credit guarantee scheme for women entrepreneurs	37,542	54,573
	- Temporary economic refinance facility	5,028,530	5,944,439
	- Modernization of SME	244,421	302,878
	- Combating COVID-19	-	73,958
	- Rupee based discounting of bills / receivable	3,295,438	3,705,624
	- Special persons	300	360
	- Working capital financing	-	40,000
		18,469,085	27,542,484
	Repurchase agreement borrowings		
	- State Bank of Pakistan	665,744,049	704,004,760
	- Financial institutions	96,373,107	92,479,644
		762,117,156	796,484,404
	Refinance from Pakistan Mortgage Refinance Company	1,891,087	2,761,911
	Total secured	782,477,328	826,788,799
	Unsecured		
	Call borrowings	70,740,000	165,175,390
	Overdrawn nostro accounts	1,639,472	1,201,782
	Bai Muajjal - financial institutions	105,705,433	-
	Financial institutions	4,018,159	1,400,615
	Total unsecured	182,103,064	167,777,787
		964,580,392	994,566,586

17 DEPOSITS AND OTHER ACCOUNTS

	September 30, 2026 (Un-audited)			December 31, 2025 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	---------- Rupees in '000 ----------					
Customers						
Current deposits	666,734,887	43,008,875	709,743,762	465,138,119	34,773,304	499,911,423
Savings deposits	859,809,613	64,380,658	924,190,271	842,360,003	69,651,930	912,011,933
Fixed deposits	159,258,762	22,377,102	181,635,864	155,541,683	32,219,310	187,760,993
	1,685,803,262	129,766,635	1,815,569,897	1,463,039,805	136,644,544	1,599,684,349
Financial institutions						
Current deposits	1,588,969	23,600	1,612,569	1,558,139	199,083	1,757,222
Savings deposits	2,951,817	95,939	3,047,756	6,892,451	53,727	6,946,178
Fixed deposits	2,034,400	-	2,034,400	22,944,000	-	22,944,000
	6,575,186	119,539	6,694,725	31,394,590	252,810	31,647,400
	1,692,378,448	129,886,174	1,822,264,622	1,494,434,395	136,897,354	1,631,331,749

18 LEASE LIABILITIES

	(Un-audited) September 30, 2026	(Audited) December 31, 2025
	------ Rupees in '000 ------	
Outstanding amount at the start of the period / year	17,433,672	14,136,598
Additions during the period / year	5,874,194	5,509,766
Lease payments including interest	(2,982,212)	(3,807,888)
Interest expense for the period / year	1,864,206	1,984,326
Termination and other adjustments	(521,644)	(389,130)
Outstanding amount at the end of the period / year	21,668,216	17,433,672

18.1 Contractual maturities of lease liabilities

Not later than one year	1,659,760	1,225,932
Later than one year and upto five years	8,392,285	6,813,647
Over five years	11,616,171	9,394,093
Total at the end of the period / year	21,668,216	17,433,672

18.2 For the purpose of discounting, PKRV rates are being used.

		(Un-audited) September 30, 2026	(Audited) December 31, 2025
19	**SUBORDINATED DEBT**	------ Rupees in '000 ------	
	Term Finance Certificates - VI (ADT-1)	6,000,000	6,000,000

19.1 The Bank has raised unsecured sub-ordinated loan through issuance of Term Finance Certificates (TFC) to improve the Bank's capital adequacy. Liability to the TFC holders is subordinated to and rank inferior to all other indebtedness of the Bank including deposits and is not redeemable before maturity without prior approval of the SBP. The salient features of outstanding issue are as follows:

	Term Finance Certificates - VI (ADT-1)
Outstanding amount - Rupees in '000	6,000,000
Issue amount	Rupees 6,000 million
Issue date	July 03, 2018
Maturity Date	Perpetual
Rating	AA-
Security	Unsecured
Listing	Listed
Profit payment frequency	Payable six monthly
Redemption	Perpetual
Mark-Up	Base Rate plus 1.50% Base Rate is the simple average of the ask rate of six month KIBOR prevailing on the base rate setting date.
Call option	Exercisable after 60 months from the date of issue subject to approval by the SBP.
Lock-in clause	Payment of profit will be subject to the condition that such payment will not result in breach of the Bank's regulatory Minimum Capital Requirement or Capital Adequacy Ratio set by SBP from time to time. Any inability to exercise lock-in clause or the non-cumulative features will subject these TFCs to mandatory conversion into common shares / write off at the discretion of SBP.
Loss absorption clause	The Instrument will be subject to loss absorption and / or any other requirements of SBP upon the occurrence of a Point of Non-Viability event as per Section A-5-3 of Annexure 5 of the Circular, which stipulates that SBP may, at its option, fully and permanently convert the TFCs into common shares of the issuer and / or have them immediately written off (either partially or in full). Number of shares to be issued to TFC holders at the time of conversion will be equal to the 'Outstanding Value of the TFCs' divided by market value per share of the Bank's common share on the date of trigger event as declared by SBP, subject to a specified cap.

	Note	(Un-audited) September 30, 2026	(Audited) December 31, 2025
		------ Rupees in '000 ------	
20 DEFERRED TAX LIABILITIES			
Taxable / (deductible) temporary differences on			
- Accelerated tax depreciation		725,145	521,674
- Surplus on revaluation of investments		11,976,448	20,954,752
- Lease liabilities net of right-of-use assets		(2,320,910)	(1,810,790)
- ECL against financial instruments		(3,653,692)	(5,244,642)
- Others including impacts of EIR		(2,508,958)	(117,807)
		4,218,033	14,303,187
21 OTHER LIABILITIES			
Mark-up / return / interest payable in local currency		13,750,098	10,723,369
Mark-up / return / interest payable in foreign currencies		817,962	1,403,007
Unearned commission and income on bills discounted		1,531,098	1,443,072
Accrued expenses		8,747,760	6,854,278
Advance payments		376,636	338,529
Acceptances		18,592,447	12,242,718
Dividend payable		409,630	328,634
Advance against sale of non-banking assets		204,383	142,290
Mark to market loss on forward foreign exchange contracts		225,497	9,100
Branch adjustment account		1,034,038	1,424,599
Payable to defined benefit plan		811,779	-
Provision for employees' compensated absences		1,339,289	988,210
Security deposit against lease / ijarah financing		10,786,758	6,360,164
Levies and taxes payable		978,634	1,620,392
Workers' Welfare Fund		3,018,706	2,451,596
Liability against trading of securities		69,066	-
Switch settlement accounts		-	5,480,541
Deferred grant on subsidised refinance loans		94,019	78,610
Credit loss allowance against / provision off-balance sheet obligations	21.1	2,618,919	1,442,783
Others		3,303,286	3,029,003
		68,710,005	56,360,895
21.1 Credit loss allowance / provision against off-balance sheet obligations			
Opening balance		1,442,783	755,760
Impact of ECL recognised on adoption of IFRS 9		-	103,899
Balances as at January 1		1,442,783	859,659
Charge for the period / year		1,176,136	583,124
Closing balance		2,618,919	1,442,783
22 SURPLUS ON REVALUATION OF ASSETS - NET OF TAX			
Surplus on revaluation of:			
- Securities measured at FVOCI - Debt		15,355,214	29,267,382
- Securities measured at FVOCI - Equity		7,676,417	11,030,217
- Property and equipment		11,207,979	11,207,979
- Non-banking assets acquired in satisfaction of claims		430,985	602,230
		34,670,595	52,107,808
Deferred tax on surplus on revaluation of:			
- Securities measured at FVOCI - Debt		(7,984,711)	(15,219,039)
- Securities measured at FVOCI - Equity		(3,991,737)	(5,735,713)
		(11,976,448)	(20,954,752)
		22,694,147	31,153,056

		Note	(Un-audited) September 30, 2026	(Audited) December 31, 2025
23	**CONTINGENCIES AND COMMITMENTS**		------ Rupees in '000 ------	
	- Guarantees	23.1	374,251,153	293,435,427
	- Commitments	23.2	572,816,628	447,746,557
	- Other contingent liabilities	23.3	979,274	1,109,184
			948,047,055	742,291,168
23.1	**Guarantees**			
	Financial guarantees		13,776,865	16,865,466
	Performance guarantees		200,617,454	173,693,662
	Other guarantees		159,856,834	102,876,299
			374,251,153	293,435,427
23.2	**Commitments**			
	Documentary credits and short-term trade-related transactions			
	- letters of credit		268,243,985	149,611,561
	Commitments in respect of:			
	- forward foreign exchange contracts	23.2.1	249,628,338	249,321,861
	- forward government securities transactions	23.2.2	39,240,000	23,000,000
	- forward non government securities transactions	23.2.3	337,528	1,715,934
	Commitments for acquisition of:			
	- property and equipment		917,512	849,893
	- intangible assets		443,615	253,849
	- undrawn loan commitments	23.2.4	14,005,650	22,993,459
			572,816,628	447,746,557
23.2.1	**Commitments in respect of forward foreign exchange contracts**			
	Purchase		132,816,081	144,329,274
	Sale		116,812,257	104,992,587
			249,628,338	249,321,861

The above commitments have maturities falling within one year.

23.2.2	**Commitments in respect of forward government securities transactions**			
	Purchase		19,240,000	11,000,000
	Sale		20,000,000	12,000,000
			39,240,000	23,000,000
23.2.3	**Commitments in respect of forward non government securities transactions**			
	Purchase		-	-
	Sale		337,528	1,715,934
			337,528	1,715,934

23.2.4 Undrawn loan commitments

The Bank makes commitments to extend credit in the normal course of business but these being revocable commitments do not attract any significant penalty or the expense if the facility is unilaterally withdrawn, other than commitments in respect of syndicated long term financings amounting to Rs 14,005,650 thousand (December 31, 2025: Rs 22,993,459 thousand).

		(Un-audited) September 30, 2026	(Audited) December 31, 2025
23.3	**Other contingent liabilities**	------ Rupees in '000 ------	
	These represent certain claims by third parties against the Bank, which are being contested in the Courts of law. Based on legal advice and / or internal assessment, management is confident that the matters will be decided in Bank's favour and the possibility of any outcome against the Bank is not probable and accordingly no provision has been made in these unconsolidated condensed interim financial statements.	258,944	574,236
	This represents stand by letters of credit issued by a correspondent bank on behalf of the Bank.	720,330	534,948
		979,274	1,109,184

23.4 Tax related contingencies are disclosed in note 33.1 to these unconsolidated condensed interim financial statements.

24 DERIVATIVE INSTRUMENTS

The Bank at present does not offer derivative products such as Interest Rate Swaps, Cross Currency Swaps, Forward Rate Agreements or Foreign Exchange Options. The Bank's Treasury and Investment Banking Groups buy and sell derivative instruments such as Forward Exchange Contracts (FECs) and Equity Futures (EFs).

	Note	(Un-audited) Nine month period ended	
		September 30, 2026	September 30, 2025
25 MARK-UP / RETURN / INTEREST EARNED		------ Rupees in '000 ------	
Loans and advances		51,974,776	50,386,966
Investments		186,541,647	170,911,037
Lendings to financial institutions		1,279,526	1,026,477
Balances with banks		717,225	672,220
Securities purchased under resale agreements (Reverse Repo)		783,132	793,803
Amortization of loans under IFRS 9		1,824,635	1,298,906
		243,120,941	225,089,409
25.1 Interest income calculated using effective interest rate method recognised on:			
Financial assets measured at amortised cost		45,210,681	5,308,106
Financial assets measured at fair value through OCI		183,468,417	-
		228,679,098	5,308,106
26 MARK-UP / RETURN / INTEREST EXPENSED			
Deposits		75,449,968	73,391,763
Borrowings		94,304,753	82,887,538
Subordinated debts		559,739	1,148,342
Cost of foreign currency swaps against foreign currency deposits / borrowings		895,288	568,912
Interest expense on lease liability against right-of-use assets		1,864,206	1,434,539
Amortization of deferred cost on recognition of loan at fair value	14.2	584,041	389,361
		173,657,995	159,820,454
26.1 Interest expense calculated using effective interest rate method recognised on:			
Financial liabilities		173,657,995	2,441,428
27 FEE AND COMMISSION INCOME			
Branch banking customer fees		714,637	699,891
Consumer finance related fees		167,772	168,076
Card related fees (debit and credit cards)		2,581,003	1,542,596
Credit related fees		447,370	561,277
Investment banking fees		218,686	225,480
Commission on trade		1,399,800	848,432
Commission on guarantees		1,247,124	1,027,861
Commission on remittances including home remittances		260,496	431,932
Commission on cash management		145,937	78,077
Commission on bancassurance		38,061	21,988
Others		6,430	4,676
		7,227,316	5,610,286
28 GAIN ON SECURITIES			
Realised gain	28.1	4,600,145	2,608,146
Unrealised loss on securities measured at FVTPL		(273,531)	416,249
		4,326,614	3,024,395
28.1 Realised gain on:			
Federal government securities		4,505,164	2,455,912
Shares		94,981	152,234
		4,600,145	2,608,146

		Note	(Un-audited) Nine month period ended	
			September 30, 2026	September 30, 2025
29	**OTHER INCOME**		------ Rupees in '000 ------	
	Gain on sale of property and equipment - net		43,022	32,581
	Rent of lockers		43,037	44,720
	Recovery of expenses from customers		329,429	288,451
	Gain on termination of lease contracts under IFRS 16 - net		40,167	23,149
	Amortization of deferred liability under IFRS 9		-	27,768
			455,655	416,669
30	**OPERATING EXPENSES**			
	Total compensation expenses	30.1	21,546,631	16,127,337
	Property expense			
	Rent and taxes		196,741	144,822
	Insurance		105,170	93,303
	Utilities cost		1,692,994	1,378,791
	Security cost (including guards)		1,065,619	982,809
	Repair & maintenance (including janitorial charges)		741,090	570,340
	Depreciation on right-of-use assets		2,173,500	1,763,520
	Depreciation		481,180	315,342
			6,456,294	5,248,927
	Information technology expenses			
	Software maintenance		1,267,630	985,539
	Hardware maintenance		241,791	173,921
	Depreciation		551,476	439,135
	Amortisation		223,754	169,979
	Network charges		463,197	299,258
			2,747,848	2,067,832
	Other operating expenses			
	Directors' fees, allowances		33,120	35,280
	Fees and allowances to shariah board		9,109	8,915
	Rates, taxes, insurance etc.		213,866	136,298
	Legal and professional charges		159,957	104,485
	Travelling, conveyance and entertainment		703,670	478,669
	Brokerage and commission		178,634	162,159
	NIFT clearing charges		122,583	102,091
	Repair and maintenance		873,438	825,047
	Communications		808,854	796,048
	Postage & Courier		162,920	178,444
	Stationery and printing		1,152,752	1,079,427
	Marketing, advertisement and publicity		4,649,391	1,728,659
	Donations		30,000	97,000
	Auditors' remuneration		52,409	51,048
	Depreciation		910,542	634,534
	Security service charges		598,655	526,809
	Training and development		70,756	68,824
	Deposit premium expense		864,814	739,441
	Outsourced service cost		1,181,134	764,666
	Card related expenses		2,014,981	1,105,153
	CNIC verification		261,306	210,303
	Others		950,200	409,192
			16,003,091	10,242,492
			46,753,864	33,686,588
30.1	**Total compensation expense**			
	Managerial remuneration		17,063,277	12,920,932
	Charge for defined benefit / contribution plan		1,357,688	985,436
	Amortization of loans under IFRS 9		1,824,635	1,298,906
	Other staff cost	30.1.1	1,301,032	922,063
			21,546,631	16,127,337

30.1.1 Other staff cost includes incentive to consumer sales staff, dearness allowance, cash handling allowance, staff group insurance, provision for severance etc.

