MOBILINK MICROFINANCE BANK LIMITED
FINANCIAL STATEMENTS
FOR THE PERIOD ENDED JUNE 30, 2026

YOUSUF ADIL
PACE ALIGNED...

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Mobilink Microfinance Bank Limited

Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Mobilink Microfinance Bank Limited (the Bank) as at June 30, 2026 and the related condensed interim profit & loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim cash flow statement, and notes to the condensed interim financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

Scope of Review

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

Other Matter

Pursuant to requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the Bank. Accordingly, the figures of the condensed interim profit & loss account and condensed interim statement of comprehensive income for the three months period ended June 30, 2026 have not been reviewed by us.

Conclusion

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

The engagement partner on the audit resulting in this independent auditor's report is Syed Asmatullah.

Yousuf Adil

Chartered Accountants

Islamabad
Date: August 28, 2026
UDIN: RR2026104140oVyARNGl

MOBILINK MICROFINANCE BANK LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2026

	Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
ASSETS		-----------------Rupees-----------------	
Cash and balances with treasury banks	7	**10,879,361,282**	9,769,793,011
Balances with other MFBs / Banks / NBFIs	8	**15,020,604,630**	7,612,121,991
Lending to financial institutions	9	**42,746,737,795**	26,409,646,615
Investments	10	**129,010,495,969**	95,281,453,678
Advances	11	**115,915,498,292**	101,060,415,978
Property and equipment	12	**2,719,308,051**	2,572,349,251
Right-of-use assets	13	**2,712,099,330**	2,398,823,114
Intangible assets	14	**1,426,100,921**	1,384,561,195
Deferred tax asset	15	**8,614,632,663**	6,878,114,415
Other assets	16	**11,711,679,319**	8,625,704,310
Total assets		**340,756,518,252**	261,992,983,558
LIABILITIES			
Bills payable	17	**677,698,561**	703,185,185
Borrowings	18	**3,558,530,237**	3,518,017,954
Deposits and other accounts	19	**277,600,894,486**	213,933,455,780
Lease liabilities	20	**3,139,018,816**	2,813,484,781
Subordinated debt	21	**2,015,222,253**	2,011,404,171
Deferred grants	22	**75,728,774**	94,467,205
Other liabilities	23	**34,771,603,921**	21,436,525,096
Total liabilities		**321,838,697,048**	244,510,540,172
NET ASSETS		**18,917,821,204**	17,482,443,386
REPRESENTED BY:			
Share capital	24	**4,131,964,180**	4,131,964,180
Share premium		**2,756,882,650**	2,756,882,650
Advance against issue of shares	25	**5,611,750,000**	5,611,750,000
Statutory reserve		**1,945,335,466**	1,644,500,858
Depositors' protection fund		**793,049,673**	684,083,452
(Deficit) / Surplus on fair value of assets	26	**(39,844,546)**	62,708,244
Unappropriated profit		**3,718,683,781**	2,590,554,002
		18,917,821,204	17,482,443,386
		18,917,821,204	17,482,443,386

CONTINGENCIES AND COMMITMENTS 27

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

PRESIDENT/ CHIEF EXECUTIVE	**CHIEF FINANCIAL OFFICER**	**CHAIRMAN**	**DIRECTOR**	**DIRECTOR**

MOBILINK MICROFINANCE BANK LIMITED
CONDENSED INTERIM PROFIT & LOSS ACCOUNT (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2026

	Note	Quarter Ended		Period Ended	
		June 30, 2026	June 30, 2025	**Year-to-Date June 30, 2026**	Prior Year Period June 30, 2025
		----------Rupees----------			
Markup / return / interest earned	28	**23,866,086,456**	16,203,547,479	**47,384,372,742**	30,654,540,094
Markup / return / interest expensed	29	**(3,196,199,449)**	(2,645,148,501)	**(6,373,860,601)**	(5,115,253,481)
Net markup / interest income		**20,669,887,007**	13,558,398,978	**41,010,512,141**	25,539,286,613
NON MARK-UP/ INTEREST INCOME					
Fee, commission and brokerage income	30	**8,401,895,214**	5,015,570,368	**15,758,144,765**	9,785,490,251
Gain on securities		**3,356**	5,666,500	**3,356**	5,666,500
Foreign exchange income / (Loss)		**(368,296)**	(3,873,369)	**243,448**	(6,212,078)
Other income	31	**178,132,449**	117,284,168	**222,506,371**	152,592,021
Total non markup / interest income		**8,579,662,723**	5,134,647,667	**15,980,897,940**	9,937,536,694
Total income		**29,249,549,730**	18,693,046,645	**56,991,410,081**	35,476,823,307
NON MARK-UP/ INTEREST EXPENSES					
Operating expenses	32	**20,556,792,915**	12,242,650,987	**40,236,108,295**	23,176,717,130
Workers welfare fund		**31,697,055**	20,899,706	**48,871,207**	29,008,356
Other charges	33	**110,000**	49,000	**110,000**	69,000
Total non markup / interest expenses		**(20,588,599,970)**	(12,263,599,693)	**(40,285,089,502)**	(23,205,794,486)
Profit before credit loss allowance		**8,660,949,760**	6,429,446,952	**16,706,320,579**	12,271,028,821
Credit loss allowance and write offs - net	34	**(7,045,646,253)**	(5,359,766,700)	**(14,221,443,564)**	(10,795,916,076)
PROFIT BEFORE TAXATION		**1,615,303,507**	1,069,680,252	**2,484,877,015**	1,475,112,745
TAXATION	35	**(692,275,642)**	(428,977,901)	**(980,703,976)**	(573,308,553)
PROFIT AFTER TAXATION		**923,027,865**	640,702,351	**1,504,173,039**	901,804,192
Earnings per share	36	**2.23**	2.36	**3.64**	2.18
Diluted earnings per share	37	**1.45**	1.55	**2.36**	2.18

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

PRESIDENT/ CHIEF EXECUTIVE	CHIEF FINANCIAL OFFICER	CHAIRMAN	DIRECTOR	DIRECTOR

MOBILINK MICROFINANCE BANK LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2026

	Note	Period Ended June 30, 2026	2025
		---Rupees---	
CASH FLOW FROM OPERATING ACTIVITIES:			
Profit Before Taxation		2,484,877,015	1,475,112,745
Adjustment for non cash items and other items:			
Depreciation on property and equipment		336,473,235	216,275,089
Depreciation on right-of-use assets	13	233,237,192	209,933,110
Amortization on intangible assets		155,241,990	140,995,786
Credit loss allowance and write offs - net	34	14,221,443,564	10,795,916,076
Provision for gratuity	32	93,494,089	70,159,892
(Gain)/Loss on disposal of operating fixed assets	31	(252,482)	11,594,216
Gain on disposal of securitites		(3,356)	(5,666,500)
Markup on subordinated debt	21	135,526,575	151,220,274
Markup on Borrowings	18	136,199,595	135,281,847
Finance charges on lease liability	20	216,006,831	167,738,267
		15,527,367,233	11,893,448,057
		18,012,244,248	13,368,560,802
(Increase) / Decrease in Operating Assets:			
Lendings to financial institutions	9	(16,337,091,180)	(7,195,626,669)
Advances		(29,076,525,878)	(18,323,039,183)
Others assets		(3,085,975,009)	(500,922,284)
		(48,499,592,067)	(26,019,588,136)
Increase / (Decrease) in Operating Liabilities:			
Bills payable		(25,486,624)	40,808,002
Borrowings	18	(378,432)	679,498,512
Gratuity Payable		(22,567,220)	(5,271,683)
Deposits and other accounts	19	63,667,438,706	36,832,433,704
Other liabilities (excluding taxation and defined benefit obligation)		12,425,481,931	699,510,453
		76,044,488,361	38,246,978,988
		45,557,140,542	25,595,951,654
Payments against off-balance sheet obligations			
Finance cost paid on short term borrowings		(114,047,311)	(48,025,608)
Finance cost paid on subordinated debt		(131,708,493)	(155,915,280)
Finance charges on lease liability		(216,006,831)	(167,738,267)
Income tax paid		(1,815,059,278)	(1,347,679,722)
		(2,276,821,913)	(1,719,358,877)
Net cash flow from operating activities		43,280,318,629	23,876,592,777
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from amortised cost securities		6,083,654,173	1,050,127
Net (Investment in) / Proceeds from FVOCI securities		(7,078,023,779)	2,692,161,997
Proceeds from / Net (Investment in) TDRs		110,777,296	(66,232,596)
Investment in Property and equipment	12	(487,372,766)	(129,970,440)
Investment in Intangible	14	(196,781,716)	(174,216,163)
Proceeds from sale of Property and equipment		4,193,213	4,435,798
Net cash used in investing activities		(1,563,553,579)	2,327,228,723
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment of lease liability	20	(220,979,373)	(8,117,928)
Net cash used in financing activities		(220,979,373)	(8,117,928)
Net increase in cash and cash equivalents		41,495,785,677	26,195,703,572
Cash and cash equivalents at beginning of the year		92,944,110,355	72,346,306,932
Cash and cash equivalents at end of the year		134,439,896,032	98,542,010,504
Cash and cash equivalents comprise of the following:			
Cash and balances with SBP and NBP		10,879,361,282	10,385,896,889
Balances with other banks/NBFIs/MFBs		15,011,804,630	15,437,353,935
Investments with original maturity of less than three months		108,548,730,120	72,718,759,680
Lending to Financial Institutions		-	-
		134,439,896,032	98,542,010,504

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

PRESIDENT/ CHIEF EXECUTIVE	CHIEF FINANCIAL OFFICER	CHAIRMAN	DIRECTOR	DIRECTOR

MOBILINK MICROFINANCE BANK LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2026

	Quarter Ended June 30,		Period Ended June 30,	
	2026	2025	**2026**	2025
	----------Rupees----------			
Profit after taxation for the period	**923,027,865**	640,702,351	**1,504,173,039**	901,804,192
Other comprehensive income for the period				
Items that may be reclassified to profit and loss account in subsequent periods:				
Movement in fair value reserve on investments measured at fair value through OCI	**203,129,802**	25,757,500	**(166,045,711)**	(62,354,000)
Related tax impact	**(79,220,623)**	(10,045,425)	**63,492,921**	24,318,060
	123,909,179	15,712,075	**(102,552,790)**	(38,035,940)
Total comprehensive income for the period transferred to equity	**1,046,937,044**	656,414,426	**1,401,620,249**	863,768,252

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

PRESIDENT/ CHIEF EXECUTIVE	CHIEF FINANCIAL OFFICER	CHAIRMAN	DIRECTOR	DIRECTOR

MOBILINK MICROFINANCE BANK LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2026

			Capital reserves			Revenue reserve		
	Share capital	Share premium	Advance Against Issue of Shares	Statutory reserve	Depositors Protection Fund	Unappropriated Profit	Surplus/(Deficit) on revaluation of	Total
				----Rupees----				
Balance at January 01, 2025	2,713,596,830	-	4,175,250,000	1,166,278,556	506,446,596	813,217,791	40,500,645	9,415,290,418
Profit for the period	-	-	-	-	-	901,804,192	-	901,804,192
Other comprehensive income - net of tax	-	-	-	-	-	-	(38,035,940)	(38,035,940)
Total comprehensive income for the period	-	-	-	-	-	901,804,192	(38,035,940)	863,768,252
Transfers to statutory reserves	-	-	-	180,360,838	-	(180,360,838)	-	-
Transfer to Depositors protection fund								
- 5% of the profit after tax for the period	-	-	-	-	45,090,210	(45,090,210)	-	-
- return on investments	-	-	-	-	30,868,523	-		30,868,523
	-	-	-	-	75,958,733	(45,090,210)	-	30,868,523
Transactions with owners, recorded directly in equity								
Adavance against issue of shares coverted to share capital and share premium	1,418,367,350	2,756,882,650	(4,175,250,000)	-	-	-	-	-
Closing Balance as at June 30, 2025	4,131,964,180	2,756,882,650	-	1,346,639,394	582,405,329	1,489,570,935	2,464,705	10,309,927,193
Opening Balance as at July 01, 2025	4,131,964,180	2,756,882,650	-	1,346,639,394	582,405,329	1,489,570,935	2,464,705	10,309,927,193
Profit for the period	-	-	-	-	-	1,489,307,319	-	1,489,307,319
Other comprehensive income - net of tax	-	-	-	-	-	(15,997,422)	60,243,539	44,246,117
Total comprehensive income for the period	-	-	-	-	-	1,473,309,897	60,243,539	1,533,553,436
Transfers to statutory reserves	-	-	-	297,861,464	-	(297,861,464)	-	-
Transfer to Depositors protection fund								
- 5% of the profit after tax for the period	-	-	-	-	74,465,366	(74,465,366)	-	-
- return on investments	-	-	-	-	27,212,757	-	-	27,212,757
	-	-	-	-	101,678,123	(74,465,366)	-	27,212,757
Transactions with owners, recorded directly in equity								
Advance against issue of shares	-	-	5,611,750,000	-	-	-	-	5,611,750,000
Balance at December 31, 2025	**4,131,964,180**	**2,756,882,650**	**5,611,750,000**	**1,644,500,858**	**684,083,452**	**2,590,554,002**	**62,708,244**	**17,482,443,386**
Opening Balance as at January 01, 2026	**4,131,964,180**	**2,756,882,650**	**5,611,750,000**	**1,644,500,858**	**684,083,452**	**2,590,554,002**	**62,708,244**	**17,482,443,386**
Profit for the period	-	-	-	-	-	1,504,173,039	-	**1,504,173,039**
Other comprehensive income - net of tax	-	-	-	-	-	-	**(102,552,790)**	**(102,552,790)**
Total comprehensive income for the year	-	-	-	-	-	**1,504,173,039**	**(102,552,790)**	**1,401,620,249**
Transfers to statutory reserves	-	-	-	**300,834,608**	-	**(300,834,608)**	-	-
Transfer to Depositors protection fund								
- 5% of the profit after tax for the period	-	-	-	-	**75,208,652**	**(75,208,652)**	-	-
- return on investments	-	-	-	-	**33,757,569**	-	-	**33,757,569**
	-	-	-	-	**108,966,221**	**(75,208,652)**	-	**33,757,569**
Transactions with owners, recorded directly in equity								
Advance against issue of shares converted to share capital and share premium	-	-	-	-	-	-	-	-
Advance against issue of shares	-	-	-	-	-	-	-	-
Balance as at June 30, 2026	**4,131,964,180**	**2,756,882,650**	**5,611,750,000**	**1,945,335,466**	**793,049,673**	**3,718,683,781**	**(39,844,546)**	**18,917,821,204**

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

PRESIDENT/ CHIEF EXECUTIVE	CHIEF FINANCIAL OFFICER	CHAIRMAN	DIRECTOR	DIRECTOR

MOBILINK MICROFINANCE BANK LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2026

1 STATUS AND NATURE OF BUSINESS

Mobilink Microfinance Bank Limited (the Bank) was incorporated in Pakistan on November 29, 2010 as a Public Limited Company under the then applicable Companies Ordinance, 1984 (Repealed by the Companies Act, 2017). The Bank obtained license for Microfinance operations from the State Bank of Pakistan (SBP) on September 12, 2011 to operate on a nationwide basis and received the certificate of commencement of business from Securities and Exchange Commission of Pakistan (SECP) on February 13, 2012 whereas certificate of commencement of business from SBP was received on April 20, 2012. The Bank also operates in the territory of Azad Jammu Kashmir (AJK) and Gilgit Baltistan (GB) has one branch in each.

The Bank has 124 business locations / operational branches, including 2 Islamic banking branches (2025: 124 business locations / operational branches, no Islamic banking branch). The Bank also has operations in AJK with 1 branch in Muzaffarabad, (2025: 1) and GB with 1 branch in Gilgit, (2025: 1). The Bank's registered and principal office is situated at Plot No. 1-B, F-8 Markaz, Islamabad, Pakistan. The Bank is a subsidiary of Veon Microfinance Holdings B.V (VMH) (the Holding Company), with effect from March 27, 2020 upon transfer of 99.99% shareholding in the Bank, from Global Telecom Holdings (GTH), being a transfer of control between entities held under common control. The transfer has been registered with SBP whereas the registration with SECP was completed on July 3, 2020. The Ultimate Parent of the Bank is Veon Limited.

The Bank's principal business is to provide microfinance banking and related services to the poor and under served segment of the society under the Microfinance Institution Ordinance, 2001. The Bank is offering Branchless Banking Services through a tripartite agreement with Pakistan Mobile Communications Limited (PMCL) and JC Fintech (Private) Limited (JCFL).

The Bank listed its Term Finance Certificates on the Pakistan Stock Exchange (PSX) and is now classified as a listed entity. Accordingly, the Bank is subject to the applicable requirements of the Listed Companies (Code of Corporate Governance) Regulations, 2019, the PSX Rule Book, and the SECP's regulatory framework for listed companies.

The Pakistan Credit Rating Agency Limited (PACRA) assigned the long-term rating of the Bank at "A" and short term rating at "A1" on April 30, 2026.

2 BASIS OF PREPARATION

These financial statements have been in accordance with the SBP BPRD circular no. 3 of 2023 dated February 09, 2023 and new disclosures have been presented in the condensed interim financial statements and comparative figures in these condensed interim financial statements have been reclassified accordingly as per new format.

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.

The financial results of the Islamic Banking Branches have been consolidated in these condensed interim financial statements, after eliminating the effects of inter-branch transactions and balances. Key financial figures of the Islamic Banking Branches are disclosed in Annexure "II" to these financial statements.

2.1 STATEMENT OF COMPLIANCE

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

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS Standards) issued by the Accounting and Auditing organisation for Islamic Financial Institutions (AAOIFI) as are adopted by SBP.
- Provisions of and directives issued under the Microfinance Institutions Ordinance, 2001 and the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) (including Prudential Regulations of Microfinance Banks) and the Securities and Exchange Commission of Pakistan (SECP).

Wherever the provisions of and directives issued under the Microfinance Institution Ordinance, 2001, the Companies Act, 2017, the Prudential Regulations of Microfinance Banks and the directives issued by the SBP and SECP differ with the requirements of IFRS, the provisions of and directives issued under the Microfinance Institution Ordinance, 2001, the Companies Act, 2017, the Prudential Regulations of Microfinance Banks and the directives issued by the SBP and SECP shall prevail.

2.2 The SBP has deferred the applicability of International Accounting Standard (IAS) 39 - 'Financial Instruments: Recognition and Measurement' and IAS 40 - 'Investment Property' for Banking Companies in Pakistan through BSD Circular Letter 10 dated August 26, 2002 till further instructions. Further, the SECP has deferred the applicability of IAS 40 - 'Investment Property' and IFRS 7 - 'Financial Instruments: Disclosures' through its notification S.R.O 633(I)/2014 dated July 10, 2014. Accordingly, the requirements of these standards have not been considered in the preparation of these condensed interim financial statements. However, investments have been classified and valued in accordance with the requirements prescribed by the SBP through various circulars.

2.3 These condensed interim financial statements do not include all the information and disclosures required for the annual financial statements, and should be read in conjunction with the annual financial statements of the Bank as at December 31, 2025, which have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for financial reporting. The accounting and reporting standards as applicable in Pakistan for financial reporting comprise of: 'International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017; Islamic Financial Accounting Standards (IFAS Standards) issued by the Accounting and Auditing organisation for Islamic Financial Institutions (AAOIFI) as are adopted by SBP, Provisions of and directives issued under the Microfinance Institutions Ordinance, 2001 and the Companies Act, 2017; and Directives issued by the State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Microfinance Institution Ordinance, 2001, the Companies Act, 2017, or the directives issued by the SBP and SECP differ with the requirements of IFRS, the requirements of the Microfinance Institution Ordinance, 2001, the Companies Act, 2017 and the said directives shall prevail.

3 BASIS OF MEASUREMENT AND PRESENTATION

The financial statements are prepared under the historical cost convention except:

- Investments measured at fair value through profit and loss and fair value through other comprehensive income.
- Obligation in respect of defined benefit plan at their respective values.
- Right of use asset and lease liability initially measured at their present values.

3.1 FUNCTIONAL AND PRESENTATION CURRENCY

These condensed interim financial statements are presented in Pakistani Rupee (PKR), which is the Bank's functional currency.

4 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements for the year ended December 31, 2025.

4.1 Standards, interpretations of and amendments to accounting and reporting standards that are effective in the current period

The following amendments are effective for the year ended June 30, 2026. These amendments are either not relevant to the Company's / Bank's operations or are not expected to have significant impact on the Company's / Bank's financial statements other than certain additional disclosures.

Lack of Exchangeability (Amendments to IAS 21)

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

The following standard and amendments are effective for accounting periods, beginning on or after the date mentioned against each of them. These amendments are either not relevant to the Company's / Bank's operations or are not expected to have significant impact on the Company's / Bank's financial statements other than certain additional disclosures except those mention in note 4.2.1.

	Effective from Accounting period beginning on or after
Amendments IFRS 9 and IFRS 7 regarding the classification and measurement of financial instruments	January 01, 2026
Annual Improvements to IFRS Accounting Standards (related to IFRS 1, IFRS 7, IFRS 9, IFRS 10 and IAS 7)	January 01, 2026
Amendments to IFRS 9 and IFRS 7 regarding power purchase arrangements	January 01, 2026
IFRS 17 – Insurance Contracts (including the June 2020 and December 2021 Amendments to IFRS 17)	January 01, 2027
IFRS 19 Subsidiaries without Public Accountability: Disclosures	January 01, 2027

Other than the aforesaid amendments, IASB has also issued the following standards which have not been adopted locally by the Securities and Exchange Commission of Pakistan:

- IFRS 1 – First Time Adoption of International Financial Reporting Standards
- IFRS 20 Regulatory Assets and Regulatory Liabilities

4.2.1 In April 2024, the IASB issued IFRS 18, which replaces IAS 1 Presentation of Financial Statements. IFRS 18 introduces new requirements for presentation within the statement of profit or loss, including specified totals and subtotals. Furthermore, entities are required to classify all income and expenses within the statement of profit or loss into one of five categories: operating, investing, financing, income taxes and discontinued operations, whereof the first three are new.

The standard requires disclosure of newly defined management-defined performance measures, subtotals of income and expenses, and it also includes new requirements for aggregation and disaggregation of financial information based on the identified 'roles' of the primary financial statements (PFS) and the notes.

IFRS 18, and the amendments to the other standards, are effective for reporting periods beginning on or after 1 January 2027, but earlier application is permitted and must be disclosed. IFRS 18 will apply retrospectively.

5 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The basis for accounting estimates adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the financial statements of the Bank for the year ended December 31, 2025.

6 FINANCIAL RISK MANAGEMENT

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

	Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		------------- Rupees -------------	
7 CASH AND BALANCES WITH TREASURY BANKS			
Cash in hand - Local currency		**1,877,016,075**	2,265,051,345
With State Bank of Pakistan in			
- Local currency current account	7.1	**8,938,770,303**	7,457,538,978
With National Bank of Pakistan in			
- Local currency current account		**63,574,904**	47,202,688
Less: Credit loss allowance		**-**	-
		10,879,361,282	9,769,793,011

7.1 This includes balance held with SBP in a current account to comply with the requirement of maintaining minimum balance equivalent to 3% (December 31, 2025: 3%) of the Bank's demand deposits and time deposits with tenor of less than one year.

	Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		------------- Rupees -------------	
8 BALANCES WITH OTHER MFBS / BANKS / NBFIS			
In Pakistan			
- In current accounts - Local currency		**37,095,158**	27,653,029
- In deposit account - Local currency	8.1	**14,046,057,847**	7,232,593,806
- In Term deposit account - Local currency	8.2	**784,614,800**	200,396,796
		14,867,767,805	7,460,643,631
Accrued Markup		**152,836,825**	151,478,360
Less: Credit loss allowance		**-**	-
		15,020,604,630	7,612,121,991

8.1 These carry markup ranging from 8.50% to 12.75% (2025: 8.00% to 12.00%).

8.2 These carry markup ranging from 8.70% to 11.35% (2025: 9.40% to 10.50%).

	Note	June 30, 2026	December 31, 2025
9 LENDING TO FINANCIAL INSTITUTIONS			
Repurchase agreement lending's (Reverse repo)	9.1	**42,746,737,795**	26,409,646,615
		42,746,737,795	26,409,646,615
Less: Credit loss allowance		**-**	-
Lendings to Financial Institutions - net of credit loss allowance		**42,746,737,795**	26,409,646,615

9.1 Lending to Financial Institutions - Particulars of credit loss allowance

	June 30, 2026 (Un-audited)		December 31,2025 (Audited)	
	Lending	Credit loss allowance	Lending	Credit loss allowance
	------------- Rupees -------------		------------- Rupees -------------	
Stage 1	**42,746,737,795**	-	26,409,646,615	-

9.2 These are secured against underlying Market Treasury Bills and Pakistan Investment Bonds. The differential between contract rate and resale price is amortized over the period of related contracts and recorded under markup/ return/ interest earned.

The reverse repo represents the following:

- Pak Libyia Investment Company Limited at the rate of 11.50% amounting to Rs. 2.966 billion (face value of collateral Rs. 3.00 billion) with maturity date of July 03, 2026.
- Askari Bank Limited at the rate of 11.25% amounting to Rs. 1.978 billion (face value of collateral 2.00 billion) with maturity date of July 03, 2026.
- Pak Oman Investment Company Limited at the rate of 11.45% amounting to Rs. 3.2 billion (face value of collateral Rs. 3.2 billion) with maturity date of July 03, 2026.
- Pak Oman Investment Company Limited at the rate of 11.45% amounting to Rs. 0.8 billion (face value of collateral Rs. 0.8 billion) with maturity date of July 03, 2026.
- Pak Brunei Investment Company Limited at the rate of 11.40% amounting to Rs. 3.192 billion (face value of collateral Rs. 3.2 billion) with maturity date of July 03, 2026.
- MCB Bank Limited at the rate of 11.40% amounting to Rs. 2.97 billion (face value of collateral Rs. 3.00 billion) with maturity date of July 06, 2026.
- ZTBL at the rate of 11.00% amounting to Rs. 1.858 billion (face value of collateral Rs. 1.98 billion) with maturity date of July 03, 2026.
- ZTBL at the rate of 11.00% amounting to Rs. 0.977 billion (face value of collateral Rs. 1.08 billion) with maturity date of July 03, 2026.
- ZTBL at the rate of 11.00% amounting to Rs. 0.853 billion (face value of collateral Rs. 0.94 billion) with maturity date of July 03, 2026.
- ABHI Microfinance Bank Limited at the rate of 11.15% amounting to Rs. 3.952 billion (face value of collateral Rs. 4.00 billion) with maturity date of July 03, 2026.
- UBL at the rate of 11.25% amounting to Rs. 6.980 billion (face value of collateral Rs. 7.00 billion) with maturity date of July 02, 2026.
- HBL at the rate of 11.45% amounting to Rs. 1.909 billion (face value of collateral Rs. 2.00 billion) with maturity date of July 10, 2026.
- Saudi Pak Agriculture and Industrial Company Limited at the rate of 11.30% amounting to Rs. 4.00 billion (face value of collateral Rs. 4.00 billion) with maturity date of July 07, 2026.
- UBL at the rate of 11.25% amounting to Rs. 1.197 billion (face value of collateral Rs. 1.20 billion) with maturity date of July 02, 2026.
- NBP at the rate of 10.60% amounting to Rs. 3.885 billion (face value of collateral Rs. 4.00 billion) with maturity date of July 03, 2026.
- ABL at the rate of 10.80% amounting to Rs. 1.968 billion (face value of collateral Rs. 2.00 billion) with maturity date of July 02, 2026.

9.3 Securities held as collateral against lending to financial Institutions

	June 30, 2026 (Un-audited)			December 31, 2025 (Audited)		
	Held by Bank	**Further given as collateral**	**Total**	Held by Bank	Further given as collateral	Total
	(Un-audited)			(Audited)		
	------------- Rupees -------------			------------- Rupees -------------		
Market Treasury Bills (MTB)	**22,220,000,000**	**-**	**22,220,000,000**	14,600,000,000	-	14,600,000,000
Pakistan Investment Bonds (PIBs)	**21,180,000,000**	**-**	**21,180,000,000**	12,500,000,000	-	12,500,000,000
	43,400,000,000	**-**	**43,400,000,000**	27,100,000,000	-	27,100,000,000

10 INVESTMENTS

	Note	June 30, 2026 (Un-audited)				December 31, 2025 (Audited)			
		Fair Value / Amortised cost	**Credit Loss Allowance**	**Fair value Surplus/(Deficit)**	**Carrying Value**	Fair Value / Amortised cost	Credit Loss Allowance	Fair value Surplus/(Deficit)	Carrying Value
		------ Rupees ------				------ Rupees ------			
Investments by type:									
Classified as Fair Value Through Other Comprehensive Income									
Federal Government Securities									
Market Treasury Bills	**10.1**	**119,506,628,882**	**-**	**(35,538,649)**	**119,471,090,233**	85,334,457,402	-	92,724,400	85,427,181,802
Pakistan Investment Bonds	**10.2**	**2,312,581,740**	**-**	**(27,706,662)**	**2,284,875,078**	1,706,314,000	-	10,076,000	1,716,390,000
Classified as Amortized cost									
Market Treasury Bills	**10.3**	**5,669,950,635**	**-**	**-**	**5,669,950,635**	503,405,249	-	-	503,405,249
Pakistan Investment Bonds	**10.4**	**1,584,580,023**	**-**	**-**	**1,584,580,023**	7,634,476,627	-	-	7,634,476,627
Total Investments		**129,073,741,280**	**-**	**(63,245,311)**	**129,010,495,969**	95,178,653,278	-	102,800,400	95,281,453,678

10.1 These represent securities with maturity period of three months to 1 Year. Investment made during the period carry markup at the rates ranging between 10.01% to 12.45% (2025: 10.35% to 11.34%) per annum.

10.2 Securities amounting to Rs 1.783 billion and Rs. 0.501 billion having maturity on 17-Jul-2027 and 15-Jan-2031 respectively. Investment made during the period carry markup at the rates ranging between 10.68% to 11.02%per annum.

10.3 These represent securities held for Held to Maturity and Depositor Protection Fund which have a maturity period of up to three months. These carry markup at the rates to ranging from between 11.00% to 11.25% (2025: 10.96% to 11.00%) per annum.

10.4 This securities having maturity on 04-Jul-2026 . Investment made during the period carry markup at the rates ranging to 12.00% (2025: 10.94% to 12.00%) per annum.

10.5 Expected credit loss on government securities have not been estimated due to exemption available under IFRS 09 implementation instructions issued by SBP through circular no. 3 of 2022 dated July 05, 2022.

11 ADVANCES

Loan Type

	Performing				Non-Performing		Total	
	Stage 1		Stage 2		Stage 3			
	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
	Rupees				Rupees			
Micro credit								
-Secured against gold	55,381,552,099	48,427,846,014	321,839,525	104,461,394	769,586	241,476,712	55,704,161,210	48,773,784,120
-Unsecured	47,317,805,899	35,453,940,224	3,467,021,486	5,896,207,291	16,989,647,098	12,801,268,972	67,774,474,483	54,151,416,487
Income markup/ accrued	13,435,532,669	11,754,761,442	1,443,255,830	3,551,718,803	-	-	14,878,788,499	15,306,480,245
Advances - Gross	116,134,890,666	95,636,547,680	5,232,116,841	9,552,387,488	16,990,416,684	13,042,745,684	138,357,424,192	118,231,680,852
Credit loss allowance against advances								
- Stage 1	6,683,859,745	3,406,037,154	-	-	-	-	6,683,859,745	3,406,037,154
- Stage 2	-	-	2,640,446,570	3,842,114,956	-	-	2,640,446,570	3,842,114,956
- Stage 3	-	-	-	-	13,117,619,585	9,923,112,764	13,117,619,585	9,923,112,764
	6,683,859,745	3,406,037,154	2,640,446,570	3,842,114,956	13,117,619,585	9,923,112,764	22,441,925,900	17,171,264,874
Advances - net of credit loss allowance	109,451,030,921	92,230,510,526	2,591,670,271	5,710,272,532	3,872,797,099	3,119,632,920	115,915,498,292	101,060,415,978

11.1 Advances - Particlurs of credit loss allowance

11.1.1 Advances - Exposure

	June 30, 2026 (Un-audited)				December 31, 2025 (Audited)			
	Rupees				Rupees			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount	95,636,547,681	9,552,387,488	13,042,745,685	118,231,680,853	72,231,000,487	4,944,689,427	9,665,565,804	86,841,255,718
New Advances	80,258,439,853	3,757,786,836	5,465,535,796	89,481,762,486	101,231,070,823	-	-	101,231,070,823
Advances derecognized or repaid	(54,657,840,899)	(1,779,133,356)	(166,816,381)	(56,603,790,635)	(61,025,768,995)	-	-	(61,025,768,995)
Transfer to stage 1	63,115,401	(58,743,735)	(4,371,666)	-	34,380,429	(7,290,650)	(27,089,779)	-
Transfer to stage 2	(786,066,009)	1,022,167,526	(236,101,517)	-	(4,532,284,117)	4,570,569,763	(38,285,646)	-
Transfer to stage 3	(23,334,171,908)	(3,819,526,825)	27,153,698,733	-	(3,706,662,351)	(79,256,417)	3,785,918,768	-
	1,543,476,438	(877,449,554)	32,211,944,966	32,877,971,851	32,000,735,789	4,484,022,696	3,720,543,343	40,205,301,827
Change in exposure	20,559,224,610	(529,878,354)	(23,830,792,228)	(3,801,445,972)	492,088,293	2,622,488,719	3,384,892,582	6,499,469,593
Total movement in advances - exposure	22,102,701,048	(1,407,327,908)	8,381,152,738	29,076,525,879	32,492,824,082	7,106,511,415	7,105,435,925	46,704,771,420
Amounts written-off	(1,604,358,062)	(2,912,942,738)	(4,433,481,740)	(8,950,782,540)	(9,087,276,888)	(2,498,813,354)	(3,728,256,044)	(15,314,346,287)
Closing balance	116,134,890,667	5,232,116,842	16,990,416,683	138,357,424,192	95,636,547,681	9,552,387,488	13,042,745,685	118,231,680,853