31 This represents penalties imposed by the State Bank of Pakistan.

	(Un-audited) Nine month period ended	
	September 30, 2026	September 30, 2025
	------ Rupees in '000 ------	
32 (REVERSAL OF) / CHARGE AGAINST CREDIT LOSS ALLOWANCE / PROVISIONS AND WRITE OFFS - NET		
Credit loss allowance / (reversal of) diminution / provision in value of investments	93,282	(516,014)
(Reversal of) / charge against credit loss allowance / provision against loans and advances	(2,721,214)	563,528
(Reversal of) / charge against credit loss allowance / provision against other assets	(159,363)	26,563
Reversal of credit loss allowance / provision against lendings to financial institutions	(22,291)	(21,519)
Credit loss allowance / provision against off-balance sheet obligations	1,176,136	843,104
(Reversal of) / charge against credit loss allowance against cash and balances with treasury banks	(16,542)	2,628
Charge / (reversal of) credit loss allowance against balances with other banks	739	(684)
Recovery of written off / charged off bad debts	(146,445)	(90,676)
	(1,795,698)	806,930
33 TAXATION		
Current	23,638,238	27,967,635
Deferred	(652,771)	(2,681,650)
	22,985,467	25,285,985

33.1 Tax status and contingencies

i) The Bank has filed tax returns for and up to tax year 2026. The assessments for and up to tax year 2025 were amended by the tax authorities creating accumulated additional tax demand, mainly in the matters of admissibility of recoveries against doubtful debts for Rs 1,539 million (December 31, 2025: Rs. 1,539 million), provision for diminution in the value of investments for Rs 2,630 million (December 31, 2025: Rs. 3,144 million), bad debts written off for Rs 244 million (December 31, 2025: Rs. 244 million), provision for substandard advances for Rs 75 million (December 31, 2025: Rs. 75 million), provision against other assets/fixed assets for Rs 164 million (December 31, 2025: Rs. 165 million), disallowance of credit loss allowance for Rs. 911 million (December 31, 2025: Nil), disallowance of employee benefit expenses for Rs 1,162 million (December 31, 2025: Rs. 625 million), and recoveries / other disallowances of expenses/credits for Rs 2,689 million (December 31, 2025: Rs. 1,453 million). Bank's appeals against these orders are currently pending before Commissioner Appeals, Appellate Tribunal and Islamabad High Court. The management and tax advisor of the Bank are confident that these matters will be decided in favor of the Bank and consequently no provision has been made thereon. Tax payments by the Bank against certain matters are being carried forward as receivable, as management and tax advisor of the Bank are confident of their realization.

ii) Consequent upon the amalgamation with and into the Bank, the outstanding tax issues relating to Askari Leasing Limited (ALL) are as follows:

Tax returns of ALL have been filed for and up to tax year 2010. The returns for the tax years 2003 to 2010 were amended by the tax authorities mainly in the matter of admissibility of initial allowance claimed on leased vehicles. On appeals filed by ALL, partial relief was provided by the CIR(A) by allowing initial allowance on commercial vehicles. Re–assessment has not yet been carried out by the tax department. A tax demand is however not likely to arise after re–assessment.

For and up to the assessment years 2002–2003, reference applications filed by the tax authorities in the matter of computation of lease income are pending decisions by the High Court. However, the likelihood of an adverse decision is considered low due to a favorable decision of the High Court in a parallel case.

	(Un-audited) Nine month period ended	
	September 30, 2026	September 30, 2025
34 BASIC AND DILUTED EARNINGS PER SHARE		
Profit for the period - Rupees in '000	20,506,981	18,064,259
Weighted average number of Ordinary Shares - numbers	1,449,299,207	1,449,299,207
Basic earnings per share - Rupees	14.15	12.46

There is no dilutive effect on the basic earnings per share of the Bank, therefore dilutive earnings per share have not been presented separately.

		(Un-audited) Nine month period ended	
		September 30, 2026	September 30, 2025
35 CASH AND CASH EQUIVALENTS	Note	------ Rupees in '000 ------	
Cash and balances with treasury banks	6	127,566,265	124,801,019
Balances with other banks	7	5,544,174	14,628,176
Overdrawn nostro accounts	16	(1,639,472)	(236,361)
		131,470,967	139,192,834

36 FAIR VALUE MEASUREMENTS

The fair value of quoted securities other than those classified as Amortised Cost, is based on quoted market price. Quoted securities classified as Amortised Cost are carried at cost. The fair value of unquoted equity securities, other than investments in subsidiaries, is determined using valuation techniques / valuation models. The inputs to these models are taken from observable markets where possible and where this is not possible, estimation is required in establishing fair values.

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

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

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

36.1 Fair value of financial instruments

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 liabilities, 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).

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:

	September 30, 2026 (Un-audited)			
	Level 1	Level 2	Level 3	Total
	Rupees in '000			
On balance sheet financial instruments				
Financial assets - measured at fair value				
Investments				
Federal government securities	210,541,050	1,771,659,880	-	1,982,200,930
Shares	12,262,423	-	3,864,644	16,127,067
Units of open end mutual funds	1,092,969	1,188,491	-	2,281,460
Non government debt securities	1,052,188	15,510,708	-	16,562,896
	224,948,630	1,788,359,079	3,864,644	2,017,172,353
Financial assets - disclosed but not measured at fair value				
Investments				
Federal government securities	-	41,036,995	-	41,036,995
	224,948,630	1,829,396,074	3,864,644	2,058,209,348
Off-balance sheet financial instruments - measured at fair value				
Forward purchase of foreign exchange	-	(1,386,228)	-	(1,386,228)
Forward sale of foreign exchange	-	1,160,731	-	1,160,731

	December 31, 2025 (Audited)			
	Level 1	Level 2	Level 3	Total
	Rupees in '000			
On balance sheet financial instruments				
Financial assets - measured at fair value				
Investments				
Federal government securities	97,331,600	1,849,021,170	-	1,946,352,770
Listed shares	15,683,482	-	-	15,683,482
Unlisted shares	-	-	3,864,644	3,864,644
Units of open end mutual funds	1,186,616	1,358,154	-	2,544,770
Fully paid preference shares	26,214	-	-	26,214
Non government debt securities	1,126,677	10,510,295	-	11,636,972
	115,354,589	1,860,889,619	3,864,644	1,980,108,852
Financial assets - disclosed but not measured at fair value				
Investments				
Federal government securities	-	47,463,431	-	47,463,431
	115,354,589	1,908,353,050	3,864,644	2,027,572,283
Off-balance sheet financial instruments - measured at fair value				
Forward purchase of foreign exchange	-	(1,194,100)	-	(1,194,100)
Forward sale of foreign exchange	-	1,185,000	-	1,185,000

36.2 The Bank's policy is to recognize transfers into and out of the different fair value hierarchy levels at the date the event or change in circumstances that caused such transfer to takes place. There were no transfers between levels 1 and 2 during the period.

36.3 Valuation techniques used in determination of fair values

36.3.1 Fair value of financial assets

(a) Financial instruments in level 1

Financial instruments included in level 1 comprise of investments in listed GoP Sukuks, ordinary shares of listed companies, units of open end listed mutual funds, listed fully paid preference shares, and listed non government debt securities.

(b) Financial instruments in level 2

Financial instruments included in level 2 comprise of Market Treasury Bills, Pakistan Investment Bonds, GoP Sukuks, Overseas Bonds and Overseas Sukuks, units of open end mutual funds, unlisted non government debt securities, and forward foreign exchange contracts.

(c) Financial instruments in level 3

Financial instruments included in level 3 comprise of unlisted ordinary shares. Valuation techniques are mentioned in the table below.

The fair value of 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

36.3.2 Fair value of non financial assets

	(Un-audited) September 30, 2026	(Audited) December 31, 2025
	------ Rupees in '000 ------	
	Level 3	Level 3
Property and equipment		
Freehold and leasehold land	15,164,996	15,164,996
Other assets		
Non-banking assets acquired in satisfaction of claims	4,240,790	968,390

36.3.3 Valuation techniques

Item	Valuation approach and input used
Market Treasury Bills (MTB) / Pakistan Investment Bonds (PIB), and GoP Sukuks (GIS) including their forward contracts	The fair value of MTBs and PIBs are derived using PKRV rates. Floating rate PIBs are revalued using PKFRV rates. The fair value of GoP sukuks listed on the Pakistan Stock Exchange has been determined through closing rates of the Pakistan Stock Exchange. The fair value of other GIS are revalued using PKISRV rates.
Overseas Bonds and Overseas Sukuks	The fair value of overseas sukuks and overseas bonds are determined on the basis of price available on Reuters.
Debt Securities (TFCs and Sukuk other than Government)	Investment in sukuks, debt securities (comprising term finance certificates, bonds and any other security issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital) are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan.
Shares - listed	The fair value of investments in listed equity securities are valued on the basis of closing quoted market price available at the Pakistan Stock Exchange.
Shares - unlisted	The fair value of investments in unlisted equity securities are valued on the basis of income approach.
Preference shares - unlisted	The fair value of investment in unlisted preference shares are valued at market approach.
Forward foreign exchange contracts	The valuation has been determined by interpolating the FX revaluation rates announced by the SBP.
Property and equipment and non banking assets acquired in satisfaction of claims	The valuation experts used a market based approach to determined the fair value of the Bank's properties. The market approach uses prices and other relevant information generated by market transactions involving identical, comparable or similar properties. These values are adjusted to reflect the current condition of the properties. 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.

The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements of investment and advances, (The valuation techniques are stated above):

Description	(Un-audited) Fair value as at September 30, 2026	(Audited) Fair value as at December 31, 2025	Discount rate	Relationship of unobservable inputs to fair value
	------ Rupees in '000 ------			
Shares - unlisted (income approach)	3,217,000	3,217,000	20%	Increase / (decrease) in discount rate by 1% with all other variables held constant, would (decrease) / increase the fair value by Rs. 111 million and Rs. 127 million respectively.
	647,644	647,644	18%	Increase / (decrease) in discount rate by 1% with all other variables held constant, would (decrease) / increase the fair value by Rs. 13 million and Rs. 15 million respectively.

37 SEGMENT INFORMATION

37.1 Segment details with respect to business activities

The segment analysis with respect to business activity is as follows:

	Branch banking	Corporate banking	Treasury	Consumer banking	Islamic banking	Foreign operations	Head Office / others	Total
	For the Nine month period ended September 30, 2026 (Un-audited)							
	Rupees in '000							
Statement of Profit and Loss account								
Net mark-up / return / profit	(44,089,567)	8,548,902	81,424,525	3,163,358	18,781,522	1,031,323	602,883	69,462,946
Inter segment revenue - net	72,101,805	(515,096)	(73,116,598)	(1,684,847)	(456,414)	(341,540)	4,012,690	-
Non mark-up / return / interest income	2,042,782	3,453,729	11,665,182	571,694	1,334,926	25,359	468,075	19,561,747
Total income	30,055,020	11,487,535	19,973,109	2,050,205	19,660,034	715,142	5,083,648	89,024,693
Segment direct expenses	11,226,462	2,054,890	571,842	1,962,539	10,270,537	194,025	21,047,648	47,327,943
Inter segment expense allocation	725,499	1,430,937	307	271,083	-	-	(2,427,826)	-
Total expenses	11,951,961	3,485,827	572,149	2,233,622	10,270,537	194,025	18,619,822	47,327,943
Credit loss allowance	50,409	(1,926,296)	(111,572)	(92,594)	107,052	174,495	2,808	(1,795,698)
Profit before tax	18,052,650	9,928,004	19,512,532	(90,823)	9,282,445	346,622	(13,538,982)	43,492,448

	Branch banking	Corporate banking	Treasury	Consumer banking	Islamic banking	Foreign operations	Head Office / others	Total
	As at September 30, 2026 (Un-audited)							
	Rupees in '000							
Statement of Financial Position								
Cash and bank balances	43,780,413	-	62,745,950	115,745	26,200,219	268,112	-	133,110,439
Investments	-	9,391,782	1,757,174,058	-	258,123,284	29,568,316	5,148,608	2,059,406,048
Lendings to financial institutions	-	-	4,965,878	-	-	7,366,809	-	12,332,687
Advances - performing	12,936,256	419,350,887	1,280,576	24,106,030	194,670,950	12,779,858	1,668,930	666,793,487
Advances - non-performing	230,936	163,144	-	103,994	16,665	-	3,454	518,193
Others	3,474,481	11,363,336	80,218,590	5,317,714	49,574,741	863,744	35,918,463	186,731,069
Total assets	60,422,086	440,269,149	1,906,385,052	29,643,483	528,585,859	50,846,839	42,739,455	3,058,891,923
Borrowings	46,660	19,215,509	858,646,393	1,891,087	62,263,784	22,516,959	-	964,580,392
Subordinated debt	-	-	-	-	-	-	6,000,000	6,000,000
Deposits and other accounts	1,015,071,650	404,107,603	-	3,188	400,812,120	2,270,061	-	1,822,264,622
Net inter segment balances - net	(970,429,589)	(9,139,266)	1,043,793,574	21,816,141	1,000,000	25,605,408	(112,646,268)	-
Others	15,733,365	26,085,303	3,945,085	5,933,067	26,477,114	454,411	32,055,427	110,683,772
Total liabilities	60,422,086	440,269,149	1,906,385,052	29,643,483	490,553,018	50,846,839	(74,590,841)	2,903,528,786
Equity	-	-	-	-	38,032,841	-	117,330,296	155,363,137
Total equity and liabilities	60,422,086	440,269,149	1,906,385,052	29,643,483	528,585,859	50,846,839	42,739,455	3,058,891,923
Contingencies and commitments	28,966,940	566,965,814	286,311,330	723,017	63,637,849	-	1,442,105	948,047,055

	Branch banking	Corporate banking	Treasury	Consumer banking	Islamic banking	Foreign operations	Head Office / others	Total
	For the Nine month period ended September 30, 2025 (Un-audited)							
	Rupees in '000							
Statement of Profit and Loss account								
Net mark-up / return / profit	(51,967,781)	24,866,408	82,965,249	3,048,165	8,409,632	1,739,437	(3,792,155)	65,268,955
Inter segment revenue - net	75,671,107	(15,034,701)	(67,844,647)	(1,748,581)	(200,223)	(916,972)	10,074,017	-
Non mark-up / return / interest income	2,237,829	3,393,878	5,945,395	459,812	496,002	4,026	533,727	13,070,669
Total income	25,941,155	13,225,585	21,065,997	1,759,396	8,705,411	826,491	6,815,589	78,339,624
Segment direct expenses	16,606,304	849,496	415,194	1,491,963	4,418,950	178,640	10,221,903	34,182,450
Inter segment expense allocation	265,144	1,385,349	9,723	99,634	-	-	(1,759,850)	-
Total expenses	16,871,448	2,234,845	424,917	1,591,597	4,418,950	178,640	8,462,053	34,182,450
Credit loss allowance	(87,243)	613,543	(18,855)	458,157	246,320	(497,159)	92,167	806,930
Profit before tax	9,156,950	10,377,197	20,659,935	(290,358)	4,040,141	1,145,010	(1,738,631)	43,350,244

	Branch banking	Corporate banking	Treasury	Consumer banking	Islamic banking	Foreign operations	Head Office / others	Total
	As at December 31, 2025 (Audited)							
	Rupees in '000							
Statement of Financial Position								
Cash and bank balances	39,713,267	-	52,665,636	102,803	29,816,282	114,418	-	122,412,406
Investments	-	10,120,611	1,840,134,305	-	163,750,022	13,228,464	1,535,581	2,028,768,983
Lendings to financial institutions	-	-	-	-	6,600,000	7,528,026	-	14,128,026
Advances - performing	26,502,676	353,989,560	-	21,945,763	166,356,832	2,185,007	14,851,636	585,831,474
Advances - non-performing	315,112	293,975	-	108,383	72,960	-	-	790,430
Others	3,935,204	22,944,180	38,335,112	680,778	21,079,591	278,113	55,817,271	143,070,249
Total Assets	70,466,259	387,348,326	1,931,135,053	22,837,727	387,675,687	23,334,028	72,204,488	2,895,001,568
Borrowings	1,060,876	23,136,571	942,714,152	2,761,911	23,492,461	1,400,615	-	994,566,586
Subordinated debt	-	-	-	-	-	-	6,000,000	6,000,000
Deposits and other accounts	1,029,651,457	284,823,966	-	3,200	312,152,823	4,634,386	65,917	1,631,331,749
Net inter segment balances - net	(990,090,551)	62,214,574	972,209,047	12,452,605	-	17,129,897	(73,915,572)	-
Others	29,844,477	17,173,215	16,211,854	7,620,011	21,205,973	169,130	19,132,464	111,357,124
Total liabilities	70,466,259	387,348,326	1,931,135,053	22,837,727	356,851,257	23,334,028	(48,717,191)	2,743,255,459
Equity	-	-	-	-	30,824,430	-	120,921,679	151,746,109
Total equity and liabilities	70,466,259	387,348,326	1,931,135,053	22,837,727	387,675,687	23,334,028	72,204,488	2,895,001,568
Contingencies and commitments	12,285,507	433,612,602	273,353,287	541,416	21,023,984	1,995	1,472,377	742,291,168

38 RELATED PARTY TRANSACTIONS

Fauji Consortium comprising of Fauji Foundation and Fauji Fertilizer Company Limited (the Parent) holds 71.91% of the Bank's share capital at the period end. Accordingly, all the subsidiaries and associates of the Fauji consortium are the related parties of the Bank. The Bank also has related party relationships with its directors, key management personnel and employees' funds.

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

Details of transactions with related parties and balances are as follows:

	As at September 30, 2026 (Un-audited)					As at December 31, 2025 (Audited)				
	Parent	Directors	Key management personnel & their relatives	Subsidiaries	Other related parties	Parent	Directors	Key management personnel & their relatives	Subsidiaries	Other related parties
	Rupees in '000									
Investments										
Opening balance	-	-	-	1,196,700	10,121,783	-	-	-	1,196,700	4,283,287
Investment made during the period / year	-	-	-	-	-	-	-	-	-	20,614
Revaluation adjustment	-	-	-	-	(2,171,314)	-	-	-	-	5,405,563
Investment redeemed / disposed off during the period / year	-	-	-	-	(15,837)	-	-	-	-	(119,316)
Transfer in / (out) - net	-	-	-	-	157,244	-	-	-	-	531,635
Closing balance	-	-	-	1,196,700	8,091,876	-	-	-	1,196,700	10,121,783
Advances										
Opening balance	7,971,902	3,570	202,082	499,457	12,809,917	17,970,281	1,292	266,833	71,926	13,638,055
Addition during the period / year	133,972,766	15,478	669,937	499,924	58,893,663	635,348,507	33,444	136,891	3,438,531	55,316,196
Repaid during the period / year	(139,635,628)	(18,714)	(231,594)	(500,000)	(58,187,177)	(645,346,886)	(31,083)	(91,762)	(3,011,000)	(56,144,334)
Transfer in / (out) - net	-	-	28,646	-	12,424,834	-	(83)	(109,880)	-	-
Closing balance	2,309,040	334	669,071	499,381	25,941,237	7,971,902	3,570	202,082	499,457	12,809,917
Credit loss allowance against advances	1	-	117	75	2,824,303	1,091	6	85	1,190	1,984,522
Other Assets										
Interest / mark-up accrued	81,072	-	39,244	-	761,083	187,427	55	28,581	-	233,036
Advances and advance rent	83,921	-	-	-	-	2,000	-	-	-	1,670
Receivable from staff retirement fund	-	-	-	-	-	-	-	-	-	75,070
Acceptances	4,721,997	-	-	-	368,452	860,234	-	-	-	227,238
Others	-	-	-	233,913	-	-	-	-	181,371	-
Borrowings										
Opening balance	-	-	-	-	2,761,911	-	-	-	-	4,252,855
Borrowings during the period / year	-	-	-	-	-	-	-	-	-	-
Settled during the period	-	-	-	-	(870,824)	-	-	-	-	(1,490,944)
Closing balance	-	-	-	-	1,891,087	-	-	-	-	2,761,911
Deposits and other accounts										
Opening balance	44,177,045	173,118	129,151	1,291,764	49,860,541	18,698,701	43,251	234,398	884,611	25,168,932
Received during the period / year	463,920,222	896,798	1,317,415	32,264,082	796,147,041	716,688,077	757,192	837,811	48,152,755	1,010,264,386
Withdrawn during the period / year	(462,175,878)	(913,829)	(1,286,477)	(32,020,769)	(807,525,802)	(691,209,733)	(713,783)	(790,873)	(47,745,602)	(985,995,795)
Transfer in / (out) - net	-	-	(21,705)	-	(322,490)	-	86,458	(152,185)	-	423,018
Closing balance	45,921,389	156,087	138,384	1,535,077	38,159,290	44,177,045	173,118	129,151	1,291,764	49,860,541
Other Liabilities										
Interest / mark-up payable	2,560,963	739	1,164	2,568	391,188	345,982	3,634	837	6	849,976
Payable to staff retirement fund	-	-	-	-	811,779	-	-	-	-	-
Acceptances	4,721,997	-	-	-	368,452	860,234	-	-	-	227,238
Security deposits payable	-	-	-	-	1,040,501	-	-	-	-	831,716
Others	-	-	53,763	-	41,798	-	-	60,244	-	25,426
Guarantees and Commitments										
Guarantees and Commitments	8,061,021	-	-	-	21,302,466	6,468,035	-	-	-	7,425,207
Others										
Dividend paid	5,992,789	472	-	-	60,249	6,513,901	-	-	-	63,689
Securities held as custodian	35,232,400	-	40,700	-	16,086,240	32,840,000	9,400	76,000	300,500	15,408,455

	For the nine month period ended September 30, 2026 (Un-audited)					For the nine month period ended September 30, 2025 (Un-audited)				
	Parent	Directors	Key management personnel & their relatives	Subsidiaries	Other related parties	Parent	Directors	Key management personnel & their relatives	Subsidiaries	Other related parties
	------ Rupees in '000 ------									
Income										
Mark-up / return / interest earned	352,846	274	7,805	924	1,353,058	611,176	365	5,012	1,253	613,674
Fee and commission income	3,433	-	-	-	111,765	2,183	-	-	-	38,341
Dividend income	-	-	-	44,064	354,880	-	-	-	44,064	296,500
Other Income	2,624	-	-	-	177,605	3,461	-	-	-	8,067
Gain / (loss) on securities	-	-	-	-	(2,881)	-	-	-	-	-
Expense										
Mark-up / return / interest expensed	3,389,584	9,314	10,923	66,584	2,351,069	2,036,627	11,394	7,708	58,731	5,279,590
Charge to defined benefit plan	-	-	-	-	889,006	-	-	-	-	625,864
Contribution to defined contribution plan	-	-	-	-	468,682	-	-	-	-	359,573
Remuneration and allowances	-	-	817,578	-	9,109	-	-	462,125	-	8,915
Rent, taxes and insurance	2,561	-	-	-	12,404	2,888	-	-	-	198
Communications	-	-	-	-	333,420	-	-	-	-	204,540
Brokerage and Commission	-	-	-	853	170,154	-	-	-	-	81,704
Directors' Fee, Allowances	-	33,120	-	-	-	-	35,280	-	-	-
Marketing, advertisement and publicity	129,892	-	-	-	9,398	-	-	-	-	-
Others	-	-	-	-	-	3,081	-	-	-	-

In addition to above, rent free sub-branches are operating at FFC Sona Tower, FFBL Tower and Foundation University (along with booths and ATMs).
The term 'key management personnel' shall have the same meaning as defined in IAS 24 - Related party disclosures.

39 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	(Un-audited) September 30, 2026	(Audited) December 31, 2025
	------ Rupees in '000 ------	
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	14,492,992	14,492,992
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	130,895,083	119,371,547
Eligible Additional Tier 1 (ADT 1) Capital	4,478,893	5,425,000
Total Eligible Tier 1 Capital	135,373,976	124,796,547
Eligible Tier 2 Capital	22,694,147	31,153,056
Total Eligible Capital (Tier 1 + Tier 2)	158,068,123	155,949,603
Risk Weighted Assets (RWAs):		
Credit Risk	580,819,334	445,113,700
Market Risk	138,328,848	120,268,765
Operational Risk	156,830,777	156,830,777
Total	875,978,959	722,213,242
Common Equity Tier 1 Capital Adequacy Ratio	14.94%	16.53%
Tier 1 Capital Adequacy Ratio	15.45%	17.28%
Total Capital Adequacy Ratio	18.04%	21.59%
Leverage Ratio (LR):		
Eligible Tier-1 Capital	135,373,976	124,796,547
Total Exposures	3,849,522,807	3,370,148,603
Leverage Ratio	3.52%	3.70%
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	1,318,529,871	1,099,326,272
Total Net Cash Outflow	629,694,009	536,214,959
Liquidity Coverage Ratio	209.39%	205.02%
Net Stable Funding Ratio (NSFR):		
Total available stable funding	1,787,043,182	1,597,593,843
Total required stable funding	707,307,611	637,667,792
Net Stable Funding Ratio	252.65%	250.54%

39.1 The SBP in its application instructions for IFRS 9 has permitted the banks to adopt a transitional approach to phase in the initial impact of ECL for stage 1 and 2 financial assets over a period of five years. Had this relaxation not been availed, the Bank's CAR and Leverage Ratio would have been lower by 0.18% and 0.04% respectively.

40. Islamic Banking Business

The Bank is operating 427 (2025: 365) Islamic banking branches including 18 sub-branches (2025: 18) and 343 Islamic banking windows (2025: 1).

	Note	(Un-audited) September 30, 2026	(Audited) December 31, 2025
		(Rupees in '000)	
ASSETS			
Cash and balances with treasury banks		25,689,194	27,337,908
Balances with other banks		511,025	2,478,374
Due from financial Institutions	40.1	-	6,600,000
Investments	40.2	258,123,284	163,750,022
Islamic financing and related assets - net	40.3	194,687,615	166,429,792
Property and Equipment		4,583,938	2,968,954
Right-of-use assets'		8,899,174	6,013,607
Other assets		36,091,629	12,097,030
Total assets		528,585,859	387,675,687
LIABILITIES			
Bills payable		4,128,039	6,517,679
Due to financial institutions		62,263,784	23,492,461
Deposits and other accounts	40.4	400,812,120	312,152,823
Due to head office		1,000,000	-
Lease liabilities		10,397,704	7,056,495
Other liabilities		11,951,371	7,631,799
		490,553,018	356,851,257
NET ASSETS		38,032,841	30,824,430
REPRESENTED BY			
Islamic Banking Fund		4,600,000	4,600,000
(Deficit) / Surplus on revaluation of assets		(1,119,354)	954,680
Unappropriated profit	40.5	34,552,195	25,269,750
		38,032,841	30,824,430
CONTINGENCIES AND COMMITMENTS	40.6		

The profit and loss account of the Bank's Islamic banking branches for the period ended September 30, 2026 is as follow

	Note	(Un-audited) For the quarter ended September 30, 2026	September 30, 2025
		(Rupees in '000)	
Profit / return earned	40.7	32,440,570	19,171,614
Profit / return expensed	40.8	14,115,462	10,962,205
Net Profit / return		18,325,108	8,209,409
Other income			
Fee and Commission Income		1,042,623	304,182
Dividend Income		10,019	13,813
Foreign Exchange Income		176,298	58,863
(Loss) / Gain on securities		(3,871)	23,009
Other Income		109,857	96,135
Total other income		1,334,926	496,002
Total Income		19,660,034	8,705,411
Other expenses			
Operating expenses		10,267,956	4,418,062
Other charges		2,581	888
Total other expenses		10,270,537	4,418,950
Profit before credit loss allowance		9,389,497	4,286,461
Credit loss allowance / provisions and write offs - net		107,052	246,320
Profit before taxation		9,282,445	4,040,141

		September 30, 2026 (Un-audited)			December 31, 2025 (Audited)		
		In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
40.1	**Due from financial institutions**	(Rupees in '000)			(Rupees in '000)		
	Secured	-	-	-	-	-	-
	Unsecured	-	-	-	6,600,000	-	6,600,000
	Bai Muajjal Receivable from other Financial Institutions	-	-	-		-	-
	Bai Muajjal Receivable from State Bank of Pakistan	-	-	-	-	-	-
		-	-	-	6,600,000	-	6,600,000
	Less: Credit Loss Allowance						
	Stage 1	-	-	-	-	-	-
	Stage 2	-	-	-	-	-	-
	Stage 3	-	-	-	-	-	-
		-	-	-	-	-	-
	Due from financial institutions - net of credit loss allowance	-	-	-	6,600,000	-	6,600,000

		September 30, 2026 (Un-audited)				December 31, 2025 (Audited)			
		Cost / amortized cost	Credit loss allowance	Surplus / (deficit)	Carrying value	Cost / amortized cost	Credit loss allowance	Surplus / (deficit)	Carrying value
40.2	**Investments by segments:**	(Rupees in '000)							
	Debt Instruments								
	Classified / Measured at amortised cost								
	Non Government Debt Securities	45,070	(45,070)	-	-	90,903	(90,903)	-	-
	Classified / Measured at FVOCI								
	Federal Government Securities:	-	-	-	-	-	-	-	-
	- Ijarah Sukuks	252,575,768	-	(1,119,352)	251,456,416	156,948,891	-	954,680	157,903,571
	Non Government Debt Securities	3,364,656	(151,706)	-	3,212,950	3,253,377	(154,099)	-	3,099,278
		255,940,424	(151,706)	(1,119,352)	254,669,366	160,202,268	(154,099)	954,680	161,002,849
	Classified / Measured at FVTPL								
	Non Government Debt Securities	2,047,310	-	(1,154)	2,046,156	2,040,185	-	7,126	2,047,311
	Islamic Naya Pakistan Certificates	1,303,368	-	-	1,303,368	593,439	-	-	593,439
	Units of Open end Mutual Fund	106,422	-	(2,028)	104,394	109,212	-	(2,789)	106,423
	Total investments	259,442,594	(196,776)	(1,122,534)	258,123,284	163,036,007	(245,002)	959,017	163,750,022

		September 30, 2026 (Un-audited)				December 31, 2025 (Audited)			
		Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
40.2.1	**Particulars of credit loss allowance**	(Rupees in '000)							
	Federal Government Securities	-	-	-	-	-	-	-	-
	Non Government Debt Securities	1,706	-	195,070	196,776	4,099	-	240,903	245,002
		1,706	-	195,070	196,776	4,099	-	240,903	245,002

		(Un-audited) September 30, 2026	(Audited) December 31, 2025
40.3	**ISLAMIC FINANCING AND RELATED ASSETS**	(Rupees in '000)	
	Ijarah	26,099,123	16,035,057
	Murabaha - note 40.3.1	9,440,910	5,911,855
	Musharakah	42,133,394	52,322,201
	Musawamah	88,026	-
	Diminishing Musharakah	60,473,003	46,970,551
	Salam	3,029,357	9,928,931
	Istisna	7,084,241	10,805,153
	Receivable against sale of Istisna / Salam Inventory	2,193,075	1,535,148
	Service Ijarah	4,673,810	5,167,210
	Wakalah	1,655,147	1,734,163
	Bai Muajjal	10,231,591	11,574,719
	Other Islamic Modes (Qard)	6,084,788	1,420,349
	Advances against Islamic assets - note 40.3.2	8,377,041	3,293,309
	Inventory related to Islamic financing - note 40.3.3	18,600,071	5,129,166
	Gross Islamic financing and related assets	200,163,577	171,827,812
	Less: Credit loss allowance against Islamic financings		
	- Stage 1	285,031	478,842
	- Stage 2	317,886	456,386
	- Stage 3	4,873,045	4,462,792
		5,475,962	5,398,020
	Islamic financing and related assets - net of Credit loss allowance	194,687,615	166,429,792

40.3.1 Includes advance against Murabaha of Rs.2,320,248 thousand (December 31, 2025: Rs.162,347 thousand).

40.3.2 **Advance against Islamic assets**

	Ijarah	Musawamah	Diminishing Musharakah	Salam	Istisna	Total
				(Rupees in '000)		
September 30, 2026 (Un-audited)	2,523,460	-	5,853,581	-	-	8,377,041
December 31, 2025 (Audited)	1,542,635	-	1,750,674	-	-	3,293,309

40.3.3 **Inventory related to Islamic financing**

	Murabaha	Musawamah	Diminishing Musharakah	Salam	Istisna	Total
				(Rupees in '000)		
September 30, 2026 (Un-audited)	277,247	429,255	-	12,191,013	5,702,556	18,600,071
December 31, 2025 (Audited)	-	1,019,055	-	1,770,180	2,339,931	5,129,166

		(Un-audited) September 30, 2026	(Audited) December 31, 2025
40.4	**DEPOSITS AND OTHER ACCOUNTS**	(Rupees in '000)	
	Customers		
	Current deposits - non remunerative	245,216,324	145,136,462
	Current deposits - remunerative	4,253,218	2,372,671
	Savings deposits	118,454,559	111,490,556
	Term deposits	12,340,767	19,863,500
	Others	17,342,807	5,378,842
		397,607,675	284,242,031
	Financial Institutions		
	Current deposits - non remunerative	537,922	639,046
	Current deposits - remunerative	25,845	9,147
	Savings deposits	698,678	4,328,599
	Term deposits	1,942,000	22,934,000
		3,204,445	27,910,792
		400,812,120	312,152,823
40.5	**ISLAMIC BANKING BUSINESS UNAPPROPRIATED PROFIT**		
	Opening balance	25,269,750	19,270,458
	Less: Impact of IFRS-9 - adoption	-	(63,166)
	Balance as at January 01,	25,269,750	19,207,292
	Add: Islamic banking profit for the period	9,282,445	6,062,458
	Closing Balance	34,552,195	25,269,750
40.6	**CONTINGENCIES AND COMMITMENTS**		
	-Guarantees	20,345,549	8,800,810
	-Commitments	48,801,096	12,223,174
		69,146,645	21,023,984

	(Un-audited) For the period ended	
	September 30, 2026	September 30, 2025
	(Rupees in '000)	

40.7 **PROFIT / RETURN EARNED ON FINANCING, INVESTMENTS AND PLACEMENTS**

Profit earned on:		
Financing	14,239,105	8,091,795
Investments	17,424,623	11,017,698
Placements	776,842	62,121
	32,440,570	19,171,614

40.8 **PROFIT ON DEPOSITS AND OTHER DUES EXPENSED**

Deposits and other accounts	7,950,729	5,882,844
Due to financial institutions	4,883,892	3,383,470
Due to head office	456,414	1,320,106
Lease liability against right-of-use assets	824,427	375,785
	14,115,462	10,962,205

	(Un-audited) September 30, 2026	(Audited) December 31, 2025

40.9 **CHARITY FUND**

Opening balance	18,107	29,496
Additions during the period		
- Received from customers on delayed payments	23,468	21,819
- Profit on charity account	12	25
- Others	866	731
	24,346	22,575
Payments / utilization during the period		
- Education	-	-
- Relief related activities	-	-
- Health	-	(33,964)
- Orphanage	-	-
	-	(33,964)
Closing balance	42,453	18,107

41 GENERAL

41.1 Non-adjusting events after the balance sheet date

The Board of Directors in its meeting held on October 22, 2026 has announced an interim cash dividend of Rs. 2 per share for the nine month period ended September 30, 2026. These unconsolidated condensed interim financial statements for the nine month period ended September 30, 2026 do not include the effect of this appropriation which will be accounted for subsequent to the period end.