11.1.2 Advances - Credit loss allowance

	June 30, 2026 (Un-audited)				December 31, 2025 (Audited)			
	Rupees				Rupees			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Credit loss allowance opening balance	3,406,037,154	3,842,114,956	9,923,112,764	17,171,264,874	3,309,408,948	2,333,313,121	6,266,373,546	11,909,095,615
New Advances	4,838,795,629	2,041,921,229	3,690,876,323	10,571,593,181	8,609,822,941	-	-	8,609,822,941
Advances derecognized or repaid	(2,167,170,560)	(773,865,746)	(162,378,529)	(3,103,414,834)	(5,317,222,704)	-	-	(5,317,222,704)
Transfer to stage 1	8,706,488	(7,338,883)	(1,367,605)	-	15,216,887	(829,683)	(14,387,204)	-
Transfer to stage 2	(8,505,556)	35,993,575	(27,488,019)	-	(432,594,228)	454,649,148	(22,054,920)	-
Transfer to stage 3	(2,088,121,963)	(1,156,544,564)	3,244,666,528	-	(273,056,619)	(34,184,374)	307,240,993	-
	583,704,038	140,165,611	6,744,308,698	7,468,178,347	2,602,166,277	419,635,091	270,798,869	3,292,600,237
Change in exposure	4,298,476,615	1,571,108,741	883,679,863	6,753,265,219	6,581,738,817	3,587,980,098	7,114,196,394	17,283,915,309
Total provision charged for the period / year	4,882,180,653	1,711,274,352	7,627,988,561	14,221,443,566	9,183,905,094	4,007,615,189	7,384,995,263	20,576,515,546
Amounts written off	(1,604,358,062)	(2,912,942,738)	(4,433,481,740)	(8,950,782,540)	(9,087,276,888)	(2,498,813,354)	(3,728,256,044)	(15,314,346,287)
Credit loss allowance closing balance	6,683,859,745	2,640,446,570	13,117,619,585	22,441,925,900	3,406,037,154	3,842,114,956	9,923,112,764	17,171,264,874

11.1.3 Advances - Credit loss allowance details	June 30, 2026 (Un-audited)				December 31, 2025 (Audited)			
	---------- Rupees ----------				---------- Rupees ----------			
	Stage 1	**Stage 2**	**Stage 3**	**Total**	Stage 1	Stage 2	Stage 3	Total
Internal / external rating / stage classification								
Outstanding gross exposure	**116,134,890,666**	**5,232,116,841**	**16,990,416,684**	**138,357,424,191**	95,636,547,680	9,552,387,488	13,042,745,684	118,231,680,852
Performing	**116,134,890,666**	**-**	**-**	**116,134,890,666**	95,636,547,680	-	-	95,636,547,680
Under Performing								
Other assets especially mentioned	**-**	**5,232,116,841**	**-**	**5,232,116,841**	-	9,552,387,488	-	9,552,387,488
Non - Performing								
Substandard	**-**	**-**	**10,491,564,892**	**10,491,564,892**	-	-	3,832,310,736	3,832,310,736
Doubtful	**-**	**-**	**1,693,793,909**	**1,693,793,909**	-	-	2,920,439,963	2,920,439,963
Loss	**-**	**-**	**4,805,057,883**	**4,805,057,883**	-	-	6,289,994,985	6,289,994,985
	-	**-**	**16,990,416,684**	**16,990,416,684**	-	-	13,042,745,684	13,042,745,684
Total	**116,134,890,666**	**5,232,116,841**	**16,990,416,684**	**138,357,424,191**	95,636,547,680	9,552,387,488	13,042,745,684	118,231,680,852
Corresponding credit loss allowance								
Stage 1	**6,683,859,745**	**-**	**-**	**6,683,859,745**	3,406,037,154	-	-	3,406,037,154
Stage 2	**-**	**2,640,446,570**	**-**	**2,640,446,570**	-	3,842,114,956	-	3,842,114,956
Stage 3	**-**	**-**	**13,117,619,585**	**13,117,619,585**	-	-	9,923,112,764	9,923,112,764
	6,683,859,745	**2,640,446,570**	**13,117,619,585**	**22,441,925,900**	3,406,037,154	3,842,114,956	9,923,112,764	17,171,264,874

11.2 Particulars of write offs		June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		---------- Rupees ----------	
Written off during the period / year	11.1.2	**(8,950,782,540)**	(15,314,346,286)
		(8,950,782,540)	(15,314,346,286)

11.2.3 In accordance with the implementation of IFRS 9 as outlined in BPRD Circular Letter No. 16 of 2024, the Bank has adopted the Effective Interest Rate (EIR) method for recognizing interest income on financial assets, effective from October 1, 2024. The original EIR has been calculated by discounting cash flows at the date of disbursement, including loan processing fees and transaction costs. For subsidized staff loans, the Bank determined the interest rates based on market rates for similar products offered to external customers. The overall impact of adoption of EIR accounting on the financial statements is Rs. 1.262.49 billion, the impact of Rs. 912.02 million (2025: 722.57) on staff loans has been classified under other assets as per requirements of IAS 19, resulting in no impact on statement of profit or loss, whereas, the net impact (before tax) of the EIR on the statement of financial position and profit and loss account is Rs. 350.47 million. (2025: 702.29).

	Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		----------- Rupees -----------	
12 PROPERTY AND EQUIPMENT			
Capital work in progress	12.1	**340,956,698**	294,425,480
Property and equipment		**2,378,351,353**	2,277,923,771
		2,719,308,051	2,572,349,251

12.1 *Capital work in progress*		
Civil works	**144,044,369**	97,513,150
Advances to suppliers and contractors	**196,912,329**	196,912,329
	340,956,698	294,425,479

12.2 Additions

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

Capital Work in progress - net	**46,531,219**	414,985,112
Property and Equipment		
Electrical, office and computer equipment	**252,558,122**	813,519,202
Furniture and fixture	**45,673,531**	94,675,195
Vehicles	**-**	55,024,746
Leasehold improvements	**142,609,895**	230,410,095
	440,841,548	1,193,629,237
	487,372,767	1,608,614,349

12.3 Disposal of property and equipment

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

Disposals:		
Electrical, office and computer equipment	**3,940,731**	690,103
Furniture and fixture	**-**	100,094
Leasehold improvements	**-**	4,677,019
Total	**3,940,731**	5,467,216

13 RIGHT-OF-USE ASSETS

	June 30, 2026 (Un-audited)			December 31, 2025 (Audited)		
	----------- Rupees -----------			----------- Rupees -----------		
	Buildings	**Vehicles**	**Total**	Buildings	Vehicles	Total
At January 01,						
Cost	**3,470,363,200**	**121,908,355**	**3,592,271,555**	2,710,819,186	155,255,830	2,866,075,016
Accumulated depreciation	**(1,160,127,469)**	**(33,320,972)**	**(1,193,448,441)**	(772,367,475)	(9,110,640)	(781,478,115)
Net carrying amount	**2,310,235,731**	**88,587,383**	**2,398,823,114**	1,938,451,711	146,145,190	2,084,596,901
For the period / year movement						
Additions during the period/ year	**483,510,577**	**65,971,384**	**549,481,961**	790,361,206	15,121,397	805,482,603
Depreciation charge for the period/ year	**(210,162,139)**	**(23,075,053)**	**(233,237,192)**	(387,759,994)	(37,275,351)	(425,035,344)
Remeasurement/Modification	**-**	**(2,968,553)**	**(2,968,553)**	(30,817,192)	6,536,740	(24,280,452)
Deletions during the period/ year						-
- Cost	**-**	**-**	**-**	-	(55,005,612)	(55,005,612)
- Accumulated depreciation	**-**	**-**	**-**	-	13,065,019	13,065,019
	273,348,438	**39,927,778**	**313,276,216**	371,784,020	(57,557,807)	314,226,213
Net Carrying amount	**2,583,584,169**	**128,515,161**	**2,712,099,330**	2,310,235,731	88,587,383	2,398,823,114

14 INTANGIBLE ASSETS

	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
	------------- Rupees -----------	
Capital work in progress	**569,104,054**	520,785,384
Computer software	**856,996,867**	863,775,811
	1,426,100,921	1,384,561,195

14.1 Additions to intangible assets

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

Directly purchased	**148,463,045**	733,040,660
Capital work in progress	**48,318,670**	425,880,880
	196,781,715	1,158,921,540

15 DEFERRED TAX ASSET	Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		----------- Rupees -----------	
Deductible temporary differences on:			
Provision against non-performing advances		**8,303,512,582**	6,696,793,301
Provision for gratuity		**176,715,112**	158,605,802
Lease libailities		**1,161,436,962**	1,097,259,065
Right of use assets		**(1,003,476,753)**	(935,541,015)
Intangible assets		**9,997,454**	1,711,896
Property and equipment		**(56,953,459)**	(100,622,478)
Taxable temporary differences on:		**8,591,231,898**	6,918,206,571
Surplus on revaluation of investments measured at fair value through OCI		**23,400,765**	(40,092,156)
Property and equipment		**-**	-
		23,400,765	(40,092,156)
		8,614,632,663	6,878,114,415

16 OTHER ASSETS	Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
Advances, deposits and prepayments		**1,448,237,700**	1,196,116,491
Receivable from related parties	**16.1**	**1,471,607,906**	617,270,156
ATM cards / printed stationary		**147,564,999**	68,210,242
Receivables from State Bank of Pakistan	**16.2**	**614,656,190**	1,352,288,682
Receivable from Raast		**3,912,259,761**	1,687,947,982
Deferred employee benefits		**912,020,514**	722,571,013
Receivable from Corporate Clients	**16.3**	**2,361,382,835**	1,776,920,076
Clearing and settlement accounts		**46,750,260**	444,975,502
Others		**797,199,154**	759,404,166
		11,711,679,319	8,625,704,310

16.1 Receivable from related parties	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
Pakistan Mobile Communications Limited (PMCL)	**2,673,481**	-
JC Fintech (Private) Limited (JCFL)	**1,448,901,975**	584,056,711
Jazz cash (Private) Limited	**17,350,921**	30,539,588
Veon Limited (Ultimate Parent Company)	**2,681,529**	2,673,857

16.2 This represents claims for the amount of insurance premiums lodged / to be lodged with SBP under crop loan insurance scheme, livestock insurance scheme, Mera Ghar Mera Pakistan scheme and Interest free loan for Landless farmers of borrowers of the Bank.

16.3 This includes receivable from EFU Insurance amounting to Rs. 916 million and from BISP amounting to 527 million.

17 Bills payable	Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		------------- Rupees -------------	
In Pakistan		**677,698,561**	703,185,185

	Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		------------- Rupees -------------	
18 Borrowings			
Secured			
Borrowings from State Bank of Pakistan			
Long term facility	18.1	1,439,505,236	1,439,505,237
Finance cost on Long term facility		103,173,591	94,488,485
Borrowings from Other Banks / Financial Institutions			
Short term facility	18.2	2,000,000,000	1,981,640,000
Finance cost on Short term facility- Net of Payments		15,851,410	2,384,232
		3,558,530,237	3,518,017,954

18.1 The Bank has secured Demand finance facilities during the period on following terms:

i) State Bank of Pakistan provided the bank a credit line facility under Women Inclusive Finance Program amounting to Rs. 750 million on June 28, 2024 to ease the liquidity constraints of microfinance sector and provide access to long-term market based funding that will enhance lending to women microfinance borrowers including microenterprises and microhousing. It carries markup at the subsidized rate of six months KIBOR - 1% per annum payable by 15th of the subsequent month of half year. The tenure of loan is 5 years. The loan is discounted using level 2 inputs other than quoted prices that are observable for the liability.

ii) Another long term credit line facility of Rs 827 million was granted on March 28, 2025 by the State Bank of Pakistan (SBP) under Women Inclusive Finance Program.
The facility carries markup at the subsidized rate of six months KIBOR - 1% per annum payable semi-annually. The tenure of loan is 3 years. The loan is discounted using level 2 inputs other than quoted prices that are observable for the liability.
The difference between the present value of subsidized rate and the market rate observed from level 2 inputs has been taken to deferred grant and will be amortized over the remaining tenure of the loan.

18.2 The Bank has two secured running finance facilities during the period on following terms.

i) The Bank entered into running finance facility agreement amounting to Rs 1,000 million with Allied bank to finance its operations and carries mark-up at the rate of three months KIBOR + 0.85% per annum payable on quarterly basis. The tenure of loan is 12 months. First pari passu charge over all the present and future advances , loan portfolio , receivables and investments of the bank with 25% margin. As at June 30, 2026 the facility was utilized fully Rs. 1,000 million (2025: PKR 979.2 Million).

ii) The Bank has a Running Finance Facility Agreement amounting to PKR 1,000 million with the Bank of Punjab to finance its working capital requirements. The facility carries a mark-up rate of 3 Months KIBOR + 0.80% per annum, payable quarterly in arrears. The tenure of the loan is 12 months, with the expiry date of 31-May-2026. A First Pari Passu Charge has been created over all the present and future current assets of the Bank with a 25% margin. The facility is secured excluding land and buildings. As at June 30, 2026 the facility was not utilized (2025: Nil).

iii) The Company has a Running Finance Facility Agreement amounting to PKR 1,000 million with MCB to finance its working capital requirements. The facility carries a mark-up rate of 1 Months KIBOR + 1% per annum, payable quarterly in arrears. The tenure of the loan is 12 months, with the expiry date of 30-Apr-2026. A First Pari Passu Charge (FPPC) has been created over all the present and future current assets of the Company with a 25% margin. The facility is secured excluding land and buildings. As at June 30, 2026, the facility was utilized upto PKR 1,000 Million. (2025: PKR 1,000 Million).

iv) The Company has a Running Finance Facility Agreement amounting to PKR 500 million with JS Bank Limited to finance its working capital requirements. The facility carries a mark-up rate of 1 Months KIBOR + 1% per annum, payable quarterly in arrears. The tenure of the loan is 12 months, with the expiry date of 31-Aug-2026. A First Pari Passu Charge (FPPC) has been created over all the present and future current assets of the Company with a 25% margin. The facility is secured excluding land and buildings. As at June 30, 2026, the facility was not utilized. (2025: Nil).

v) The Company has a Running Finance Facility Agreement amounting to PKR 500 million with Bank Alfalah Limited to finance its working capital requirements. The facility carries a mark-up rate of 1 Months KIBOR + 0.8% per annum, payable quarterly in arrears. The tenure of the loan is 12 months, with the expiry date of 31-Jul-2026. A First Pari Passu Charge (FPPC) has been created over all the present and future current assets of the Company with a 25% margin. The facility is secured excluding land and buildings. As at June 30, 2026, the facility was not utilized. (2025: Nil).

		June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
19	**DEPOSITS AND OTHER ACCOUNTS**	------------ Rupees	------------
	Customers		
	Current Deposits	**160,294,413,196**	114,238,166,298
	Saving Deposits	**99,654,991,437**	87,824,275,584
	Term deposits	**15,151,037,062**	9,983,558,096
		275,100,441,695	212,045,999,978
	Financial Institutions		
	Current Deposits	**162,670,476**	146,151,221
	Saving Deposits	**1,555,413,233**	1,343,317,325
	Term deposits	**782,369,082**	397,987,256
		2,500,452,791	1,887,455,802
		277,600,894,486	213,933,455,780

		Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
20	**LEASE LIABILITIES**			
	At January 01		**2,813,484,781**	2,173,598,296
	Additions during the period / year:			
	Buidlings		**483,510,577**	790,361,206
	Vehicles	20.1	**65,971,384**	15,121,397
	Deletions during the year:			
	Vehicles		**-**	(45,150,228)
	Remeasurement/Modification		**(2,968,553)**	(24,280,452)
	Interest Expense		**216,006,831**	386,678,333
	Payment		**(436,986,204)**	(482,843,771)
	At June 30		**3,139,018,816**	2,813,484,781

20.1 The Bank (MMBL) has entered in to Lease Finance Facility (LFF) agreement amounting to Rs 300 Million with The Bank of Punjab, for the procurement of new or used vehicles, either local or imported, to meet the operational requirements of MMBL and its staff/employees. The applicable interest rate is the 3-month Karachi Inter-Bank Offer Rate (KIBOR) plus 0.85% per annum, with the mark-up payable quarterly in arrears. The tenor for each lease facility is limited to a maximum of 4 years. No grace period is provided for this lease facility. The title of the leased vehicles will be held in the name of The Bank of Punjab (BOP) as security.

		Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
21	**SUBORDINATED DEBT**		------------- Rupees	-------------
	Opening	21.1	**2,011,404,171**	2,016,547,946
	Finance Cost:			
	Finance cost on subordinated debt		**135,526,574**	286,780,274
	Payment during the period / year		**(131,708,492)**	(291,924,049)
			2,015,222,253	2,011,404,171

21.1 This represents Rated, Unsecured, Subordinated, and Privately Placed Tier II Term Finance Certificates (TFCs) of worth Rs. 2,000,000,000/-, fully subscribed on November 23, 2022, to improve the Capital Adequacy Ratio, carrying a floating coupon rate of 6-month KIBOR plus 2.10% per annum. The issue is for a period of 7 years from the date of subscription and will mature on November 23, 2029. The issuer has assigned a preliminary rating of "A-" (Single A minus).

The TFCs were listed on the Pakistan Stock Exchange (PSX) on May 22, 2025, with trading commencing on May 23, 2025. Only Qualified Institutional Buyers (QIBs) are allowed to trade these TFCs. The market lot is one certificate with a face value of PKR 100,000, and settlement is carried out through the National Clearing Settlement System (NCSS) on a T+1 basis.

The interest is payable on a bi-annual basis, starting from six months subsequent to the subscription of the TFCs. The principal amount shall be redeemed in four (4) equal semi-annual installments commencing from the end of the 66th month from the issue date. The Issuer (MMBL) may call the TFCs, in part or in full, after five (5) years from the issue date on the principal redemption date, subject to prior SBP approvals, by giving 45 days' prior notice to the Issue Agent and Investors. The notice, once given, shall be irrevocable, and shall specify the date fixed for the exercise of the Call Option (the "Call Option Date").

As per the lock-in clause requirement for Tier II Issues (Para 12 of Annexure 3 of BPRD Circular # 6 of 2013), neither profit nor principal will be payable (even at maturity) in respect of the TFCs if such payment will result in a shortfall in the Bank's Capital Adequacy Ratio (CAR) or an increase in any existing shortfall in CAR.

As per the Loss Absorbency Clause requirement (Para xix of Annexure 3 and Para A-53 of Annexure 5 of BPRD Circular # 6 of 2013) for Tier II capital purposes, the TFCs will be subject to loss absorbency and/or any other requirements under SBP's instructions. Upon the occurrence of a Point of Non-Viability event, SBP may, at its option, fully and permanently convert the TFCs into common shares of the Bank and/or have them immediately written off (either partially or in full). The conversion shall be based on the price as agreed with SBP.

Given the instrument's floating-rate feature (6M KIBOR + 210 bps) and lack of an active secondary market, Management considers that the carrying amount of the TFC, including accrued profit, approximates its fair value.

		Note	**June 30, 2026 (Un-audited)**	December 31, 2025 (Audited)
			------------- **Rupees** -------------	
22	**DEFERRED GRANTS**			
	Opening balance		**94,467,205**	63,433,566
	Grant (Utilized)/ received during the period / year		**(2,600,000)**	58,920,913
	Grant recognised as Income during the period / year		**(16,138,431)**	(27,887,274)
	Closing balance		**75,728,774**	94,467,205
23	**OTHER LIABILITIES**			
	Accrued expenses	**23.1**	**6,460,235,222**	3,969,664,128
	Payable to related parties	**23.2**	**8,984,699,696**	5,009,705,705
	Tax payable	**23.3**	**1,016,909,797**	178,239,772
	Defined benefit obligation		**477,608,412**	406,681,543
	Taxes and levies withheld		**330,717,756**	1,560,017,924
	Payable to suppliers		**1,784,335,922**	1,997,712,282
	Bills collected for settlement through NADRA		**455,008,105**	141,406,693
	Remittances	**23.4**	**3,947,877,327**	2,974,554,855
	1- Link Payable		**1,082,607,878**	841,652,620
	Payable to Merchants and others		**6,855,623,261**	3,018,672,203
	Sundry Deposits	**23.5**	**1,489,230,000**	-
	Clearing and settlement accounts		**239,175,128**	652,009,077
	Call deposit reciepts	**23.6**	**1,040,632,867**	343,820,673
	Others		**606,942,550**	342,387,621
			34,771,603,921	21,436,525,096

23.1 This represents accruals related to utility bills, NADRA charges, professional charges, employee bonus and incentives.

	Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		------------- Rupees -------------	
23.2 Payable to related parties			
Payable to related parties - PMCL		**800,016,358**	700,528,437
Payable to related parties - JCFL		**7,728,292,473**	3,713,722,916
Payable to related parties - JCPL		**20,591,872**	159,631,264
Payable to related parties - VEON		**435,798,993**	435,823,089
		8,984,699,696	5,009,705,706
23.3 Tax payable			
Opening balance		**178,239,772**	(515,616,279)
Provision for taxation		**2,653,729,304**	3,417,644,035
Tax paid	35	**(1,815,059,279)**	(2,723,787,984)
Advance tax paid		**-**	-
Closing balance		**1,016,909,797**	178,239,772

23.4 It also includes Rs.3.94 billion (2025: Rs 1.99 billion) related to uncollected remittances.

23.5 Rs. 1.48 Billion is received from Reform Support Unit for disubrsement to Customers.

23.6 These are call deposits reciepts issued to the customers having various maturities and terms and also include Rs. 546 Million received from Jazz Cash Private Limited (Related Party) in respect of CDR.

		June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
24 SHARE CAPITAL		------------- Rupees -------------	
Authorized capital			
2026 Numbers	2025 Numbers		
1,360,000,000	1,360,000,000	**13,600,000,000**	13,600,000,000
Ordinary shares of Rs. 10 each.			
Issued, subscribed and paid-up capital			
413,196,418	413,196,418	**4,131,964,180**	4,131,964,180
Fully paid in cash of Rs. 10 each.			

24.1 Veon Microfinance Holdings B.V (VMH) is the holding company controlling 413,196,413 i.e. 99.99% shares (2025: 413,196,413 i.e. 99.99%). Each share of the company has equal voting right and power.

	Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		------------- Rupees -------------	
25 ADVANCE AGAINST ISSUE OF SHARES	25.1	**5,611,750,000**	5,611,750,000

25.1 In 2025, the Bank received advance against Right Issue amouning to Rs 1.4 Billion and Rs. 4.2 Billion for issuance of 56,490,780 and 168,441,840 shares respectively, to be fully subscribed by the Bank's parent company Veon Microfinance Holdings B.V.

		Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
26	**(DEFICIT) / SURPLUS ON FAIR VALUE OF ASSETS**		------------- Rupees -------------	
	Fair Value Surplus / (deficit) on revaluation of			
	- FVOCI - debt	**10.1**	**(63,245,311)**	102,800,400
	Deferred tax on surplus / (deficit) on revaluation of:			
	- FVOCI - debt		**23,400,765**	(40,092,156)
			(39,844,546)	62,708,244
27	**CONTINGENCIES AND COMMITMENTS**			
	Guarantees	**27.1**	**865,756,604**	620,629,066
			865,756,604	620,629,066
27.1	***Financial guarantees***			
	Bank guarantee	**27.1.1**	**541,515,722**	452,642,722
	Standby letter of guarantee	**27.1.2**	**324,240,882**	167,986,344
			865,756,604	620,629,066

27.1.1 This mainly includes Bank guarantees given by the Bank to Reform Support Unit amounting to Rs. 148.9 million, Pakistan Railway amounting to Rs.100 million against the online payment processing services, Benzair income support program amounting to Rs. 65 million, Punjab Social Protection Authority amounting to Rs. 75 million, Directorate Animal Husbandry Sindh amounting to Rs. 48.5 million, Zakat and Usher Programme amounting to Rs. 42.37 million and World Food Programme amounting to Rs. 20.34 million, issued by respective banks.