41.2 Reclassification of comparative figures

Comparative information within operating expenses has been re-arranged or additionally incorporated to facilitate comparison.

42 DATE OF AUTHORIZATION

These unconsolidated condensed interim financial statements were authorized for issue by the Board of Directors on October 22, 2026.

Chief Financial Officer	President & Chief Executive	Director	Director	Chairman



CONSOLIDATED
CONDENSED INTERIM
FINANCIAL STATEMENTS

FOR THE NINE MONTH PERIOD ENDED
SEPTEMBER 30, 2026

ASKARI BANK LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2026

	Note	(Un-audited) September 30, 2026	(Audited) December 31, 2025
		------ Rupees in '000 ------	
ASSETS			
Cash and balances with treasury banks	6	127,984,015	108,988,768
Balances with other banks	7	6,952,181	14,988,447
Lendings to financial institutions	8	12,332,687	14,128,026
Investments	9	2,058,577,264	2,028,240,826
Advances	10	666,811,680	586,121,904
Property and equipment	11	30,505,835	26,397,266
Right-of-use assets	12	18,329,061	15,128,302
Intangible assets	13	2,667,107	2,215,160
Deferred tax assets	20	-	-
Other assets	14	136,109,523	101,281,135
Total Assets		3,060,269,353	2,897,489,834
LIABILITIES			
Bills payable	15	16,087,518	23,259,370
Borrowings	16	964,580,392	994,566,586
Deposits and other accounts	17	1,820,729,545	1,630,039,984
Lease liabilities	18	21,849,547	17,642,967
Subordinated debt	19	6,000,000	6,000,000
Deferred tax liabilities	20	4,173,516	14,280,694
Other liabilities	21	70,580,148	58,992,466
Total Liabilities		2,904,000,666	2,744,782,067
NET ASSETS		156,268,687	152,707,767
REPRESENTED BY			
Share capital		14,492,992	14,492,992
Reserves		105,661,873	88,971,868
Surplus on revaluation of assets - net of tax	22	22,694,147	31,153,056
Unappropriated profit		12,784,063	17,498,418
Non-controlling interest		635,612	591,433
		156,268,687	152,707,767
CONTINGENCIES AND COMMITMENTS	23		

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

Chief Financial Officer | President & CEO | Director | Director | Chairman

ASKARI BANK LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2026

		Quarter ended		Nine month period ended	
		September 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025
	Note	Rupees in '000			
Mark-up / return / interest earned	25	85,230,182	76,593,551	243,232,814	225,285,222
Mark-up / return / interest expensed	26	59,669,905	53,701,580	173,608,895	159,769,413
Net mark-up / interest income		25,560,277	22,891,971	69,623,919	65,515,809
NON MARK-UP / INTEREST INCOME					
Fee and commission income	27	2,562,253	2,592,732	7,785,543	6,181,129
Dividend income		91,325	248,459	767,232	663,728
Foreign exchange income		3,710,180	1,570,439	6,836,152	3,324,915
Income / (loss) from derivatives		-	-	-	-
Gain on securities	28	685,953	2,071,486	4,325,934	3,033,537
Net gains / (loss) on derecognition of financial assets measured at amortised cost		-	-	-	-
Other income	29	139,846	103,127	457,046	416,669
Total non-markup / interest income		7,189,557	6,586,243	20,171,907	13,619,978
Total income		32,749,834	29,478,214	89,795,826	79,135,787
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	30	18,287,002	13,387,480	47,474,826	34,232,565
Workers' welfare fund		235,210	186,050	569,910	478,128
Other charges	31	1,659	17,559	6,969	20,862
Total non-markup / interest expenses		18,523,871	13,591,089	48,051,705	34,731,555
Profit before credit loss allowance / provisions		14,225,963	15,887,125	41,744,121	44,404,232
(Reversal of) / charge against credit loss allowance / provisions and write offs - net	32	(1,173,404)	171,562	(1,795,698)	808,180
Extra ordinary / unusual items		-	-	-	-
PROFIT BEFORE TAXATION		15,399,367	15,715,563	43,539,819	43,596,052
Taxation	33	8,251,969	8,213,746	23,046,610	25,398,748
PROFIT AFTER TAXATION		7,147,398	7,501,817	20,493,209	18,197,304
Profit attributable to					
Non-controlling interest		19,621	51,847	86,515	109,725
Equity holders of the Bank		7,127,777	7,449,970	20,406,694	18,087,579
		7,147,398	7,501,817	20,493,209	18,197,304
		Rupees			
Basic and diluted earnings per share	34	4.93	5.18	14.14	12.56

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

Chief Financial Officer | President & CEO | Director | Director | Chairman

ASKARI BANK LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2026

	Quarter ended		Nine month period ended	
	September 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025
	Rupees in '000			
Profit after taxation for the period	7,147,398	7,501,817	20,493,209	18,197,304
Other comprehensive (loss) / income				
Items that may be reclassified to statement of profit and loss account in subsequent periods:				
Effect of translation of net investment in Wholesale Bank Branch	(24,520)	(48,606)	(68,709)	54,705
Movement in surplus on revaluation of debt investments through FVOCI - net of tax	709,190	(257,841)	(4,515,361)	7,254,509
Gain on sale of debt securities carried at FVOCI reclassified to profit and loss – net of tax	(380,533)	(655,823)	(2,162,479)	(1,177,368)
	304,137	(962,270)	(6,746,549)	6,131,846
Items that will not be reclassified to statement of profit and loss account in subsequent periods:				
Movement in surplus on revaluation of equity investments through FVOCI - net of tax	(603,036)	1,621,524	(889,864)	2,915,018
Remeasurement loss on defined benefit obligation	-	12,240	(425,226)	(73,933)
	(603,036)	1,633,764	(1,315,090)	2,841,085
Total comprehensive income	6,848,499	8,173,311	12,431,570	27,170,235
Total comprehensive income attributable to				
Non-controlling interest	19,621	14,976	86,515	73,198
Equity holders of the Bank	6,828,878	8,158,335	12,345,055	27,097,037
	6,848,499	8,173,311	12,431,570	27,170,235

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

Chief Financial Officer	President & CEO	Director	Director	Chairman

ASKARI BANK LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2026

	Share capital	Capital Reserve	Merger reserve	Statutory reserve	Revenue Reserve	Surplus / (deficit) on revaluation of		Un-appropriated profit	Non-controlling interest	Total
		Exchange translation reserve			General reserve	Investments	Property and equipment / Non banking assets			
	---------- Rupees in '000 ----------									
Balance as at December 31, 2024 (audited)	14,492,992	1,862,044	128,355	19,850,796	52,848,932	5,267,770	10,967,967	16,522,092	469,340	122,410,288
Effect of remeasurement on adoption of IFRS 9 - net of tax	-	-	-	-	-	1,323,384	-	-	-	1,323,384
Effect of adoption of IFRS 9 - credit loss allowance (net of tax)	-	-	-	-	-	-	-	(434,970)	-	(434,970)
Balance as at January 1, 2025 - restated	14,492,992	1,862,044	128,355	19,850,796	52,848,932	6,591,154	10,967,967	16,087,122	469,340	123,298,702
Total comprehensive income for the nine month period ended September 30, 2025										
Profit after taxation for the nine month period ended September 30, 2025	-	-	-	-	-	-	-	18,087,579	109,725	18,197,304
Other comprehensive income - net of tax										-
Effect of translation of net investment in foreign branch	-	54,705	-	-	-	-	-	-	-	54,705
Movement in surplus on revaluation of debt investments through FVOCI – net of tax	-	-		-	-	7,254,509	-	-	-	7,254,509
Gain on sale of debt securities carried at FVOCI reclassified to profit and loss – net of tax	-	-		-	-	(1,177,368)	-	-	-	(1,177,368)
Remeasurement loss on defined benefit plan	-	-		-	-	-	-	(73,933)	-	(73,933)
Movement in surplus on revaluation of property and equipment							(980,987)	980,987	-	-
Movement in surplus on revaluation of investments in equity securities through FVOCI – net of tax	-	-		-	-	2,915,018	-	-	-	2,915,018
	-	54,705	-	-	-	8,992,159	(980,987)	907,054	-	8,972,931
Transfer to										
Statutory reserve	-	-	-	1,819,730	-	-	-	(1,819,730)	-	-
General reserve	-	-	-	-	11,977,902	-	-	(11,977,902)	-	-
	-	-		1,819,730	11,977,902	-	-	(13,797,632)	-	-
Gain on disposal of equity securities measured at FVOCI - net of tax	-	-		-	-	(559,209)	-	559,209		-
Transactions with owners, recorded directly in equity										
Final dividend 2024: Rs. 3 per share	-	-	-	-	-	-	-	(4,347,898)	(42,336)	(4,390,234)
Interim dividend 2025: Rs. 2 per share	-	-	-	-	-	-	-	(2,898,598)	-	(2,898,598)
Balance as at September 30, 2025 (un-audited)	14,492,992	1,916,749	128,355	21,670,526	64,826,834	15,024,104	9,986,980	14,596,836	536,729	143,180,105
Total comprehensive income for the three month period ended December 31, 2025										
Profit after taxation for the three month period ended December 31, 2025	-	-	-	-	-	-	-	4,773,233	54,375	4,827,608
Other comprehensive income - net of tax										
Effect of translation of net investment in foreign branch	-	(31,198)		-	-	-	-	-	-	(31,198)
Movement in surplus on revaluation of debt investments through FVOCI – net of tax	-	-		-	-	5,145,267	-	-	-	5,145,267
Gain on sale of debt securities carried at FVOCI reclassified to profit and loss – net of tax	-	-		-	-	(371,219)	-	-	-	(371,219)
Movement in surplus on revaluation of equity investments through FVOCI – net of tax	-	-		-	-	(150,874)	-	-	-	(150,874)
Remeasurement gain on defined benefit plan	-	-		-	-	-	-	96,144	329	96,473
Movement in surplus on revaluation of property and equipment	-	-		-	-	-	1,823,229	-	-	1,823,229
	-	(31,198)		-	-	4,623,174	1,823,229	96,144	329	6,511,678
Transfer to										
Statutory reserve	-	-	-	460,602	-	-	-	(460,602)	-	-
General reserve	-	-	-	-	-	-	-	-	-	-
	-	-		460,602	-	-	-	(460,602)	-	-
Gain on disposal of equity instruments measured at FVOCI - net of tax	-	-		-	-	(304,431)	-	304,431	-	-
Transactions with owners, recorded directly in equity										
Interim Dividend 2025: Rs 1.25 per share	-	-	-	-	-	-	-	(1,811,624)	-	(1,811,624)
Balance as at December 31, 2025 (audited)	14,492,992	1,885,551	128,355	22,131,128	64,826,834	19,342,847	11,810,209	17,498,418	591,433	152,707,767
Impact of adoption of IFRS 9 - net of tax (note 3.1)	-	-	-	-	-	-	-	(494,844)		(494,844)
Balance as at January 1, 2026 - restated	14,492,992	1,885,551	128,355	22,131,128	64,826,834	19,342,847	11,810,209	17,003,574	591,433	152,212,923
Total comprehensive income for the nine month period ended September 30, 2026										
Profit after taxation for the nine month period ended September 30, 2026	-	-	-	-	-	-	-	20,406,694	86,515	20,493,209
Other comprehensive loss - net of tax										
Effect of translation of net investment in foreign branch	-	(68,709)		-	-	-	-	-	-	(68,709)
Movement in surplus on revaluation of debt investments through FVOCI – net of tax	-	-		-	-	(4,515,361)	-	-	-	(4,515,361)
Gain on sale of debt securities carried at FVOCI reclassified to profit and loss – net of tax	-	-		-	-	(2,162,479)	-	-	-	(2,162,479)
Remeasurement loss on defined benefit plan	-	-		-	-	-	-	(425,226)	-	(425,226)
Movement in surplus on revaluation of equity investments through FVOCI – net of tax	-	-		-	-	(889,864)	-	-		(889,864)
Movement in surplus on revaluation of property and equipment	-	-	-	-	-	-	(171,245)	171,245	-	-
Reclassification of fair value loss upon conversion of debt securities into equity securities	-	-	-	-	-	(84,150)	-	84,150	-	-
	-	(68,709)	-	-	-	(7,651,854)	(171,245)	(169,831)	-	(8,061,639)
Transfer to										
Statutory reserve	-	-	-	2,050,698	-	-	-	(2,050,698)	-	-
General reserve	-	-	-	-	14,708,016	-	-	(14,708,016)	-	-
	-	-		2,050,698	14,708,016	-	-	(16,758,714)	-	-
Gain on disposal of equity securities measured at FVOCI - net of tax	-	-	-	-	-	(635,810)	-	635,810	-	-
Transactions with owners, recorded directly in equity										
Final dividend 2025: Rs. 1.75 per share	-	-	-	-	-	-	-	(2,536,274)	-	(2,536,274)
1st Interim Dividend 2026: Rs 2 per share	-	-	-	-	-	-	-	(2,898,598)	-	(2,898,598)
2nd Interim Dividend 2026: Rs 2 per share	-	-	-	-	-	-	-	(2,898,598)	-	(2,898,598)
Final dividend of subsidiary 2025: Rs 1.5 per share	-	-	-	-	-	-	-	-	(42,336)	(42,336)
Balance as at September 30, 2026 (un-audited)	14,492,992	1,816,842	128,355	24,181,826	79,534,850	11,055,183	11,638,964	12,784,063	635,612	156,268,687

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

Chief Financial Officer | President & CEO | Director | Director | Chairman

ASKARI BANK LIMITED
CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2026

	Note	Nine month period ended	
		September 30, 2026	September 30, 2025
		------ Rupees in '000 ------	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		43,539,819	43,596,052
Less: dividend income		(767,232)	(663,728)
		42,772,587	42,932,324
Adjustments:			
Net mark–up / interest income		(69,623,919)	(65,515,809)
Depreciation		1,982,606	1,402,676
Amortization	30	225,520	170,993
Depreciation on right-of-use assets	30	2,215,543	1,772,659
Interest expense on lease liability against right-of-use assets	26	1,881,490	1,442,004
Gain on termination of lease contracts under IFRS - 16 - net	29	(41,164)	(23,149)
Charge for defined benefit plans		889,005	625,864
(Reversal of) / charge against credit loss allowance / provisions and write offs - net		(1,649,253)	898,856
Unrealised loss on revaluation of securities - FVTPL	28	274,170	(416,249)
Gain on sale of property and equipment - net	29	(43,416)	(32,581)
		(63,889,418)	(59,674,736)
		(21,116,831)	(16,742,412)
(Increase) / decrease in operating assets			
Lendings to financial institutions		1,817,630	(5,975,201)
Net investment in securities classified as FVTPL		(2,320,673)	1,620,805
Advances		(77,968,562)	155,478,631
Other assets		(10,454,539)	3,553,098
		(88,926,144)	154,677,333
Increase / (decrease) in operating liabilities			
Bills payable		(7,171,852)	(49,231,272)
Borrowings from financial institutions		(30,423,884)	199,499,764
Deposits		190,689,561	150,757,172
Other liabilities		5,705,896	631,926
		158,799,721	301,657,590
		48,756,746	439,592,511
Payment made to defined benefit plan		(84,185)	(50,139)
Mark–up / interest paid		(171,167,211)	(161,994,034)
Mark–up / interest received		216,109,855	200,315,441
Income tax paid		(21,729,501)	(26,142,290)
Net cash flow generated from operating activities		71,885,704	451,721,489
CASH FLOW FROM INVESTING ACTIVITIES			
Net investment in securities classified as FVOCI		(50,803,898)	(439,654,301)
Net investment in securities measured at amortized cost		6,479,318	(300,735)
Amount received on disposal of assets held for sale		-	1,308,750
Dividend received		744,963	642,447
Investments in property and equipment		(5,835,043)	(3,106,489)
Investments in intangible assets		(672,807)	(179,632)
Proceeds from sale of property and equipment		57,417	59,139
Effect of translation of net investment in foreign branch		(68,709)	54,705
Net cash flow used in investing activities		(50,098,759)	(441,176,116)
CASH FLOW FROM FINANCING ACTIVITIES			
Payments against lease liabilities under IFRS-16	18	(3,028,983)	(2,618,714)
Payment of subordinated debt		-	(6,000,000)
Dividend paid		(8,252,474)	(7,209,991)
Net cash flow used in financing activities		(11,281,457)	(15,828,705)
Increase / (decrease) in cash and cash equivalents		10,505,488	(5,283,332)
Cash and cash equivalents at beginning of the period		122,775,433	146,494,334
Credit loss allowance on cash and cash equivalents - net		15,803	-
Cash and cash equivalents at end of the period	35	133,296,724	141,211,002

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

Chief Financial Officer | President & CEO | Director | Director | Chairman

1 STATUS AND NATURE OF BUSINESS

The Group consists of Askari Bank Limited, the holding company, Foundation Securities (Private) Limited, a 51% owned subsidiary and Askari Currency Exchange (Private) Limited, a 100% owned subsidiary.