27.1.2 This represents letter of guarantee given by the Bank to M/s Visa amounting to Rs. 14.16 million and Master Card International amounting to USD 100,000 and Rs.282.26 million respectively for interbank settlement issued by respective banks. The amount is translated into PKR at exchange rate prevailing on reporting date.

27.2 Other contingent liabilities

a) The Taxation Officer issued the assessment order under section 122(5A) of the Income Tax Ordinance, 2001 dated January 29, 2025 by reducing refund amount by Rs. 58.31 M. The Bank has filed appeal before the ATIR on February 26, 2025 and the case is not yet fixed for hearing.

b) In addition to the above the bank is contesting litigations with tax authorities on different forums including litigations such as sales tax and FED. Rs.19.48 M, Rs. 41.66 M Rs. 66.32 M, Rs.280.23M and Rs.248.66 M related to Sales Tax demands for the years from 2019 to 2022 which are still under appeal before the CIR(A) and ATIR. Management consider these litigations are not material and expects a favorable decision from tax authorities.

c) In June 2020, the Assessing Officer imposed penalty of Rs. 6.13 million under section 182 of the Ordinance for Tax Year 2019 alleging late filing of the Income Tax return. The Bank's appeal was accepted by the CIR(A) and the demand was deleted. The Department has filed appeal before the ATIR which is pending adjudication.

d) For the year ended 31 December 2016 and 2017, the Taxation Officer, SRB issued an assessment order dated 27 April 2024 adjudging Sindh sales tax demand of Rs. 5.57 million. On 21 May 2024, the Bank filed an appeal before the C(A), SRB, the proceedings whereof are underway. However, the likelihood of a favorable outcome is medium.

e) For the year ended 31 December 2016 to 2020, the Taxation Officer, SRB issued an assessment order dated 01 November 2023 adjudging Sindh sales tax demand of Rs. 112.93 million. On 13 november 2023, the Bank filed an appeal before the C(A), SRB, the proceedings whereof are underway. However, the likelihood of a favorable outcome is medium.

f) The Taxation Officer has issued the appeal effect order, creating an income tax demand of Rs. 6.23 million. The Company has challenged the order and the matter is currently under litigation.

g) The Taxation Officer has issued the penalty order, creating an income tax demand of Rs. 3.25 million. The Company has challenged the order and the matter is currently under litigation.

The Bank is also contesting various penalties and surcharges orders/notices issued by tax authorities along with respective orders.

27.3 The Bank has various pending litigations mainly involving its customers, and also includes claims filed by its former employees. The Bank has also filed counter claims in various cases. While these litigations remain pending at various forums. Management, based on legal advice, believes that no material liability would be incurred by / against the bank in relation to these cases.

		Note	June 30, 2026 (Un-audited)	June 30, 2025 (Un-audited)
			------------- Rupees -------------	
28	**MARKUP / RETURN / INTEREST EARNED**			
	Loans and advances	**28.2**	**39,433,378,354**	24,807,910,650
	Investments		**5,956,024,864**	4,186,833,499
	Balances with other MFBs / banks / NBFIs		**516,059,134**	389,688,567
	Lendings to financial institutions		**1,478,910,390**	1,270,107,378
			47,384,372,742	30,654,540,094
28.1	***Interest income (calculated using effective interest rate method) recognised on:***			
	Financial assets measured at amortised cost;		**42,122,883,256**	29,035,645,594
	Financial assets measured at FVOCI.		**5,261,489,486**	1,618,894,500
			47,384,372,742	30,654,540,094

28.2 This includes markup income on Nano loans amounting to Rs. 31,748 million (2025: Rs 15,963 million). This Markup Income includes JCFL Share amounting to Rs. 23,795 million under Revenue Sharing arrangement with JCFL.

		Note	June 30, 2026 (Un-audited)	June 30, 2025 (Un-audited)
			------------- Rupees -------------	
29	**MARK-UP / RETURN / INTEREST EXPENSED**			
	Deposits		**5,886,127,600**	4,661,013,093
	Subordinated debt		**135,526,575**	151,220,274
	Borrowings		**136,199,595**	135,281,847
	Lease liabilities		**216,006,831**	167,738,267
			6,373,860,601	5,115,253,481
29.1	Interest expense calculated using effective interest rate method		**6,373,860,601**	5,115,253,481
30	**FEE AND COMMISSION INCOME**			
	Branchless banking income	**30.1**	**14,157,788,579**	8,845,857,017
	Commission from insurance companies		**861,060,941**	545,160,288
	Loan processing fee		**553,961,584**	106,000,485
	Others		**185,333,661**	288,472,461
			15,758,144,765	9,785,490,251
30.1	**Branchless banking income**			
	Income			
	Branchless banking income	**30.3**	**14,975,744,080**	9,354,626,508
	Interest income on Nano advances		**31,748,036,558**	15,963,378,461
			46,723,780,638	25,318,004,969

	Note	June 30, 2026 (Un-audited)	June 30, 2025 (Un-audited)
		------------- Rupees -------------	
Expenses			
Commission to retailer / franchisee		**(601,588,337)**	(2,323,004,188)
Commission to a related party - JCFL	**30.4**	**(23,012,248,109)**	(10,833,974,679)
		(23,613,836,446)	(13,156,978,867)
Net income from branchless banking		**23,109,944,192**	12,161,026,102
Amounts reclassified			
To markup/return interest earned			
Interest income on Nano advances Reclassified to Markup/return interest earned	**28**	**(31,748,036,558)**	(15,963,378,461)
Fee and commission income			
Reclassified to Commission from insurance companies		**(817,955,501)**	(508,769,491)
To Operating and administrative expenses			
Commission to retailer / franchisee	**32**	**601,588,337**	2,323,004,188
Commission to a related party - JCFL	**32**	**23,012,248,109**	10,833,974,679
Net reclassification		**(8,952,155,613)**	(3,315,169,085)
Branchless banking income		**14,157,788,579**	8,845,857,017

30.2 The total income from branchless banking comprises earnings from wallet-based transactions conducted through the JazzCash platform and interest income on nano advances extended via digital channels. Associated expenses include commissions paid to retailers and agents, as well as the share of profit attributable to JC Fintech (Private) Limited (JCFL) under the revenue-sharing arrangement. For presentation purposes, interest income on nano advances is classified under mark-up/interest earned, while the related commission and profit-sharing expenses are reported under operating and administrative expenses. Consequently, the income disclosed under branchless banking represents the residual profit arising solely from wallet transaction commission

30.3 This represents the income from branchless banking operations (Jazz cash) carried out by the Bank together with JCFL through agency agreement under SBP Branchless Banking Regulations. As per the agreement, Income from Jazz cash (Net of Agents commission) is shared between the Bank and JCFL in the ratio of 30:70 respectively.

30.4 This represents JCFL's share in fee income and expenses at the rate of 70% and 50% share in float as per agency agreement with JCFL.

	Note	June 30, 2026 (Un-audited)	June 30, 2025 (Un-audited)
31 OTHER INCOME		------------- Rupees -------------	
Gain / (loss) on disposal of fixed assets		**252,482**	(11,594,216)
Grant Income	**22**	**16,138,431**	6,252,266
Miscellaneous income		**206,115,458**	157,933,971
		222,506,371	152,592,021

	Note	June 30, 2026 (Un-audited)	June 30, 2025 (Un-audited)
32 OPERATING EXPENSES		------------- Rupees	-------------
Branchless banking commission expense			
Commission to retailer / franchisee	**30.1**	**601,588,337**	2,323,004,188
Commission to a related party - JCFL	**30.1**	**23,012,248,109**	10,833,974,679
Others			
Total compensation expense		**3,415,100,232**	2,677,845,654
Contribution to defined contribution plan		**146,702,506**	111,817,854
Provision for Defined benefit obligation		**93,494,089**	70,159,892
Directors' fees and allowances		**4,650,000**	5,300,000
Training / Capacity building		**75,886,323**	55,546,064
Rent, taxes, insurance, electricity, etc.		**655,593,169**	462,197,970
Legal and professional charges		**316,197,116**	43,445,015
Communications		**39,747,340**	29,313,828
Repair and maintenance - Vehicle		**10,713,130**	12,578,537
Stationary and printing		**193,249,729**	159,125,674
Advertisement and publicity		**62,957,578**	39,248,671
Group audit fee	**32.1**	**98,769,094**	82,178,011
Auditors remuneration		**1,686,346**	1,505,666
Depreciation		**569,710,427**	426,233,089
Amortization		**155,241,990**	140,995,786
Travel and transportation		**327,320,161**	237,336,827
Management fee		**53,008,606**	-
Repair and maintenance - General		**61,356,741**	48,712,993
Customer verification charges	**32.2**	**1,104,665,486**	1,388,875,553
Bank charges		**1,973,575,820**	1,344,390,672
IT equipment and software maintenance		**1,247,961,862**	769,325,809
Ready cash expense	**32.3**	**3,629,087,472**	1,433,583,928
Security		**187,573,857**	152,339,951
Janitorial services		**172,923,990**	134,795,645
Office supplies		**26,075,806**	23,359,093
Entertainment		**49,843,650**	29,598,041
Technical Support Charges - JCFL		**1,292,634,943**	-
Other projects expenses		**437,973,336**	48,426,120
Corporate Social Responsibility	**32.4**	**5,630,000**	-
Others	**32.5**	**212,941,050**	91,501,920
		40,236,108,295	23,176,717,130

32.1 This includes the group auditor's fee accrual for current year and for other certifications.

32.2 This includes verification charges of National Database Registration Authority (NADRA) for verisys, eCIB charges and other charges for customer verifications.

32.3 This represents expense incurred by MMBL in relation to services offered by ChannelVas (CVAS) for monitoring the nano loan portfolio and for recovering nano loans.

32.4 This included following Social Investment Contributions under CSR activities made by Mobilink Bank:

- The Social Investment Contribution amounting to 4,750,000/- is extended to Depilex Smileagain Foundation (DSF) for Purchase of 25 e-Scooters which will be handed over to the Survivors under the DSF care to support their economic empowerment and Overall welfare.
- The amount of 880,000 is provided to Legal Aid Society (LAS) for the Purpose of assisting women, who are seeking enforcement of their lawful inheritance rights in Pakistan.

32.5 This includes penalties imposed by BISP amounting to Rs. 72.73 million due to non-compliance of agreement clauses.

		Note	June 30, 2026 (Un-audited)	June 30, 2025 (Un-audited)
33	**OTHER CHARGES**		------------- Rupees	-------------
	Others		-	-
	Penalties imposed by the State Bank of Pakistan	**33.1**	**110,000**	69,000
			110,000	69,000

33.1 The charge represents the penalties paid to the State Bank of Pakistan (SBP) in respect of certain instances of violations.

		Note	June 30, 2026 (Un-audited)	June 30, 2025 (Un-audited)
34	**CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET**		------------- Rupees	-------------
	Credit loss allowance against loans & advances	**11.1.2**	**17,316,392,691**	13,993,740,447
	Recovery of written off / charged off bad debts		**(3,094,949,127)**	(3,197,824,371)
			14,221,443,564	10,795,916,076
35	**TAXATION**			
	Current		**(2,919,617,405)**	(1,655,570,978)
	Prior Year		**265,888,101**	-
	Deferred		**1,673,025,328**	1,082,262,425
			(980,703,976)	(573,308,553)
36	**BASIC EARNINGS PER SHARE**			
	Profit for the period		**1,504,173,039**	901,804,192
	Weighted average number of ordinary shares		**413,196,418**	413,196,418
	Basic (loss) / earnings per share		**3.64**	2.18
37	**DILUTED (LOSS) / EARNINGS PER SHARE**			
	Profit for the period		**1,504,173,039**	901,804,192
	Weighted average number of ordinary shares (adjusted for the effects of all dilutive potential ordinary shares)		**638,129,038**	413,196,418
	Diluted (loss) / earnings per share		**2.36**	2.18

38 FAIR VALUE MEASUREMENTS

The fair value of traded investments is based on quoted market prices, except for securities classified by the Bank as 'held to maturity'. Securities classified as held to maturity are carried at amortized cost. Fair value of unquoted equity investments is determined on the basis of break up value of these investments as per the latest available audited financial statements.

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 current and active market for such assets and liabilities and reliable data regarding market rates for similar instruments. The provision for impairment of loans and advances has been calculated in accordance with the Bank's accounting policy.
Fair value of remaining financial assets and liabilities except fixed term loans, staff loans, non-performing advances and fixed term deposits is not significantly different from the carrying amounts since assets and liabilities are either short term in nature or are frequently repriced in the case of customer loans and deposits.

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

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

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

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

a) **Financial instruments in level 1**

Currently, no financial instruments are classified in level 1.

b) **Financial instruments in level 2**

Financial instruments included in level 2 comprise of investment in market treasury bills.

c) **Financial instruments in level 3**

Currently, no financial instruments are classified in level 3.

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 takes place. There were no transfers between levels 1 and 2 during the period.

The table below analyses the financial and non-financial assets carried at fair values, by valuation methods. Valuation of investments is carried out as per guidelines specified by the SBP.

On balance sheet financial instruments	June 30, 2026 (Un-audited)				
	Carrying Value	**Level 1**	**Level 2**	**Level 3**	**Total**
	Rupees				
Financial assets - measured at fair value					
Investments:					
Federal Government securities	**121,755,965,311**	-	**121,755,965,311**	-	**121,755,965,311**
Financial assets - disclosed but not measured at fair value					
Investments					
Federal Government securities	**7,254,530,658**	-	-	-	-
Cash and balances with treasury banks	**10,879,361,282**	-	-	-	-
Balances with other MFBs / Banks / NBFIs	**15,020,604,630**	-	-	-	-
Lending to financial institutions	**42,746,737,795**	-	-	-	-
Advances	**115,915,498,292**	-	-	-	-
Other assets	**11,711,679,319**	-	-	-	-
Total	**325,284,377,287**	-	**121,755,965,311**	-	**121,755,965,311**

On balance sheet financial instruments	December 31, 2025 (Audited)				
	Carrying Value	Level 1	Level 2	Level 3	Total
	Rupees				
Financial assets - measured at fair value					
Investments:					
Federal Government securities	87,143,571,802	-	87,143,571,802	-	87,143,571,802
Financial assets - disclosed but not measured at fair value					
Investments:					
Federal Government securities	8,137,881,876	-	-	-	-
Cash and balances with treasury banks	9,769,793,011	-	-	-	-
Balances with other MFBs / Banks / NBFIs	7,612,121,991	-	-	-	-
Lending to financial institutions	26,409,646,615	-	-	-	-
Advances	101,060,415,978	-	-	-	-
Other assets	8,625,704,310	-	-	-	-
Total	248,759,135,583	-	87,143,571,802	-	87,143,571,802

38.1 **Valuation techniques and inputs used in determination of fair valuation of financial instruments within Level 2 :**

Item	**Valuation techniques and inputs used**
Federal Government Securities	Marked to Market on the basis of PKRV rates.

39 SEGMENT INFORMATION

39.1 Segment details with respect to business activities

	June 30, 2026 (Un-audited)		
	Core Banking	Islamic Banking	Total
	---------------------------- Rupees ----------------------------		
Profit and loss			
Net mark-up / return / profit	40,958,925,192	51,586,949	41,010,512,141
Inter segment revenue - net	-	-	-
Non mark-up / return / interest income	15,980,060,111	837,829	15,980,897,940
Total income	56,938,985,303	52,424,778	56,991,410,081
Segment direct expenses	(40,226,994,861)	(58,094,641)	(40,285,089,502)
Inter segment expense allocation	-	-	-
Total expenses	(40,226,994,861)	(58,094,641)	(40,285,089,502)
Credit loss allowance and write offs - net	(14,221,443,564)	-	(14,221,443,564)
Profit before tax	2,490,546,878	(5,669,863)	2,484,877,015

	June 30, 2026 (Un-audited)		
	Core Banking	Islamic Banking	Total
	---------------------------- Rupees ----------------------------		
Balance sheet			
Cash and bank balances	24,615,352,340	1,284,613,572	25,899,965,912
Investments	129,010,495,969	-	129,010,495,969
Net inter segment lending	-		-
Lendings to financial institutions	42,746,737,795	-	42,746,737,795
Advances - performing	115,905,951,801	9,546,491	115,915,498,292
Advances - non performing	-	-	-
Others	26,943,026,098	240,794,186	27,183,820,284
Total assets	339,221,564,003	1,534,954,249	340,756,518,252
Borrowings	3,558,530,237	-	3,558,530,237
Deposits and other accounts	277,570,991,839	29,902,647	277,600,894,486
Net inter segment borrowing	-	-	-
Others	39,341,298,412	1,337,973,913	40,679,272,325
Total liabilities	320,470,820,489	1,367,876,559	321,838,697,048
Equity	18,750,743,514	167,077,690	18,917,821,204
Total equity and liabilities	339,221,564,003	1,534,954,249	340,756,518,252
Contingencies and commitments	865,756,604	-	865,756,604

	June 30,2025 (Un-audited)		
	Core Banking	Islamic Banking	Total
	---------- Rupees ----------		
Profit and loss			
Net mark-up / return / profit	25,539,286,613	-	25,539,286,613
Inter segment revenue - net	-	-	-
Non mark-up / return / interest income	9,937,536,694	-	9,937,536,694
Total income	35,476,823,307	-	35,476,823,307
Segment direct expenses	(23,205,794,486)	-	(23,205,794,486)
Inter segment expense allocation	-	-	-
Total expenses	(23,205,794,486)	-	(23,205,794,486)
Credit loss allowance and write offs - net	(10,795,916,076)		(10,795,916,076)
Profit before tax	1,475,112,745	-	1,475,112,745

	December 31,2025 (Audited)		
	Core Banking	Islamic Banking	Total
	---------- Rupees ----------		
Balance sheet			
Cash and bank balances	17,168,638,343	213,276,659	17,381,915,002
Investments	95,281,453,678	-	95,281,453,678
Net inter segment lending	26,037,816	(26,037,816)	-
Lendings to financial institutions	26,409,646,615	-	26,409,646,615
Advances - performing	97,940,783,058	-	97,940,783,058
Advances - non performing	3,119,632,920	-	3,119,632,920
Others	21,710,727,997	148,824,288	21,859,552,285
Total assets	261,656,920,427	336,063,131	261,992,983,558
Borrowings	3,518,017,954	-	3,518,017,954
Deposits and other accounts	213,928,847,517	4,608,263	213,933,455,780
Net inter segment borrowing	(26,037,816)	26,037,816	-
Others	26,874,321,306	184,745,132	27,059,066,438
Total liabilities	244,295,148,961	215,391,211	244,510,540,172
Equity	17,309,695,833	172,747,553	17,482,443,386
Total equity and liabilities	261,604,844,794	388,138,764	261,992,983,558
Contingencies and commitments	620,629,066	-	620,629,066

39.2 Segment details with respect to geographical locations

Segment details with respect to geographical locations are not presented in these financial statements as geographically the Bank is concentrated in Pakistan only.

40 RELATED PARTY TRANSACTIONS

The Bank's Ultimate Parent is Veon Limited (VL). Therefore, all subsidiaries and associated undertakings of VL are related parties of the Bank. Other related parties include directors, key management personnel (KMP) which include CEO and Head of Departments (HOD's) and entities under common directorship. All transactions involving related parties are subject to the approval of the Board of Directors. Significant transactions with the related parties entered into during the period are as follows:

	Note	June 30, 2026 (Un-audited)				December 31, 2025 (Audited)			
		Parent	Key Management Personnel	Associates	Directors	Parent	Key Management Personnel	Associates	Directors
		------------- Rupees -------------							
ADVANCES									
Opening balance		-	393,816,364	-	-	-	255,407,347	-	-
Addition during the period		-	170,597,729	-	-	-	179,787,313	-	-
Repaid during the period		-	(26,387,468)	-	-	-	(41,378,295)	-	-
Closing balance		-	538,026,625	-	-	-	393,816,364	-	-
OTHER ASSETS									
Interest / mark-up accrued		-	485,223	-	-	-	385,290	-	-
Other receivable :									
- Pakistan Mobile Communications Limited		-	-	2,673,481	-	-		-	-
- JC Fintech (Private) Limited		-	-	1,448,901,975				584,056,711	
- Jazzcash (Pvt) Limited		-	-	17,350,921	-	-		30,539,588	-
- Veon Limited		-	-	2,681,529	-	-		2,673,857	-
Salary and other advances		-	3,566,700	-	-	-	4,000,000	-	-
DEPOSITS AND OTHER ACCOUNTS									
Opening balance		-	7,038,714	2,050,729,349	-	-	21,585,204	1,850,556,486	-
Received during the period / year		-	453,293,671	34,847,321,152	-	-	596,553,781	36,982,365,252	-
Withdrawn during the period / year		-	(445,417,221)	(33,467,222,902)	-	-	(611,100,272)	(36,782,192,389)	-
Closing balance	40.1	-	14,915,165	3,430,827,599		-	7,038,714	2,050,729,349	-
OTHER LIABILITIES									
Interest / mark-up payable									
- Pakistan Mobile Communications Limited		-	-	22,893	-	-	-	49,032	-
- JC Fintech (Pvt) Limited		-	-	964,693	-	-	-	293,585	-
Payable to related parties									
- Pakistan Mobile Communications Limited		-	-	800,016,359	-	-	-	700,528,437	-
- JC Fintech (Private) Limited		-	-	7,728,292,473	-	-	-	3,713,722,916	
- Jazzcash (Pvt) Limited		-	-	20,591,872	-	-	-	159,631,264	-
- Veon Limited		-	-	982,009,545	-	-	-	435,823,089	-
NET ASSETS									
Advance against issue of shares									
- Veon Microfinance Holdings B.V	25	5,611,750,000	-	-	-	5,611,750,000	-	-	-

	June 30, 2026 (Un-audited)					June 30, 2026 (Un-audited)				
	Parent	**Key Management Personnel**	**Associates**	**Directors**	**Other related party**	Parent	Key Management Personnel	Associates	Directors	Other related party
INCOME										
Mark-up / Return / Interest earned	-	**9,040,277**	-	-	-	-	6,168,814	-	-	-
Fee and commission income										
- Jazzcash (Pvt) Limited	-	-	**4,214,085**	-	-	-	-	8,469,176	-	-
EXPENSE										
Mark-up / interest paid to										
- Savings Account of KMPS	-	**48,998**	-	-	-	-	981,456	-	-	-
- Pakistan Mobile Communications Limited	-	-	**5,153,410**	-	-	-	-	4,108,821	-	-
- JC Fintech (Pvt) Limited	-	-	**74,655,528**	-	-	-	-	-	-	-
- Linkdot Net (Pvt) Limited	-	-	-	-	-	-	-	3,935,919	-	-
	-	48,998	79,808,938	-	-	-	981,456	8,044,740	-	-
Operating expenses :										
- Branchless commission	-	-	**20,326,246,042**	-	-	-	-	8,745,275,612	-	-
- JC Fintech (Pvt) Limited - Technical Charges	-	-	**1,292,634,943**	-	-	-	-	-	-	-
- Pakistan Banks Association	-	-	-	-	**2,390,355**	-	-	-	-	-
Deposit mobilization commission paid										
- JC Fintech (Private) Limited	-	-	**2,676,786,741**	-	-	-	-	-	-	-
- Pakistan Mobile Communications Limited		-	-	-	-		-	2,071,110,705		
- Jazzcash (Pvt) Limited	-	-	**9,215,326**	-	-	-	-	17,588,361	-	-
Payments made against defined contribution plan being employee and employer contributions	-	-	**227,491,092**	-	-	-	-	159,081,068	-	-
- Veon Limited	-	-	-	-	-	-	-	4,818,800	-	-
Remuneration paid	-	**260,699,269**	-	**4,650,000.00**	-	-	206,283,657	-	5,300,000	-
	-	**260,699,269**	**24,532,374,144**	**4,650,000**	**2,390,355**	-	206,283,657	10,997,874,546	5,300,000	-

40.1 The Deposits and other accounts balance with related parties include the following namely:

	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
	---------- **Rupees** ----------	
JC Fintech (Pvt) Limited	**3,353,456,409**	1,072,657,420
Jazz Cash (Pvt) Ltd	**-**	803,470,743
Pakistan Mobile Communication Limited	**77,371,189**	174,601,186
	3,430,827,598	2,050,729,349

41 CAPITAL ADEQUACY & MINIMUM CAPITAL

	Period Ended June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
	------------- Rupees	-------------
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	**4,131,964,180**	4,131,964,180

The Bank's policy is to maintain a strong capital base to maintain investor, depositor, creditor and market confidence and to sustain future development of the business, while providing adequate returns to shareholders.