Askari Bank Limited (the Bank) was incorporated in Pakistan on October 9, 1991 as a Public Limited Company and is listed on the Pakistan Stock Exchange. The registered office of the Bank is situated at AWT Plaza, the Mall, Rawalpindi. The Bank is a scheduled commercial bank and is principally engaged in the business of banking as defined in the Banking Companies Ordinance, 1962. The Fauji Consortium: comprising of Fauji Foundation (FF) and Fauji Fertilizer Company Limited (FFCL) collectively own 71.91 (2025: 71.91) percent shares of the Bank. The ultimate parent of the Bank is Fauji Foundation. The Bank has 820 branches (2025: 757 branches); 819 (2025: 756 branches) in Pakistan and Azad Jammu and Kashmir including 428 (2025: 365) Islamic Banking branches and 67 (2025: 66) sub–branches and a Wholesale Bank Branch (WBB) in the Kingdom of Bahrain. The Pakistan Credit Rating Agency (PACRA) has assigned long term rating of AAA and short term rating of A1+ to the Bank with stable outlook.

Foundation Securities (Private) Limited (FSL) was incorporated in Pakistan on January 18, 2005 under the repealed Companies Ordinance, 1984 as a private limited company. FSL is a Trading Right Entitlement Certificate (TREC) holder of the PSX and a coporate member of Pakistan Mercantile Exchange Limited. FSL is principally engaged in the business of equity and commodities brokerage, equity research and corporate financial advisory services. The registered office of FSL is situated at Ground Floor, Bahria Complex II, M.T. Khan Road, Karachi.

Askari Currency Exchange (Private) Limited (ACEL) was incorporated in Pakistan on April 18, 2024 under the Companies Act 2017 (XIX of 2017) as a private limited company. ACEL is principally engaged in business of dealing in currency exchange. The registered office of ACEL is situated at Ground Floor, Old Building, Marine Trade Centre, Kehkashan Block 9, Clifton, Karachi.

2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

2.1 BASIS OF PREPARATION

2.1.1 These consolidated financial statements represent financial statements of the Holding Company– Askari Bank Limited and its subsidiaries. The assets and liabilities of the subsidiaries have been consolidated on a line–by line basis and the investments held by the Holding Company is eliminated against the corresponding share capital of the subsidiaries in these consolidated financial statements.

2.1.2 These consolidated financial statements have been prepared in accordance with the format for preparation of the annual financial statements of the banks issued by the State Bank of Pakistan (SBP), vide its BPRD Circular No. 13 dated July 01, 2024.

2.1.3 In accordance with the directives of the Federal Government regarding the shifting of the banking system to Islamic modes, the State Bank of Pakistan (SBP) has issued various circulars from time to time. Permissible forms of trade–related modes of financing include purchase of goods by the banks from their customers and immediate resale to them at appropriate profit in price on deferred payment basis. The purchases and sales arising under the respective arrangements (except for Murabaha financings accounted for under Islamic Financial Accounting Standard– 1 “Murabaha”) are not reflected in these consolidated financial statements as such, but are restricted to the amount of facility actually utilized and the appropriate portion of profit thereon.

2.1.4 Items included in the consolidated financial statements are measured using the currency of the primary economic environment in which the Group operates. The consolidated financial statements are presented in Pakistan Rupee (Rupees), which is the Group’s functional and presentation currency. Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

2.1.5 Subsidiary is that enterprise in which the holding company directly or indirectly controls, beneficially owns or holds more than 50% of the voting securities or otherwise has the power to elect and appoint more than 50% of its directors. The financial statements of the subsidiary are included in the consolidated financial statements from the date control commences until the date that control ceases.

2.2 STATEMENT OF COMPLIANCE

2.2.1 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 (ICAP) as are notified under the Companies Act, 2017;

- Provisions of, directives and notifications issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017; and

- Directives issued by the State Group of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP).

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

2.2.2 The disclosures made in these consolidated condensed interim financial statements have been limited based on the format prescribed by the SBP vide BPRD Circular No. 2 dated February 9, 2023 and IAS 34. These consolidated condensed interim financial statements do not include all the information and disclosures required in the audited annual consolidated financial statements, and should be read in conjunction with the audited annual consolidated financial statements for the year ended December 31, 2025.

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

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

There are certain new and amended standards, issued by the International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Group's accounting period beginning on January 1, 2026 but are considered not to be relevant or do not have any material effect on the Group's consolidated condensed interim financial statements including the following:

- IFRS 7, 'Financial Instruments: Disclosures'; the SECP through S.R.O. 742(1)/2025 dated April 16, 2025 has required disclosures regarding the significance of financial instruments to the Group’s financial position and performance, as well as the nature, extent, and management of risks arising from such instruments. Accordingly, the Group will adopt IFRS 7 in preparing its annual financial statements for the year ending December 31, 2026. However, the disclosure requirements of IFRS 7 do not apply to these consolidated condensed interim financial statements except for those specified in paragraph 16A(j) of IAS 34, 'Interim Financial Reporting'.

- Certain amendments to IFRS 7 'Financial Instruments: Disclosures' and IFRS 9 'Financial Instruments' have become applicable on the Group which clarify the date of recognition and derecognition of a financial asset or financial liability. These amendments do not have any material impact and therefore, have not been detailed in these consolidated condensed interim financial statements.

2.2.5 Standards, interpretations of and amendments to published approved accounting standards that ar

There are certain new and amended standards, issued by IASB, interpretations and amendments that are mandatory for the Group's accounting periods beginning on or after January 1, 2027 but are considered not to be relevant or do not have any material effect on the Group's consolidated condensed interim financial statements except for:

- the new standard - IFRS 18 'Presentation and Disclosure in Financial Statements' (published in April 2024) with applicability date of January 1, 2027. Application of IFRS 18 will impact the presentation of the 'Statement of Profit and Loss Account' with certain additional disclosures as and when instructed by the SBP.

3 MATERIAL ACCOUNTING POLICY INFORMATION

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 Group for the year ended December 31, 2025 except as disclosed in note 3.1 below.

3.1 IFRS 9 - Financial Instruments

3.1.1 The Group adopted IFRS 9 effective from January 1, 2024, except for certain relaxations and extensions issued by the SBP from time to time. The impacts of these relaxations and extensions were incorporated in the annual audited consolidated financial statements of the Group for the years ended December 31, 2024 and 2025, with the modified retrospective approach as permitted under IFRS 9.

3.1.2 In addition, the SBP, in a separate instruction vide BPRD/RPD/822456/25 dated January 22, 2025, allowed an extension for application of the Effective Interest Rate (EIR) up to December 31, 2025. During the current period, in accordance with the aforementioned instruction, the Group has applied EIR on the financial instruments as at January 1, 2026. Accordingly, cumulative impact of application of EIR amounting to Rs. 494,844 thousand, net of tax, has decreased the equity at the beginning of the current period with a corresponding impact on income / mark-up accrued and mark-up / return / interest payable.

3.1.3 The SBP has directed the banks through its BPRD Circular Letter No. 1 dated January 22, 2025, to continue applying the existing revenue recognition methodology for Islamic operations, including the requirements of IFAS 1 and IFAS 2 until further instructions. Had IFRS 9 been adopted for revenue recognition related to Islamic operations, the revenue of the Group would have been higher by Rs. 1,407,867 thousand (Sep 30, 2025: Rs 889,850 thousand).

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The basis for accounting estimates adopted in the preparation of these consolidated condensed interim financial statements are same as that applied in the preparation of the audited annual consolidated financial statements for the year ended December 31, 2025, except for matter related to IFRS 9 which has been disclosed in note 3.1 to these consolidated condensed interim financial statements.

5 FINANCIAL RISK MANAGEMENT

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

		Note	(Un-audited) September 30, 2026	(Audited) December 31, 2025
6	**CASH AND BALANCES WITH TREASURY BANKS**		------ Rupees in '000 ------	
	In hand			
	Local currency		24,659,512	28,559,141
	Foreign currencies		5,189,649	6,457,427
			29,849,161	35,016,568
	With State Bank of Pakistan in			
	Local currency current accounts		71,224,289	49,154,084
	Foreign currency current account		10,503,183	6,935,682
	Foreign currency deposit account		12,920,923	12,842,042
			94,648,395	68,931,808
	With National Bank of Pakistan in			
	Local currency current accounts		3,468,540	5,038,319
	Prize Bonds		17,919	18,615
			127,984,015	109,005,310
	Less: Credit loss allowance held against cash and balances with treasury banks		-	(16,542)
	Cash and balances with treasury banks - net of credit loss allowance		127,984,015	108,988,768
7	**BALANCES WITH OTHER BANKS**			
	In Pakistan			
	In current accounts		2,276,536	1,708,710
	In deposit accounts		916,828	1,048,522
			3,193,364	2,757,232
	Outside Pakistan			
	In current accounts		1,121,245	7,071,368
	In deposit accounts		2,638,647	5,160,183
			3,759,892	12,231,551
			6,953,256	14,988,783
	Less: Credit loss allowance held against balances with other banks		(1,075)	(336)
	Balances with other banks - net of credit loss allowance		6,952,181	14,988,447
8	**LENDINGS TO FINANCIAL INSTITUTIONS**			
	Call / clean money lendings		-	6,600,000
	Repurchase agreement lendings (Reverse Repo)		4,965,878	-
	Placements with financial institutions		7,366,809	7,528,026
	Purchase under resale arrangement of equity securities		7,430	29,721
			12,340,117	14,157,747
	Less: Credit loss allowance / provision held against lending to financial institutions	8.1	(7,430)	(29,721)
	Lendings to financial institutions - net of credit loss allowance / provision		12,332,687	14,128,026

			September 30, 2026 (Un-audited)		December 31, 2025 (Audited)	
8.1	**Lendings To Financial Institutions - particulars of credit loss allowance / provision**		Lending	Credit loss allowance / provision held	Lending	Credit loss allowance / provision held
			---------- Rupees in '000 ----------			
	Domestic					
	Performing	Stage 1	4,965,878	-	6,600,000	-
	Non-performing	Stage 3				
	Loss		7,430	7,430	29,721	29,721
			4,973,308	7,430	6,629,721	29,721
	Overseas					
	Performing	Stage 1	7,366,809	-	7,528,026	-
			12,340,117	7,430	14,157,747	29,721

9 INVESTMENTS

	September 30, 2026 (Un-audited)				December 31, 2025 (Audited)			
	Cost / amortized cost	Credit Loss allowance / provision	Surplus / (deficit)	Carrying value	Cost / amortized cost	Credit Loss allowance / provision	Surplus / (deficit)	Carrying value
	---------- Rupees in '000 ----------							
9.1 Investments by type:								
FVTPL								
Shares	470,851	-	(19,706)	451,145	2,075,184	-	2,730	2,077,914
Units of open end mutual funds	2,593,541	-	(263,309)	2,330,232	2,791,490	-	(197,948)	2,593,542
Federal Government Securities	1,303,368	-	-	1,303,368	867,160	-	30,866	898,026
Non Government Debt Securities	6,987,886	-	8,845	6,996,731	3,517,573	-	(52,082)	3,465,491
	11,355,646	-	(274,170)	11,081,476	9,251,407	-	(216,434)	9,034,973
FVOCI								
Federal Government Securities	1,965,691,428	(195,200)	15,401,334	1,980,897,562	1,916,513,443	(32,419)	29,278,307	1,945,759,331
Shares	8,059,391	-	7,678,731	15,738,122	6,501,734	-	11,031,317	17,533,051
Fully paid preference shares	2,314	-	(2,314)	-	27,314	-	(1,100)	26,214
Non Government Debt Securities	9,991,430	(379,145)	(46,120)	9,566,165	8,573,569	(391,163)	(10,925)	8,171,481
	1,983,744,563	(574,345)	23,031,631	2,006,201,849	1,931,616,060	(423,582)	40,297,599	1,971,490,077
Amortised cost								
Federal Government Securities	41,293,939	-	-	41,293,939	47,727,423	(11,647)	-	47,715,776
Non Government Debt Securities	45,069	(45,069)	-	-	90,903	(90,903)	-	-
	41,339,008	(45,069)	-	41,293,939	47,818,326	(102,550)	-	47,715,776
Total investments	2,036,439,217	(619,414)	22,757,461	2,058,577,264	1,988,685,793	(526,132)	40,081,165	2,028,240,826

	(Un-audited) September 30, 2026	(Audited) December 31, 2025
9.1.1 Investments given as collateral	------ Rupees in '000 ------	
The market value of investments given as collateral:		
Market Treasury Bills	44,643,170	22,068,937
Pakistan Investment Bonds	708,830,823	780,800,697
Overseas Bonds	24,750,803	-
Overseas Sukuks	2,272,250	-
Shares	298,381	379,380
	780,795,427	803,249,014

		(Un-audited) September 30, 2026	(Audited) December 31, 2025
9.2	**Credit loss allowance / provision against diminuition in value of investments**	------ Rupees in '000 ------	
9.2.1	Opening balance	526,132	1,086,264
	Charge / (reversals) for the period / year	93,282	(560,132)
	Closing balance	619,414	526,132

9.2.2 Particulars of credit loss allowance / provision against debt securities

		September 30, 2026 (Un-audited)		December 31, 2025 (Audited)	
		Outstanding Amount	Credit loss allowance held / provision held	Outstanding Amount	Credit loss allowance held / provision held
		---------- Rupees in '000 ----------			
Domestic					
Performing	Stage 1	1,508,223	1,855	1,527,491	18,976
Non-performing	Stage 3				
Loss		407,472	407,472	463,090	463,090
		1,915,695	409,327	1,990,581	482,066
Overseas					
Performing	Stage 1	29,778,403	210,087	13,228,712	44,066
Total		31,694,098	619,414	15,219,293	526,132

9.3 The market value of securities classified as amortised cost as at September 30, 2026 is Rs. 39,182,526 thousand (December 31, 2025: Rs. 47,360,272 thousand).

10 ADVANCES	Performing		Non Performing		Total	
	(Un-audited) September 30, 2026	(Audited) December 31, 2025	(Un-audited) September 30, 2026	(Audited) December 31, 2025	(Un-audited) September 30, 2026	(Audited) December 31, 2025
	Rupees in '000					
Loans, cash credits, running finances, etc.	452,533,413	406,359,651	22,949,998	26,441,769	475,483,411	432,801,420
Islamic financing and related assets	195,273,866	167,292,060	4,889,711	4,535,752	200,163,577	171,827,812
Bills discounted and purchased	24,940,459	17,937,163	2,060,833	2,113,323	27,001,292	20,050,486
Advances - gross	672,747,738	591,588,874	29,900,542	33,090,844	702,648,280	624,679,718
Credit loss allowance / provision against advances						
- Stage 1	(1,144,123)	(1,548,519)	-	-	(1,144,123)	(1,548,519)
- Stage 2	(5,310,128)	(4,708,881)	-	-	(5,310,128)	(4,708,881)
- Stage 3	-	-	(29,382,349)	(32,300,414)	(29,382,349)	(32,300,414)
	(6,454,251)	(6,257,400)	(29,382,349)	(32,300,414)	(35,836,600)	(38,557,814)
Advances - net of credit loss allowance / provision	666,293,487	585,331,474	518,193	790,430	666,811,680	586,121,904

10.1 Particulars of advances (gross)	(Un-audited) September 30, 2026	(Audited) December 31, 2025
	Rupees in '000	
In local currency	634,589,136	583,064,620
In foreign currencies	68,059,144	41,615,098
	702,648,280	624,679,718

10.2 Advances include amount of Rs. 29,900,542 thousand (2025: Rs. 33,090,844 thousand) which have been placed under non-performing status / stage 3 as detailed below:

Category of classification (Stage 3)	September 30, 2026 (Un-audited)		December 31, 2025 (Audited)	
	Non Performing Loans	Credit loss allowance / provision	Non Performing Loans	Credit loss allowance / provision
Domestic	Rupees in '000			
Other Assets Especially Mentioned (OAEM)	60,781	29,094	422,081	209,943
Substandard	471,471	245,123	747,157	540,675
Doubtful	81,800	40,487	296,534	131,046
Loss	29,286,490	29,067,645	31,625,072	31,418,750
	29,900,542	29,382,349	33,090,844	32,300,414

10.3 Particulars of credit loss allowance / provision against advances

	September 30, 2026 (Un-audited)			
	Stage 1	Stage 2	Stage 3	Total
	Rupees in '000			
Opening balance	1,548,519	4,708,881	32,300,414	38,557,814
Charge for the period	399,957	1,419,563	458,014	2,277,534
Reversal for the period	(804,353)	(818,316)	(3,376,079)	(4,998,748)
	(404,396)	601,247	(2,918,065)	(2,721,214)
Closing balance	1,144,123	5,310,128	29,382,349	35,836,600

	December 31, 2025 (Audited)			
	Stage 1	Stage 2	Stage 3	Total
	Rupees in '000			
Opening balance	1,140,828	3,893,372	32,280,864	37,315,064
Impact of ECL recognised on adoption of IFRS–9	213,087	589,201	-	802,288
Balances as at January 1	1,353,915	4,482,573	32,280,864	38,117,352
Charge for the year	1,001,577	2,402,543	2,591,860	5,995,980
Reversal for the year	(806,973)	(2,176,235)	(1,332,991)	(4,316,199)
	194,604	226,308	1,258,869	1,679,781
Amounts written off / charged off	-	-	(1,239,319)	(1,239,319)
Closing balance	1,548,519	4,708,881	32,300,414	38,557,814

10.4 Advances - particulars of credit loss allowance / provision

	September 30, 2026 (Un-audited)		
	Stage 1	Stage 2	Stage 3
	Rupees in '000		
Opening balance	1,548,519	4,708,881	32,300,414
New Advances	393,053	28,249	510
Advances repaid	(583,409)	(426,933)	(2,198,815)
Transfer to / from stage 1	6,904	(6,904)	-
Transfer to / from stage 2	(214,050)	1,391,314	(1,177,264)
Transfer to / from stage 3	(6,894)	(192,289)	199,183
	(404,396)	793,437	(3,176,386)
Changes in risk parameters	-	(192,190)	258,321
Closing balance	1,144,123	5,310,128	29,382,349

	December 31, 2025 (Audited)		
	Stage 1	Stage 2	Stage 3
	Rupees in '000		
Opening balance	1,140,828	3,893,372	32,280,864
Impact of ECL recognised on adoption of IFRS–9	213,087	589,201	-
Balances as at January 1	1,353,915	4,482,573	32,280,864
New Advances	868,618	1,703,946	-
Advances repaid	(435,042)	(2,038,873)	(1,308,304)
Transfer to / from stage 1	132,959	(109,320)	(23,639)
Transfer to / from stage 2	(79,383)	80,431	(1,048)
Transfer to / from stage 3	(30,560)	(28,042)	58,602
	456,591	(391,859)	(1,274,389)
Amounts written off / charged off	-	-	(1,239,319)
Changes in risk parameters	(261,988)	618,166	2,533,258
Closing balance	1,548,519	4,708,881	32,300,414

10.5 Advances - category of classification

		September 30, 2026 (Un-audited)		December 31, 2025 (Audited)	
		Outstanding amount	Credit loss allowance / provision held	Outstanding amount	Credit loss allowance / provision held
		Rupees in '000			
Domestic					
Performing	Stage 1	542,329,964	1,114,143	483,118,998	1,548,519
Underperforming	Stage 2	117,575,389	5,277,581	106,228,892	4,652,904
Non-Performing	Stage 3				
Other assets especially mentioned		60,781	29,094	422,081	209,943
Substandard		471,471	245,123	747,157	540,675
Doubtful		81,800	40,487	296,534	131,046
Loss		29,286,490	29,067,645	31,625,072	31,418,750
		29,900,542	29,382,349	33,090,844	32,300,414
Sub Total		689,805,895	35,774,073	622,438,734	38,501,837
Overseas					
Performing	Stage 1	11,179,699	29,980	-	-
Underperforming	Stage 2	1,662,686	32,547	2,240,984	55,977
		12,842,385	62,527	2,240,984	55,977
Total		702,648,280	35,836,600	624,679,718	38,557,814

		Note	(Un-audited) September 30, 2026	(Audited) December 31, 2025
11	**PROPERTY AND EQUIPMENT**		------ Rupees in '000 ------	
	Capital work-in-progress	11.1	1,846,545	1,551,028
	Property and equipment		28,659,290	24,846,238
			30,505,835	26,397,266

11.1 This represents civil works in progress and advances to suppliers and contractors.

		(Un-audited) Nine month period ended	
		September 30, 2026	September 30, 2025
11.2	**Additions to property and equipment**	------- Rupees in '000 -------	
	The following additions have been made to property and equipment during the period:		
	Capital work-in-progress - net	289,311	1,010,839
	Property and equipment		
	Buildings freehold	257,968	-
	Renovation of premises	1,332,407	629,239
	Furniture, fixtures and office equipment	706,902	513,506
	Machine and equipment	1,719,619	858,165
	Computer equipment	1,468,844	529,615
	Vehicles	317,960	102,405
		5,803,700	2,632,930
	Total	6,093,011	3,643,770

11.3 Disposal of property and equipment

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

Renovation of premises	943	2,953
Furniture, fixtures and office equipment	9,598	5,611
Machine and equipment	2,699	3,445
Computer equipment	310	238
Vehicles	451	14,311
Total	14,001	26,558

		(Un-audited) September 30, 2026	(Audited) December 31, 2025
12	**RIGHT-OF-USE ASSETS**	------ Rupees in '000 ------	
	Net carrying amount at January 1,	15,128,302	12,196,186
	Additions during the period / year	5,878,719	5,689,674
	Depreciation for the period / year	(2,213,690)	(2,428,263)
	Terminations and other adjustments	(464,270)	(329,295)
	Net carrying amount at period / year end	18,329,061	15,128,302

13	**INTANGIBLE ASSETS**		
	Computer software	2,118,165	1,731,290
	Capital work-in-progress	548,942	483,870
		2,667,107	2,215,160

	(Un-audited) Nine month period ended	
	September 30, 2026	September 30, 2025
13.1 Additions to intangible assets	------- Rupees in '000 -------	
The following additions have been made to intangible assets during the period:		
Software addition	607,735	120,488
Capital work-in-progress - net	65,072	59,144
	672,807	179,632

	Note	(Un-audited) September 30, 2026	(Audited) December 31, 2025
		------ Rupees in '000 ------	
14 OTHER ASSETS			
Income / mark-up accrued in local currency		85,763,167	59,313,288
Income / mark-up accrued in foreign currencies		1,628,882	955,802
Advances, deposits, advance rent and other prepayments	14.1	11,661,911	9,776,434
Advance taxation		6,892,542	9,566,189
Deferred cost on recognition of loan at fair value	14.2	3,828,716	4,412,757
Non-banking assets acquired in satisfaction of claims		3,809,805	366,160
Trade debts - unsecured - considered good		491,516	347,052
Receivable against trading of securities		-	147,388
Stationary and stamps in hand		394,591	413,469
Receivable from defined benefit plan		-	59,876
Dividend receivable		26,607	4,338
Margin against stand by letter of credit (SBLC)		173,287	158,828
Acceptances		18,592,448	12,242,718
Switch settlement accounts		411,502	-
Rebate receivable against home remittances		1,958,184	2,857,255
Others		616,440	787,774
		136,249,598	101,409,328
Less: Credit loss allowance / provision held against other assets	14.3	(571,060)	(730,423)
Other assets - net of credit loss allowance / provision		135,678,538	100,678,905
Surplus on revaluation of non-banking assets acquired in satisfaction of claims		430,985	602,230
Other assets - total		136,109,523	101,281,135

14.1 This includes the prepaid employment benefit amounting to Rs. 8,359,247 thousand (December 31, 2025: 7,299,665 thousand) recognized in connection with concessional staff facilities provided to employees. These facilities have been recognized at fair value on the date of disbursement. The resultant benefit arising from these concessional facilities is subsequently accounted for under IAS 19 Employee Benefits. The current period amortization of prepaid employee benefit asset amounts to Rs. 1,824,635 thousand (September 30, 2025: Rs. 1,298,906 thousand).

14.2 This represents deferred portion of fair value loss arisen on initial recognition of loan to PIA Holding Company Limited (PIAHCL). SBP through its circular BPRD/BRD/PIAHCL/733688-2024 dated August 01, 2024 has allowed staggering of such fair value impact over a period of 6 years at rates of 5%, 10%, 15%, 20%, 25%, and 25% from year 1 to year 6. Accordingly, 15% is being amortized on monthly proportionate basis during the current period (December 31, 2025: 10%).

	(Un-audited) September 30, 2026	(Audited) December 31, 2025
	------ Rupees in '000 ------	
14.3 Credit loss allowance / provision held against other assets		
Advances, deposits, advance rent and other prepayments	4,838	4,838
Acceptances	379,564	538,317
Others	186,658	187,268
	571,060	730,423

		(Un-audited) September 30, 2026	(Audited) December 31, 2025
14.3.1	**Movement in credit loss allowance / provision held against other assets**	------ Rupees in '000 ------	
	Opening balance	730,423	478,632
	(Reversal) / charge for the period / year - net	(159,363)	251,791
	Closing balance	571,060	730,423
15	**BILLS PAYABLE**		
	In Pakistan	16,087,518	23,259,370
16	**BORROWINGS**		
	Secured		
	Borrowings from the State Bank of Pakistan under:		
	- Export refinance scheme	3,353,000	9,456,104
	- Long term financing facility	3,481,620	4,525,856
	- Financing facility for storage of agricultural produce	70,900	56,200
	- Renewable energy financing facility	2,957,334	3,382,492
	- Refinance from SBP		
	- Credit guarantee scheme for women entrepreneurs	37,542	54,573
	- Temporary economic refinance facility	5,028,530	5,944,439
	- Modernization of SME	244,421	302,878
	- Combating COVID-19	-	73,958
	- Rupee based discounting of bills / receivable	3,295,438	3,705,624
	- Special persons	300	360
	- Working capital financing	-	40,000
		18,469,085	27,542,484
	Repurchase agreement borrowings		
	- State Bank of Pakistan	665,744,049	704,004,760
	- Financial institutions	96,373,107	92,479,644
		762,117,156	796,484,404
	Refinance from Pakistan Mortgage Refinance Company	1,891,087	2,761,911
	Total secured	782,477,328	826,788,799
	Unsecured		
	Call borrowings	70,740,000	165,175,390
	Overdrawn nostro accounts	1,639,472	1,201,782
	Bai Muajjal - financial institutions	105,705,433	-
	Financial institutions	4,018,159	1,400,615
	Total unsecured	182,103,064	167,777,787
		964,580,392	994,566,586

17 DEPOSITS AND OTHER ACCOUNTS

	September 30, 2026 (Un-audited)			December 31, 2025 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	---------- Rupees in '000 ----------					
Customers						
Current deposits	666,405,925	43,008,875	709,414,800	464,930,070	34,773,304	499,703,374
Savings deposits	858,699,437	64,284,719	922,984,156	841,460,015	69,598,202	911,058,217
Fixed deposits	159,258,762	22,377,102	181,635,864	155,411,683	32,219,310	187,630,993
	1,684,364,124	129,670,696	1,814,034,820	1,461,801,768	136,590,816	1,598,392,584
Financial institutions						
Current deposits	1,588,969	23,600	1,612,569	1,558,139	199,083	1,757,222
Savings deposits	2,951,817	95,939	3,047,756	6,892,451	53,727	6,946,178
Fixed deposits	2,034,400	-	2,034,400	22,944,000	-	22,944,000
	6,575,186	119,539	6,694,725	31,394,590	252,810	31,647,400
	1,690,939,310	129,790,235	1,820,729,545	1,493,196,358	136,843,626	1,630,039,984

18 LEASE LIABILITIES

	(Un-audited) September 30, 2026	(Audited) December 31, 2025
	------ Rupees in '000 ------	
Outstanding amount at the start of the period / year	17,642,967	14,174,653
Additions during the period / year	5,888,424	5,689,674
Lease payments including interest	(3,028,983)	(3,836,902)
Interest expense for the period / year	1,881,490	2,004,672
Termination and other adjustments	(534,351)	(389,130)
Outstanding amount at the end of the period / year	21,849,547	17,642,967

18.1 Contractual maturities of lease liabilities

Not later than one year	1,707,420	1,285,724
Later than one year and upto five years	8,525,956	6,963,150
Over five years	11,616,171	9,394,093
Total at the end of the period / year	21,849,547	17,642,967

18.2 For the purpose of discounting, PKRV rates are being used.

		(Un-audited) September 30, 2026	(Audited) December 31, 2025
19	**SUBORDINATED DEBT**	------ Rupees in '000 ------	
	Term Finance Certificates - VI (ADT-1)	6,000,000	6,000,000

19.1 The Group has raised unsecured sub-ordinated loan through issuance of Term Finance Certificates (TFC) to improve the Group's capital adequacy. Liability to the TFC holders is subordinated to and rank inferior to all other indebtedness of the Group including deposits and is not redeemable before maturity without prior approval of the SBP. The salient features of outstanding issue are as follows:

	Term Finance Certificates - VI (ADT-1)
Outstanding amount - Rupees in '000	6,000,000
Issue amount	Rupees 6,000 million
Issue date	July 03, 2018
Maturity Date	Perpetual
Rating	AA-
Security	Unsecured
Listing	Listed
Profit payment frequency	Payable six monthly
Redemption	Perpetual
Mark-Up	Base Rate plus 1.50% Base Rate is the simple average of the ask rate of six month KIBOR prevailing on the base rate setting date.
Call option	Exercisable after 60 months from the date of issue subject to approval by the SBP.
Lock-in clause	Payment of profit will be subject to the condition that such payment will not result in breach of the Group's regulatory Minimum Capital Requirement or Capital Adequacy Ratio set by SBP from time to time. Any inability to exercise lock-in clause or the non-cumulative features will subject these TFCs to mandatory conversion into common shares / write off at the discretion of SBP.
Loss absorption clause	The Instrument will be subject to loss absorption and / or any other requirements of SBP upon the occurrence of a Point of Non-Viability event as per Section A-5-3 of Annexure 5 of the Circular, which stipulates that SBP may, at its option, fully and permanently convert the TFCs into common shares of the issuer and / or have them immediately written off (either partially or in full). Number of shares to be issued to TFC holders at the time of conversion will be equal to the 'Outstanding Value of the TFCs' divided by market value per share of the Group's common share on the date of trigger event as declared by SBP, subject to a specified cap.

	Note	(Un-audited) September 30, 2026	(Audited) December 31, 2025
		------ Rupees in '000 ------	
20 DEFERRED TAX LIABILITIES			
Taxable / (deductible) temporary differences on			
- Accelerated tax depreciation		725,145	521,674
- Surplus on revaluation of investments		11,976,448	20,954,752
- Lease liabilities net of right-of-use assets		(2,320,910)	(1,810,790)
- ECL against financial instruments		(3,653,692)	(5,267,135)
- Others including impacts of EIR		(2,553,475)	(117,807)
		4,173,516	14,280,694
21 OTHER LIABILITIES			
Mark-up / return / interest payable in local currency		13,750,098	10,723,369
Mark-up / return / interest payable in foreign currencies		817,962	1,403,007
Unearned commission and income on bills discounted		1,531,098	1,443,072
Accrued expenses		8,890,984	6,941,446
Advance payments		376,636	338,529
Acceptances		18,592,447	12,242,718
Dividend payable		409,630	328,634
Advance against sale of non-banking assets		204,383	142,290
Mark to market loss on forward foreign exchange contracts		225,497	9,100
Branch adjustment account		1,034,038	1,424,599
Payable to defined benefit plan		819,091	-
Provision for employees' compensated absences		1,339,289	988,210
Security deposit against lease / ijarah financing		10,786,758	6,360,164
Levies and taxes payable		978,634	1,620,392
Workers' Welfare Fund		3,018,706	2,451,596
Liability against trading of securities		69,066	-
Switch settlement accounts		-	5,480,541
Deferred grant on subsidised refinance loans		94,019	78,610
Trade and other payables		1,670,354	2,544,403
Credit loss allowance against / provision off-balance sheet obligations	21.1	2,618,919	1,442,783
Others		3,352,539	3,029,003
		70,580,148	58,992,466
21.1 Credit loss allowance / provision against off-balance sheet obligations			
Opening balance		1,442,783	755,760
Impact of ECL recognised on adoption of IFRS 9		-	103,899
Balances as at January 1		1,442,783	859,659
Charge for the period / year		1,176,136	583,124
Closing balance		2,618,919	1,442,783
22 SURPLUS ON REVALUATION OF ASSETS - NET OF TAX			
Surplus on revaluation of:			
- Securities measured at FVOCI - Debt		15,355,214	29,267,382
- Securities measured at FVOCI - Equity		7,676,417	11,030,217
- Property and equipment		11,207,979	11,207,979
- Non-banking assets acquired in satisfaction of claims		430,985	602,230
		34,670,595	52,107,808
Deferred tax on surplus on revaluation of:			
- Securities measured at FVOCI - Debt		(7,984,711)	(15,219,039)
- Securities measured at FVOCI - Equity		(3,991,737)	(5,735,713)
		(11,976,448)	(20,954,752)
		22,694,147	31,153,056

		Note	(Un-audited) September 30, 2026	(Audited) December 31, 2025
23	**CONTINGENCIES AND COMMITMENTS**		------ Rupees in '000 ------	
	- Guarantees	23.1	374,251,153	293,435,427
	- Commitments	23.2	572,816,628	447,746,557
	- Other contingent liabilities	23.3	979,274	1,109,184
			948,047,055	742,291,168
23.1	**Guarantees**			
	Financial guarantees		13,776,865	16,865,466
	Performance guarantees		200,617,454	173,693,662
	Other guarantees		159,856,834	102,876,299
			374,251,153	293,435,427
23.2	**Commitments**			
	Documentary credits and short-term trade-related transactions			
	- letters of credit		268,243,985	149,611,561
	Commitments in respect of:			
	- forward foreign exchange contracts	23.2.1	249,628,338	249,321,861
	- forward government securities transactions	23.2.2	39,240,000	23,000,000
	- forward non government securities transactions	23.2.3	337,528	1,715,934
	Commitments for acquisition of:			
	- property and equipment		917,512	849,893
	- intangible assets		443,615	253,849
	- undrawn loan commitments	23.2.4	14,005,650	22,993,459
			572,816,628	447,746,557
23.2.1	**Commitments in respect of forward foreign exchange contracts**			
	Purchase		132,816,081	144,329,274
	Sale		116,812,257	104,992,587
			249,628,338	249,321,861
	The above commitments have maturities falling within one year.			
23.2.2	**Commitments in respect of forward government securities transactions**			
	Purchase		19,240,000	11,000,000
	Sale		20,000,000	12,000,000
			39,240,000	23,000,000
23.2.3	**Commitments in respect of forward non government securities transactions**			
	Purchase		-	-
	Sale		337,528	1,715,934
			337,528	1,715,934

23.2.4 Undrawn loan commitments

The Bank makes commitments to extend credit in the normal course of business but these being revocable commitments do not attract any significant penalty or the expense if the facility is unilaterally withdrawn, other than commitments in respect of syndicated long term financings amounting to Rs 14,005,650 thousand (December 31, 2025: Rs 22,993,459 thousand).