The SBP, through AC&MFD Circular No. 03 dated June 10, 2014, has required Microfinance Banks to maintain a minimum paid-up capital of Rs.1,000 million (net of accumulated losses). The paid-up capital of the Bank as at June 30, 2026 stood at Rs. 4,132 million (2025: Rs. 4,132 million) and is in compliance with SBP requirements.

	June 30, 2026	December 31, 2025
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	**11,972,273,680**	13,505,828,708
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	**11,972,273,680**	13,505,828,708
Eligible Tier 2 Capital	**3,164,239,512**	3,003,219,384
Total Eligible Capital (Tier 1 + Tier 2)	**15,136,513,192**	16,509,048,092
Risk Weighted Assets (RWAs):		
Credit risk	**82,576,336,924**	73,395,364,852
Operational risk	**11,118,850,213**	11,118,850,213
Total	**93,695,187,137**	84,514,215,065
Common Equity Tier 1 Capital Adequacy Ratio	**12.78%**	15.98%
Tier 1 Capital Adequacy Ratio	**12.78%**	15.98%
Capital Adequacy Ratio	**16.16%**	19.53%

41.1 Bank uses standardized approach for calculation of Credit risk weighted asset. Under this approach, the risk weighted amount of an on-balance sheet asset is determined by multiplying its current book value (including accrued interest or revaluations, and net of any specific provision or associated depreciation) by the relevant risk weight as provided by State Bank of Pakistan through BPRD Circular No. 10 of June 3, 2015. The bank is using transitional provisions as provided in IFRS 9 application instructions through BPRD Circular No. 03 of 2022 dated July 05, 2022 for absorption of impact of expected credit loss allowance after implementation of IFRS 9 till June 30, 2024.

In 2024, Mobilink Microfinance Bank Ltd. (MMBL) was granted a specific approval by the State Bank of Pakistan (SBP) to follow a relaxation in the calculation of its Capital Adequacy Ratio (CAR). As per the decision letter issued by SBP, with reference number [SBPHOK-BPRD-RPD-MML-815197], MMBL is allowed to adopt a following transitional arrangement to absorb the impact of Stage 1 and Stage 2 ECL provisioning on regulatory capital for the year 2024 onward:

2024 (Year-End): 70% of Stage 1 & Stage 2 provisions added back to CET1 Capital
2025 (Interims and Annual): 50%
2026 (Interims and Annual): 30%
2027 (Interims and Annual): 10%

In response to the regulatory requirements, the parent company has extended an advance of Rs 5.6 billion to the Bank in 2025 against the issuance of share capital. This advance has been treated as Tier 1 capital and has provided a further boost to MMBL's CAR.

For the calculation of operational risk weighted assets, average positive Gross Income of the bank over the past three years is used. Figures for any year in which gross income is negative or zero is excluded from both numerator and denominator when calculating average.

Gross Income (GI) is defined as the sum of net interest income and net non-interest income and is arrived at before accounting for: (i) provisions (including those for credit impairment), (ii) operating expenses (netted off by agent's share against Branchless Banking income), (iii) realized profits/ losses from the sale of securities, (iv) extra ordinary

41.2 Under the requirements of updated prudential regulations, the Bank is required to maintain the Capital Adequacy Ratio of at least 15% of its risk weighted assets.

42 ISLAMIC BANKING BUSINESS

The Bank is operating 2 (2025: 2) Islamic Banking Branches at the end of the period.

	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
ASSETS		
Cash and balances with treasury banks	24,195,674	11,747,600
Balances with other banks	1,260,417,898	201,529,059
Due from financial institutions	-	-
Investments	-	-
Islamic financing and related assets - net	9,546,491	-
Property and equipment	28,709,766	22,443,309
Right-of-use assets	67,947,296	71,886,270
Intangible assets	134,892,054	54,494,709
Due from head office	-	-
Other assets	9,245,070	-
Total assets	1,534,954,249	362,100,947
LIABILITIES		
Bills payable	63	-
Due to financial institutions	-	-
Deposits and other accounts	29,902,647	4,608,263
Due to head office	-	-
Lease liabilities	79,196,486	78,947,441
Subordinated debt	-	-
Other liabilities	1,258,777,363	105,797,690
	1,367,876,559	189,353,394
NET ASSETS	167,077,690	172,747,553
REPRESENTED BY		
Islamic banking fund	200,000,000	200,000,000
Reserves	-	-
Surplus/ (Deficit) on revaluation of assets	-	-
Unappropriated profit	(32,922,310)	(27,252,447)
	167,077,690	172,747,553
CONTINGENCIES AND COMMITMENTS	-	-

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

		Quarter Ended		Period Ended	
		June 30, 2026	June 30, 2025	Year-to-Date June 30, 2026	Prior Year Period June 30, 2025
Profit / return earned	42.9	31,710,129	-	57,905,060	-
Profit / return expensed	42.9.1	(3,179,069)	-	(6,318,111)	-
Net profit / return		28,531,060	-	51,586,949	-
Other income					
Fee and commission income		121,875	-	139,850	-
Dividend Income		-	-	-	-
Foreign exchange income		77,369	-	697,979	-
Gain / (Loss) on securities		-	-	-	-
Other income		-	-	-	-
Total other income		199,244	-	837,829	-
Total income		28,730,304	-	52,424,778	-
Other expenses					
Operating expenses		27,160,329	-	58,094,641	-
Workers welfare fund		-	-	-	-
Other charges		-	-	-	-
Total other expenses		(27,160,329)	-	(58,094,641)	-
Loss before credit loss allowance		1,569,975	-	(5,669,863)	-
Credit loss allowance and write offs - net		-	-	-	-
Loss before taxation		1,569,975	-	(5,669,863)	-
Taxation		-	-	-	-
Loss after taxation		1,569,975	-	(5,669,863)	-

42.1 Due from financial institutions

	June 30, 2026 (Un-audited)			December 31, 2025 (Audited)		
	In local currency	In foreign currency	Total	In local currency	In foreign currency	Total
	Rupees					
Unsecured						
Placements with other banks	**1,260,417,898**		**1,260,417,898**	200,000,000	-	200,000,000

42.2 Investments by segments

	June 30, 2026 (Un-audited)			
	Cost / amortised cost	Credit loss allowance	Surplus	Carrying value
	Rupees			
Debt Instruments				
Classified / measured at amortised cost				
Federal Government Securities:				
- GoP Ijarah Sukuks	-	-	-	-
Classified / measured at FVOCI				
Federal Government Securities:				
- GoP Ijarah Sukuks	-	-	-	-
Non-Government debt securities	-	-	-	-
	-	-	-	-
Total investments	-	-	-	-

	December 31, 2025 (Audited)			
	Cost / amortised cost	Provision for diminution	(Deficit) / surplus	Carrying value
	Rupees			
Federal Government Securities:				
- GoP Ijarah Sukuks	-	-	-	-
Non-government debt securities				
- Power / gas and other Sukuks - listed	-	-	-	-
- unlisted	-	-	-	-
	-	-	-	-
Total investment	-	-	-	-

42.3 Particulars of credit loss allowance / provision

	June 30, 2026 (Un-audited)				December 31, 2025 (Audited)
	Stage 1	Stage 2	Stage 3	Total	Provision
	---------- Rupees ----------				
Non-Government debt securities	-	-	-	-	-

42.4 Islamic financing and related assets

	Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		---------- Rupees in ----------	
Ijarah		-	-
Murabaha		9,546,491	-
Diminishing Musharaka		-	-
Running Musharka		-	-
Qarz e Hasna		-	-
Istisna		-	-
Impact of fair valuation of Islamic financing and related assets		-	-
Gross Islamic financing and related assets		**9,546,491**	-
Less: Credit loss allowance / provision against Islamic financings			
Stage 1		-	-
Stage 2		-	-
Stage 3		-	-
Specific		-	-
General		-	-
		-	-
Islamic financing and related assets - net of credit loss allowance / provision		9,546,491	-

42.5 Deposits

	June 30, 2026 (Un-audited)			December 31, 2025 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	Rupees					
Customers						
Current deposits	22,238,259	-	22,238,259	4,608,263	-	4,608,263
Savings deposits	7,664,388	-	7,664,388	-	-	-
Term deposits	-	-	-	-	-	-
Others	-	-	-	-	-	-
	29,902,647	-	29,902,647	4,608,263	-	4,608,263
Financial Institutions						
Current deposits	-	-	-	-	-	-
Savings deposits	-	-	-	-	-	-
	-	-	-	-	-	-
	29,902,647	-	29,902,647	4,608,263	-	4,608,263

	Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
42.6 Composition of deposits		Rupees	
- Individuals		29,902,647	4,608,263
- Government (Federal and Provincial)		-	-
- Public sector entities		-	-
- Banking companies		-	-
- Non-banking financial institutions		-	-
- Private Sector		-	-
		-	4,608,263
42.7 Other liabilities			
Other liabilities		1,258,777,363	105,797,691
42.8 Contingencies and commitments			
- Guarantees		-	-
- Commitments		-	-
		-	-
42.9 Profit/return earned on financing, investments and placements			
Profit earned on:			
Financing		-	-
Investments		-	-
Placements		57,776,581	2,712,621
		57,776,581	2,712,621

		June 30, 2026 (Un-audited)	June 30, 2025 (Un-audited)
		---------- Rupees----------	
42.9.1	**Profit on deposits and other dues expensed**		
	Deposits and other accounts	-	-
	Due to Financial Institutions	-	-
	Unwinding of discount- IFRS 16	6,189,045	-
		6,189,045	-

42.9.2	**Islamic banking business unappropriated profit**		
	Opening balance	(27,252,447)	-
	Impact of adoption of IFRS 9	-	-
	Balance as at January 1, 2026	(27,252,447)	-
	Add: Islamic banking loss for the year	(5,669,863)	-
	Less: Taxation	-	-
	Less: Transferred to head office	-	-
	Closing balance	(32,922,310)	-

43 GENERAL

43.1 Figures in these financial statements have been rounded to the nearest Rupee, unless otherwise stated.

43.2 Captions as prescribed by The Banking Policy & Regulations Department of State Bank of Pakistan (SBP) via circular no. 3 of 2023 dated February 09, 2023 in respect of which there are no amounts, have not been reproduced in these financial statements.

44 Date for Authorization of Issue

These condensed interim financial statements were authorized for issue by the Board of Directors of the Bank in their meeting held on 20 AUG 2026 2026.

PRESIDENT/ CHIEF EXECUTIVE | CHIEF FINANCIAL OFFICER | CHAIRMAN | DIRECTOR | DIRECTOR