		(Un-audited) September 30, 2026	(Audited) December 31, 2025
23.3	**Other contingent liabilities**	------ Rupees in '000 ------	
	These represent certain claims by third parties against the Group, which are being contested in the Courts of law. Based on legal advice and / or internal assessment, management is confident that the matters will be decided in Group's favour and the possibility of any outcome against the Group is not probable and accordingly no provision has been made in these consolidated condensed interim financial statements.	258,944	574,236
	This represents stand by letters of credit issued by a correspondent bank on behalf of the Group.	720,330	534,948
		979,274	1,109,184

23.4 Tax related contingencies are disclosed in note 33.1 to these consolidated condensed interim financial statements.

24 DERIVATIVE INSTRUMENTS

The Group at present does not offer derivative products such as Interest Rate Swaps, Cross Currency Swaps, Forward Rate Agreements or Foreign Exchange Options. The Group's Treasury and Investment Banking Groups buy and sell derivative instruments such as Forward Exchange Contracts (FECs) and Equity Futures (EFs).

		(Un-audited) Nine month period ended	
		September 30, 2026	September 30, 2025
25 MARK-UP / RETURN / INTEREST EARNED	Note	------ Rupees in '000 ------	
Loans and advances		51,974,776	50,386,966
Investments		186,565,740	170,978,757
Lendings to financial institutions		1,279,526	1,026,477
Balances with banks		805,005	800,313
Securities purchased under resale agreements (Reverse Repo)		783,132	793,803
Amortization of loans under IFRS 9		1,824,635	1,298,906
		243,232,814	225,285,222
25.1 Interest income calculated using effective interest rate method recognised on:			
Financial assets measured at amortised cost		45,210,681	5,308,106
Financial assets measured at fair value through OCI		183,468,417	-
		228,679,098	5,308,106
26 MARK-UP / RETURN / INTEREST EXPENSED			
Deposits		75,382,460	73,333,256
Borrowings		94,305,877	82,887,538
Subordinated debts		559,739	1,148,342
Cost of foreign currency swaps against foreign currency deposits / borrowings		895,288	568,912
Interest expense on lease liability against right-of-use assets		1,881,490	1,442,004
Amortization of deferred cost on recognition of loan at fair value	14.2	584,041	389,361
		173,608,895	159,769,413
26.1 Interest expense calculated using effective interest rate method recognised on:			
Financial liabilities		173,608,895	2,448,893
27 FEE AND COMMISSION INCOME			
Branch banking customer fees		714,637	699,891
Consumer finance related fees		167,772	168,076
Card related fees (debit and credit cards)		2,581,003	1,542,596
Credit related fees		447,370	561,277
Investment banking fees		218,686	225,480
Commission on trade		1,399,800	848,432
Commission on guarantees		1,247,124	1,027,861
Commission on remittances including home remittances		260,496	431,932
Commission on cash management		145,937	78,077
Commission on bancassurance		38,061	21,988
Brokerage revenue		558,227	570,843
Others		6,430	4,676
		7,785,543	6,181,129
28 GAIN ON SECURITIES			
Realised gain	28.1	4,600,104	2,617,288
Unrealised loss on securities measured at FVTPL		(274,170)	416,249
		4,325,934	3,033,537
28.1 Realised gain on:			
Federal government securities		4,505,164	2,452,850
Shares		94,940	164,438
		4,600,104	2,617,288

			(Un-audited) Nine month period ended	
			September 30, 2026	September 30, 2025
29	**OTHER INCOME**	Note	------ Rupees in '000 ------	
	Gain on sale of property and equipment - net		43,416	32,581
	Rent of lockers		43,037	44,720
	Recovery of expenses from customers		329,429	288,451
	Gain on termination of lease contracts under IFRS 16 - net		41,164	23,149
	Amortization of deferred liability under IFRS 9		-	27,768
			457,046	416,669
30	**OPERATING EXPENSES**			
	Total compensation expenses	30.1	21,907,626	16,432,951
	Property expense			
	Rent and taxes		210,889	164,651
	Insurance		124,803	100,636
	Utilities cost		1,710,650	1,389,149
	Security cost (including guards)		1,065,619	982,809
	Repair & maintenance (including janitorial charges)		741,090	572,848
	Depreciation on right-of-use assets		2,215,543	1,772,659
	Depreciation		520,588	329,007
			6,589,182	5,311,758
	Information technology expenses			
	Software maintenance		1,267,630	985,539
	Hardware maintenance		241,791	235,126
	Depreciation		551,476	439,135
	Amortisation		225,520	170,993
	Network charges		536,516	299,258
			2,822,933	2,130,051
	Other operating expenses			
	Directors' fees, allowances		33,120	35,280
	Fees and allowances to shariah board		9,109	8,915
	Rates, taxes, insurance etc.		213,866	136,298
	Legal and professional charges		166,320	110,469
	Travelling, conveyance and entertainment		714,434	484,071
	Brokerage and commission		231,179	1,442,506
	NIFT clearing charges		122,583	102,091
	Repair and maintenance		881,605	825,047
	Communications		824,845	808,835
	Postage & Courier		163,373	178,444
	Stationery and printing		1,156,916	1,082,855
	Marketing, advertisement and publicity		4,649,391	504,292
	Donations		30,000	97,000
	Auditors' remuneration		54,669	52,232
	Depreciation		910,542	634,534
	Security service charges		624,664	526,809
	Training and development		70,756	68,824
	Deposit premium expense		864,814	739,441
	Outsourced service cost		1,190,684	765,423
	Card related expenses		2,014,981	1,105,153
	CNIC verification		261,306	210,303
	Others		965,928	438,981
			16,155,085	10,357,805
			47,474,826	34,232,565
30.1	**Total compensation expense**			
	Managerial remuneration		17,424,272	10,879,692
	Charge for defined benefit / contribution plan		1,357,688	985,436
	Amortization of loans under IFRS 9		1,824,635	1,298,906
	Other staff cost	30.1.1	1,301,032	3,268,917
			21,907,626	16,432,951

30.1.1 Other staff cost includes incentive to consumer sales staff, dearness allowance, cash handling allowance, staff group insurance, provision for severance etc.

31 This represents penalties imposed by the State Bank of Pakistan.

	(Un-audited) Nine month period ended	
	September 30, 2026	September 30, 2025
32 (REVERSAL OF) / CHARGE AGAINST CREDIT LOSS ALLOWANCE / PROVISIONS AND WRITE OFFS - NET	------ Rupees in '000 ------	
Credit loss allowance / (reversal of) diminution / provision in value of investments	93,282	(516,014)
(Reversal of) / charge against credit loss allowance / provision against loans and advances	(2,721,214)	563,529
(Reversal of) / charge against credit loss allowance / provision against other assets	(159,363)	27,812
Reversal of credit loss allowance / provision against lendings to financial institutions	(22,291)	(21,519)
Credit loss allowance / provision against off-balance sheet obligations	1,176,136	843,104
(Reversal of) / charge against credit loss allowance against cash and balances with treasury banks	(16,542)	2,628
Charge / (reversal of) credit loss allowance against balances with other banks	739	(684)
Recovery of written off / charged off bad debts	(146,445)	(90,676)
	(1,795,698)	808,180
33 TAXATION		
Current	23,714,354	28,077,306
Deferred	(667,744)	(2,678,558)
	23,046,610	25,398,748

33.1 Tax status and contingencies

i) The Group has filed tax returns for and up to tax year 2026. The assessments for and up to tax year 2025 were amended by the tax authorities creating accumulated additional tax demand, mainly in the matters of admissibility of recoveries against doubtful debts for Rs 1,539 million (December 31, 2025: Rs. 1,539 million), provision for diminution in the value of investments for Rs 2,630 million (December 31, 2025: Rs. 3,144 million), bad debts written off for Rs 244 million (December 31, 2025: Rs. 244 million), provision for substandard advances for Rs 75 million (December 31, 2025: Rs. 75 million), provision against other assets/fixed assets for Rs 164 million (December 31, 2025: Rs. 165 million), disallowance of credit loss allowance for Rs. 911 million (December 31, 2025: Nil), disallowance of employee benefit expenses for Rs 1,162 million (December 31, 2025: Rs. 625 million), and recoveries / other disallowances of expenses/credits for Rs 2,689 million (December 31, 2025: Rs. 1,453 million). Group's appeals against these orders are currently pending before Commissioner Appeals, Appellate Tribunal and Islamabad High Court. The management and tax advisor of the Group are confident that these matters will be decided in favor of the Group and consequently no provision has been made thereon. Tax payments by the Group against certain matters are being carried forward as receivable, as management and tax advisor of the Group are confident of their realization.

ii) Consequent upon the amalgamation with and into the Group, the outstanding tax issues relating to Askari Leasing Limited (ALL) are as follows:

Tax returns of ALL have been filed for and up to tax year 2010. The returns for the tax years 2003 to 2010 were amended by the tax authorities mainly in the matter of admissibility of initial allowance claimed on leased vehicles. On appeals filed by ALL, partial relief was provided by the CIR(A) by allowing initial allowance on commercial vehicles. Re–assessment has not yet been carried out by the tax department. A tax demand is however not likely to arise after re–assessment.

For and up to the assessment years 2002–2003, reference applications filed by the tax authorities in the matter of computation of lease income are pending decisions by the High Court. However, the likelihood of an adverse decision is considered low due to a favorable decision of the High Court in a parallel case.

34 BASIC AND DILUTED EARNINGS PER SHARE

	(Un-audited) Nine month period ended	
	September 30, 2026	September 30, 2025
Profit for the period - Rupees in '000	20,493,209	18,197,304
Weighted average number of Ordinary Shares - numbers	1,449,299,207	1,449,299,207
Basic earnings per share - Rupees	14.14	12.56

There is no dilutive effect on the basic earnings per share of the Group, therefore dilutive earnings per share have not been presented separately.

		(Un-audited) Nine month period ended	
		September 30, 2026	September 30, 2025
35 CASH AND CASH EQUIVALENTS	Note	------ Rupees in '000 ------	
Cash and balances with treasury banks	6	127,984,015	124,899,462
Balances with other banks	7	6,952,181	16,547,901
Overdrawn nostro accounts	16	(1,639,472)	(236,361)
		133,296,724	141,211,002

36 FAIR VALUE MEASUREMENTS

The fair value of quoted securities other than those classified as Amortised Cost, is based on quoted market price. Quoted securities classified as Amortised Cost are carried at cost. The fair value of unquoted equity securities, other than investments in subsidiaries, is determined using valuation techniques / valuation models. The inputs to these models are taken from observable markets where possible and where this is not possible, estimation is required in establishing fair values.

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

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

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

36.1 Fair value of financial instruments

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

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

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the assets or liabilities, 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).

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:

	September 30, 2026 (Un-audited)			
	Level 1	Level 2	Level 3	Total
	Rupees in '000			
On balance sheet financial instruments				
Financial assets - measured at fair value				
Investments				
Federal government securities	210,541,050	1,771,659,880	-	1,982,200,930
Shares	12,324,623	-	3,864,644	16,189,267
Units of open end mutual funds	1,092,969	1,188,491	-	2,281,460
Non government debt securities	1,052,188	15,510,708	-	16,562,896
	225,010,830	1,788,359,079	3,864,644	2,017,234,553
Financial assets - disclosed but not measured at fair value				
Investments				
Federal government securities	-	41,293,939	-	41,293,939
	225,010,830	1,829,653,018	3,864,644	2,058,528,492
Off-balance sheet financial instruments - measured at fair value				
Forward purchase of foreign exchange	-	(1,386,228)	-	(1,386,228)
Forward sale of foreign exchange	-	1,160,731	-	1,160,731

	December 31, 2025 (Audited)			
	Level 1	Level 2	Level 3	Total
	Rupees in '000			
On balance sheet financial instruments				
Financial assets - measured at fair value				
Investments				
Federal government securities	97,331,600	1,849,325,757	-	1,946,657,357
Listed shares	15,746,321	-	-	15,746,321
Unlisted shares	-	-	3,864,644	3,864,644
Units of open end mutual funds	1,186,616	1,406,926	-	2,593,542
Fully paid preference shares	26,214	-	-	26,214
Non government debt securities	1,126,677	10,510,295	-	11,636,972
	115,417,428	1,861,242,978	3,864,644	1,980,525,050
Financial assets - disclosed but not measured at fair value				
Investments				
Federal government securities	-	47,715,776	-	47,715,776
	115,417,428	1,908,958,754	3,864,644	2,028,240,826
Off-balance sheet financial instruments - measured at fair value				
Forward purchase of foreign exchange	-	(1,194,100)	-	(1,194,100)
Forward sale of foreign exchange	-	1,185,000	-	1,185,000

36.2 The Group's policy is to recognize transfers into and out of the different fair value hierarchy levels at the date the event or change in circumstances that caused such transfer to takes place. There were no transfers between levels 1 and 2 during the period.

36.3 Valuation techniques used in determination of fair values

36.3.1 Fair value of financial assets

(a) Financial instruments in level 1

Financial instruments included in level 1 comprise of investments in listed GoP Sukuks, ordinary shares of listed companies, units of open end listed mutual funds, listed fully paid preference shares, and listed non government debt securities.

(b) Financial instruments in level 2

Financial instruments included in level 2 comprise of Market Treasury Bills, Pakistan Investment Bonds, GoP Sukuks, Overseas Bonds and Overseas Sukuks, units of open end mutual funds, unlisted non government debt securities, and forward foreign exchange contracts.

(c) Financial instruments in level 3

Financial instruments included in level 3 comprise of unlisted ordinary shares. Valuation techniques are mentioned in the table below.

The fair value of 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.

36.3.2 Fair value of non financial assets

	(Un-audited) September 30, 2026	(Audited) December 31, 2025
	------ Rupees in '000 ------	
	Level 3	Level 3
Property and equipment		
Freehold and leasehold land	15,164,996	15,164,996
Other assets		
Non-banking assets acquired in satisfaction of claims	4,240,790	968,390

36.3.3 Valuation techniques

Item	Valuation approach and input used
Market Treasury Bills (MTB) / Pakistan Investment Bonds (PIB), and GoP Sukuks (GIS) including their forward contracts	The fair value of MTBs and PIBs are derived using PKRV rates. Floating rate PIBs are revalued using PKFRV rates. The fair value of GoP sukuks listed on the Pakistan Stock Exchange has been determined through closing rates of the Pakistan Stock Exchange. The fair value of other GIS are revalued using PKISRV rates.
Overseas Bonds and Overseas Sukuks	The fair value of overseas sukuks and overseas bonds are determined on the basis of price available on Reuters.
Debt Securities (TFCs and Sukuk other than Government)	Investment in sukuks, debt securities (comprising term finance certificates, bonds and any other security issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital) are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan.
Shares - listed	The fair value of investments in listed equity securities are valued on the basis of closing quoted market price available at the Pakistan Stock Exchange.
Shares - unlisted	The fair value of investments in unlisted equity securities are valued on the basis of income approach.
Preference shares - unlisted	The fair value of investment in unlisted preference shares are valued at market approach.
Forward foreign exchange contracts	The valuation has been determined by interpolating the FX revaluation rates announced by the SBP.
Property and equipment and non banking assets acquired in satisfaction of claims	The valuation experts used a market based approach to determined the fair value of the Group's properties. The market approach uses prices and other relevant information generated by market transactions involving identical, comparable or similar properties. These values are adjusted to reflect the current condition of the properties. 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 consolidated condensed interim financial statements.

The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements of investment and advances, (The valuation techniques are stated above):

Description	(Un-audited) Fair value as at September 30, 2026	(Audited) Fair value as at December 31, 2025	Unobservable inputs	Discount rate	Relationship of unobservable inputs to fair value
	------ Rupees in '000 ------				
Shares - unlisted (income approach)	3,217,000	3,217,000	Discount rate	20%	Increase / (decrease) in discount rate by 1% with all other variables held constant, would (decrease) / increase the fair value by Rs. 111 million and Rs. 127 million respectively.
	647,644	647,644		18%	Increase / (decrease) in discount rate by 1% with all other variables held constant, would (decrease) / increase the fair value by Rs. 13 million and Rs. 15 million respectively.

37 SEGMENT INFORMATION

37.1 Segment details with respect to business activities

The segment analysis with respect to business activity is as follows:

	For the Nine month period ended September 30, 2026 (Un-audited)							
	Branch banking	Corporate banking	Treasury	Consumer banking	Islamic banking	Foreign operations	Head Office / others	Total
	Rupees in '000							
Statement of Profit and Loss account								
Net mark-up / return / profit	(44,089,567)	8,548,902	81,424,525	3,163,358	18,781,522	1,031,323	763,856	69,623,919
Inter segment revenue - net	72,101,805	(515,096)	(73,116,598)	(1,684,847)	(456,414)	(341,540)	4,012,690	-
Non mark-up / return / interest income	2,042,782	3,453,729	11,665,182	571,694	1,334,926	25,359	1,078,235	20,171,907
Total income	30,055,020	11,487,535	19,973,109	2,050,205	19,660,034	715,142	5,854,781	89,795,826
Segment direct expenses	11,226,462	2,054,890	571,842	1,962,539	10,270,537	194,025	21,771,410	48,051,705
Inter segment expense allocation	725,499	1,430,937	307	271,083	-	-	(2,427,826)	-
Total expenses	11,951,961	3,485,827	572,149	2,233,622	10,270,537	194,025	19,343,584	48,051,705
Credit loss allowance	50,409	(1,926,296)	(111,572)	(92,594)	107,052	174,495	2,808	(1,795,698)
Profit before tax	18,052,650	9,928,004	19,512,532	(90,823)	9,282,445	346,622	(13,491,611)	43,539,819

	As at September 30, 2026 (Un-audited)							
	Branch banking	Corporate banking	Treasury	Consumer banking	Islamic banking	Foreign operations	Head Office / others	Total
	Rupees in '000							
Statement of Financial Position								
Cash and bank balances	43,780,413	-	62,745,950	115,745	26,200,219	268,112	1,825,757	134,936,196
Investments	-	9,391,782	1,757,174,058	-	258,123,284	29,568,316	4,319,824	2,058,577,264
Lendings to financial institutions	-	-	4,965,878	-	-	7,366,809	-	12,332,687
Advances - performing	12,936,256	419,350,887	1,280,576	24,106,030	194,670,950	12,779,858	1,168,930	666,293,487
Advances - non-performing	230,936	163,144	-	103,994	16,665	-	3,454	518,193
Others	3,474,481	11,363,335	80,218,588	5,317,714	49,574,741	863,744	36,798,923	187,611,526
Total assets	60,422,086	440,269,148	1,906,385,050	29,643,483	528,585,859	50,846,839	44,116,888	3,060,269,353
Borrowings	46,660	19,215,509	858,646,393	1,891,087	62,263,784	22,516,959	-	964,580,392
Subordinated debt	-	-	-	-	-	-	6,000,000	6,000,000
Deposits and other accounts	1,015,071,650	402,572,526	-	3,188	400,812,120	2,270,061	-	1,820,729,545
Net inter segment balances - net	(970,429,589)	(7,604,189)	1,043,793,574	21,816,141	1,000,000	25,605,408	(114,181,345)	-
Others	15,733,365	26,085,302	3,945,083	5,933,067	26,477,114	454,411	34,062,387	112,690,729
Total liabilities	60,422,086	440,269,148	1,906,385,050	29,643,483	490,553,018	50,846,839	(74,118,958)	2,904,000,666
Equity	-	-	-	-	38,032,841	-	118,235,846	156,268,687
Total equity and liabilities	60,422,086	440,269,148	1,906,385,050	29,643,483	528,585,859	50,846,839	44,116,888	3,060,269,353
Contingencies and commitments	28,966,940	566,965,814	286,311,330	723,017	63,637,849	-	1,442,105	948,047,055

	For the Nine month period ended September 30, 2025 (Un-audited)							
	Branch banking	Corporate banking	Treasury	Consumer banking	Islamic banking	Foreign operations	Head Office / others	Total
	Rupees in '000							
Statement of Profit and Loss account								
Net mark-up / return / profit	(51,967,781)	24,866,408	82,965,249	3,048,165	8,409,632	1,739,437	(3,545,301)	65,515,809
Inter segment revenue - net	75,671,107	(15,034,701)	(67,844,647)	(1,748,581)	(200,223)	(916,972)	10,074,017	-
Non mark-up / return / interest income	2,237,829	3,393,878	5,945,395	459,812	496,002	4,026	1,083,036	13,619,978
Total income	25,941,155	13,225,585	21,065,997	1,759,396	8,705,411	826,491	7,611,752	79,135,787
Segment direct expenses	16,606,304	849,496	415,194	1,491,963	4,418,950	178,640	10,771,008	34,731,555
Inter segment expense allocation	265,144	1,385,349	9,723	99,634	-	-	(1,759,850)	-
Total expenses	16,871,448	2,234,845	424,917	1,591,597	4,418,950	178,640	9,011,158	34,731,555
Credit loss allowance	(87,243)	116,384	(516,014)	458,157	246,320	497,159	93,417	808,180
Profit before tax	9,156,950	10,874,356	21,157,094	(290,358)	4,040,141	150,692	(1,492,823)	43,596,052

	As at December 31, 2025 (Audited)							
	Branch banking	Corporate banking	Treasury	Consumer banking	Islamic banking	Foreign operations	Head Office / others	Total
	Rupees in '000							
Statement of Financial Position								
Cash and bank balances	39,713,267	-	52,665,636	102,803	29,816,282	114,418	1,564,809	123,977,215
Investments	-	10,120,611	1,840,134,305	-	163,750,022	13,228,464	1,007,424	2,028,240,826
Lendings to financial institutions	-	-	-	-	6,600,000	7,528,026	-	14,128,026
Advances - performing	26,502,676	353,989,560	-	21,945,763	166,356,832	2,185,007	14,351,636	585,331,474
Advances - non-performing	315,112	293,975	-	108,383	72,960	-	-	790,430
Others	3,935,204	22,944,180	38,335,112	680,778	21,079,591	278,113	57,768,885	145,021,863
Total Assets	70,466,259	387,348,326	1,931,135,053	22,837,727	387,675,687	23,334,028	74,692,754	2,897,489,834
Borrowings	1,060,876	23,136,571	942,714,152	2,761,911	23,492,461	1,400,615	-	994,566,586
Subordinated debt	-	-	-	-	-	-	6,000,000	6,000,000
Deposits and other accounts	1,029,651,457	284,823,966	-	3,200	312,152,823	4,634,386	(1,225,848)	1,630,039,984
Net inter segment balances - net	(990,090,551)	62,214,574	972,209,047	12,452,605	-	17,129,897	(73,915,572)	-
Others	29,844,477	17,173,215	16,211,854	7,620,011	21,205,973	169,130	21,950,837	114,175,497
Total liabilities	70,466,259	387,348,326	1,931,135,053	22,837,727	356,851,257	23,334,028	(47,190,583)	2,744,782,067
Equity	-	-	-	-	30,824,430	-	121,883,337	152,707,767
Total equity and liabilities	70,466,259	387,348,326	1,931,135,053	22,837,727	387,675,687	23,334,028	74,692,754	2,897,489,834
Contingencies and commitments	12,285,507	433,612,602	273,353,287	541,416	21,023,984	1,995	1,481,777	742,300,568

38 RELATED PARTY TRANSACTIONS

Fauji Consortium comprising of Fauji Foundation and Fauji Fertilizer Company Limited (the Parent) holds 71.91% of the Group's share capital at the period end. Accordingly, all the subsidiaries and associates of the Fauji consortium are the related parties of the Group. The Group also has related party relationships with its directors, key management personnel and employees' funds.

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 and balances are as follows:

	As at September 30, 2026 (Un-audited)				As at December 31, 2025 (Audited)			
	Parent	Directors	Key management personnel & their relatives	Other related parties	Parent	Directors	Key management personnel & their relatives	Other related parties
	Rupees in '000							
Investments								
Opening balance	-	-	-	10,121,783	-	-	-	4,283,287
Investment made during the period / year	-	-	-	-	-	-	-	20,614
Revaluation adjustment	-	-	-	(2,171,314)	-	-	-	5,405,563
Investment redeemed / disposed off during the period / year	-	-	-	(15,837)	-	-	-	(119,316)
Transfer in / (out) - net	-	-	-	157,244	-	-	-	531,635
Closing balance	-	-	-	8,091,876	-	-	-	10,121,783
Advances								
Opening balance	7,971,901	3,570	202,082	12,809,917	17,970,281	1,292	266,833	13,638,055
Addition during the period / year	133,972,766	15,478	669,937	58,893,663	635,348,507	33,444	136,891	55,316,196
Repaid during the period / year	(139,635,628)	(18,714)	(231,594)	(58,187,177)	(645,346,886)	(31,083)	(91,762)	(56,144,334)
Transfer in / (out) - net	-	-	28,646	12,424,834	-	(83)	(109,880)	-
Closing balance	2,309,039	334	669,071	25,941,237	7,971,901	3,570	202,082	12,809,917
Credit loss allowance against advances	1	-	117	2,824,303	1,091	6	85	1,984,522
Other Assets								
Interest / mark-up accrued	81,072	-	39,244	761,083	187,427	55	28,581	233,036
Advances and advance rent	83,921	-	-	-	2,000	-	-	1,670
Receivable from staff retirement fund	-	-	-	-	-	-	-	59,876
Acceptances	4,721,997	-	-	368,452	860,234	-	-	227,238
Others	-	-	-	-	-	-	-	-
Borrowings								
Opening balance	-	-	-	2,761,911	-	-	-	4,252,855
Borrowings during the period / year	-	-	-	-	-	-	-	-
Settled during the period	-	-	-	(870,824)	-	-	-	(1,490,944)
Closing balance	-	-	-	1,891,087	-	-	-	2,761,911
Deposits and other accounts								
Opening balance	44,177,045	173,118	129,151	49,860,540	18,698,701	43,251	234,398	25,168,932
Received during the period / year	463,920,222	896,798	1,317,415	796,147,041	716,688,077	757,192	837,811	1,010,264,386
Withdrawn during the period / year	(462,175,878)	(913,829)	(1,286,477)	(807,525,802)	(691,209,733)	(713,783)	(790,873)	(985,995,795)
Transfer in / (out) - net	-	-	(21,705)	(322,489)	-	86,458	(152,185)	423,018
Closing balance	45,921,389	156,087	138,384	38,159,290	44,177,045	173,118	129,151	49,860,540
Other Liabilities								
Interest / mark-up payable	2,560,963	739	2,905	391,188	345,982	3,634	837	849,976
Payable to staff retirement fund	-	-	-	819,091	-	-	-	-
Acceptances	4,721,997	-	-	368,452	860,234	-	-	227,238
Security deposits payable	-	-	-	1,040,501	-	-	-	831,716
Others	-	-	53,763	41,798	-	-	60,244	25,426
Guarantees and Commitments								
Guarantees and Commitments	8,061,021	-	-	21,302,466	6,468,035	-	-	7,425,207
Others								
Dividend paid	5,992,789	472	-	60,249	6,513,901	-	-	63,689
Securities held as custodian	35,232,400	-	40,700	16,086,240	32,840,000	9,400	76,000	15,408,455

	For the nine month period ended September 30, 2026 (Un-audited)				For the nine month period ended September 30, 2025 (Un-audited)			
	Parent	Directors	Key management personnel & their relatives	Other related parties	Parent	Directors	Key management personnel & their relatives	Other related parties
	------ Rupees in '000 ------							
Income								
Mark-up / return / interest earned	352,846	274	7,805	1,353,058	611,176	365	5,012	613,674
Fee and commission income	3,433	-	-	111,765	2,183	-	-	38,341
Dividend income	-	-	-	354,880	-	-	-	296,500
Other Income	2,624	-	-	177,605	3,461	-	-	8,067
Gain / (loss) on securities	-	-	-	(2,881)	-	-	-	-
Expense								
Mark-up / return / interest expensed	3,389,584	9,314	10,923	2,351,069	2,036,627	11,394	7,708	5,279,590
Charge to defined benefit plan	-	-	-	889,006	-	-	-	625,864
Contribution to defined contribution plan	-	-	-	468,682	-	-	-	359,573
Remuneration and allowances	-	-	817,578	9,109	-	-	462,125	8,915
Rent, taxes and insurance	2,561	-	-	12,404	2,888	-	-	198
Communications	-	-	-	333,420	-	-	-	204,540
Brokerage and Commission	-	-	-	170,154	-	-	-	81,704
Directors' Fee, Allowances	-	33,120	-	-	-	35,280	-	-
Marketing, advertisement and publicity	129,892	-	-	9,398	-	-	-	-
Donations	-	-	-	-	-	-	-	97,000
Others	-	-	-	-	3,081	-	-	-

In addition to above, rent free sub-branches are operating at FFC Sona Tower, FFBL Tower and Foundation University (along with booths and ATMs).
The term 'key management personnel' shall have the same meaning as defined in IAS 24 - Related party disclosures.

39 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	(Un-audited) September 30, 2026	(Audited) December 31, 2025
	------ Rupees in '000 ------	
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	14,492,992	14,492,992
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	131,022,492	119,608,528
Eligible Additional Tier 1 (ADT 1) Capital	4,478,893	5,425,000
Total Eligible Tier 1 Capital	135,501,385	125,033,528
Eligible Tier 2 Capital	22,694,147	31,153,056
Total Eligible Capital (Tier 1 + Tier 2)	158,195,532	156,186,584
Risk Weighted Assets (RWAs):		
Credit Risk	569,633,547	435,314,278
Market Risk	138,328,848	120,409,673
Operational Risk	158,647,574	158,647,574
Total	866,609,969	714,371,525
Common Equity Tier 1 Capital Adequacy Ratio	15.12%	16.74%
Tier 1 Capital Adequacy Ratio	15.64%	17.50%
Total Capital Adequacy Ratio	18.25%	21.86%
Leverage Ratio (LR):		
Eligible Tier-1 Capital	135,501,385	125,033,528
Total Exposures	3,849,977,226	3,372,505,442
Leverage Ratio	3.52%	3.71%
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	1,318,690,505	1,099,921,936
Total Net Cash Outflow	629,633,138	536,822,653
Liquidity Coverage Ratio	209.44%	204.89%
Net Stable Funding Ratio (NSFR):		
Total available stable funding	1,786,711,892	1,598,153,177
Total required stable funding	707,557,615	686,998,141
Net Stable Funding Ratio	252.52%	232.63%

39.1 The SBP in its application instructions for IFRS 9 has permitted the banks to adopt a transitional approach to phase in the initial impact of ECL for stage 1 and 2 financial assets over a period of five years. Had this relaxation not been availed, the Group's CAR and Leverage Ratio would have been lower by 0.17% and 0.04% respectively.

40 GENERAL

40.1 Non-adjusting events after the balance sheet date

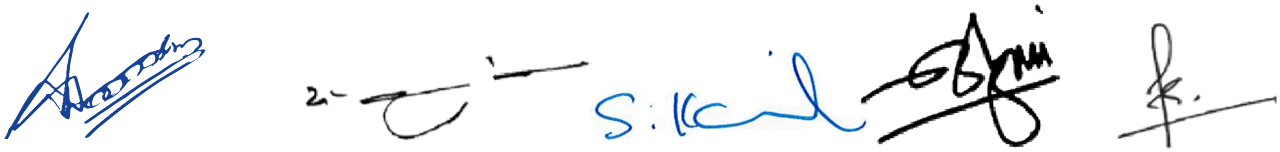
The Board of Directors in its meeting held on October 22, 2026 has announced an interim cash dividend of Rs. 2 per share for the nine month period ended September 30, 2026. These consolidated condensed interim financial statements for the nine month period ended September 30, 2026 do not include the effect of this appropriation which will be accounted for subsequent to the period end.

40.2 Reclassification of comparative figures

Comparative information within operating expenses has been re-arranged or additionally incorporated to facilitate comparison.

41 DATE OF AUTHORIZATION

These consolidated condensed interim financial statements were authorized for issue by the Board of Directors on October 22, 2026.



Chief Financial Officer | President & CEO | Director | Director | Chairman



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