

MOBILINK MICROFINANCE BANK LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2025

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

ASSETS

	Note	-----Rupees-----	
Cash and balances with treasury banks	7	7,677,572,765	11,533,419,056
Balances with other MFBs / Banks / NBFIs	8	4,162,262,844	11,223,432,244
Lending to financial institutions	9	16,552,458,026	11,748,833,286
Investments	10	82,362,766,231	61,349,743,593
Advances	11	87,631,562,088	74,932,160,102
Property and equipment	12	1,724,786,122	1,741,771,117
Right-of-use assets	13	2,093,823,146	2,084,596,901
Intangible assets	14	1,123,180,842	1,100,726,535
Deferred tax asset	15	6,254,316,021	4,696,079,850
Other assets	16	6,053,588,461	4,974,387,569
Total assets		215,636,316,546	185,385,150,253

LIABILITIES

Bills payable	17	472,213,476	618,273,788
Borrowings	18	2,407,813,586	765,929,898
Deposits and other accounts	19	178,030,753,406	154,950,569,495
Lease liabilities	20	2,508,938,852	2,173,598,296
Subordinated debt	21	2,079,857,322	2,016,547,946
Deferred grants	22	59,683,566	63,433,566
Other liabilities	23	17,904,320,057	15,381,506,846
Total liabilities		203,463,580,265	175,969,859,835

NET ASSETS

12,172,736,281	9,415,290,418
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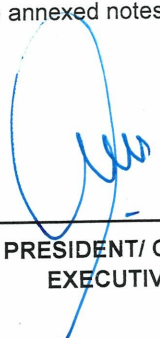
REPRESENTED BY:

Share capital	24	4,131,964,180	2,713,596,830
Share premium	24.2	2,756,882,650	-
Advance against issue of shares	25	1,408,000,000	4,175,250,000
Statutory reserve		1,442,227,823	1,166,278,556
Depositors' protection fund		619,920,882	506,446,596
(Deficit) / Surplus on fair value of assets	26	(34,286,795)	40,500,645
Unappropriated profit		1,848,027,541	813,217,791
		12,172,736,281	9,415,290,418
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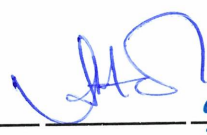
CONTINGENCIES AND COMMITMENTS

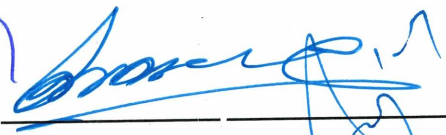
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The annexed notes 1 to 42 form an integral part of these condensed interim financial statements.


**PRESIDENT/ CHIEF
EXECUTIVE**


**CHIEF FINANCIAL
OFFICER**


CHAIRMAN


DIRECTOR


DIRECTOR

MOBILINK MICROFINANCE BANK LIMITED
CONDENSED INTERIM PROFIT & LOSS ACCOUNT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

		Quarter Ended		Period Ended	
		September 30, 2025	September 30, 2024	Year-to-Date September-25	Prior Year Period September-24
		-----Rupees-----			
	Note				
Markup / return / interest earned	28	16,209,697,122	14,112,769,163	46,864,237,216	39,632,168,885
Markup / return / interest expensed	29	(2,922,950,844)	(3,179,955,663)	(8,038,204,325)	(9,705,056,390)
Net markup / interest income		13,286,746,278	10,932,813,500	38,826,032,891	29,927,112,495
NON MARK-UP/ NON INTEREST INCOME					
Fee and commission income	30	5,415,966,775	3,724,180,727	15,201,457,026	10,123,592,332
Gain on securities		108,500	-	5,775,000	1,045,500
Foreign exchange income / (Loss)		(155,429)	3,366	(6,367,507)	3,975,228
Other income	31	272,392,025	(86,133)	424,984,046	528,680
Total non-markup / non interest income		5,688,311,871	3,724,097,960	15,625,848,565	10,129,141,740
Total income		18,975,058,149	14,656,911,460	54,451,881,456	40,056,254,235
NON MARK-UP/ NON INTEREST EXPENSES					
Operating expenses	32	(13,025,324,644)	(9,545,084,503)	(36,202,041,774)	(28,412,391,828)
Workers welfare fund		(14,783,478)	(18,218,906)	(43,791,834)	(41,286,553)
Other charges	33	20,000	-	(49,000)	(334,428)
Total non-markup / non-interest expenses		(13,040,088,122)	(9,563,303,409)	(36,245,882,608)	(28,454,012,809)
Profit before credit loss allowance		5,934,970,027	5,093,608,051	18,205,998,848	11,602,241,426
Credit loss allowance and write offs - net	34	(5,182,592,316)	(4,182,915,883)	(15,978,508,392)	(9,537,913,794)
PROFIT BEFORE TAXATION		752,377,711	910,692,168	2,227,490,456	2,064,327,632
TAXATION	35	(274,435,569)	(436,027,813)	(847,744,122)	(641,240,076)
PROFIT AFTER TAXATION		477,942,142	474,664,355	1,379,746,334	1,423,087,556
Basic Earnings per share	36	1.16	1.75	3.34	5.24
Diluted Earnings per share	37	1.02	1.75	2.94	5.24

The annexed notes 1 to 42 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 NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

	Quarter Ended September 30,		Period Ended September 30,	
	2025	2024	2025	2024
	-----Rupees-----			
Profit after taxation for the period	477,942,142	474,664,355	1,379,746,334	1,423,087,556
Other comprehensive loss 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	(60,248,361)	82,078,052	(122,602,361)	137,014,020
Related tax impact	23,496,861	(32,010,440)	47,814,921	(53,435,468)
	(36,751,500)	50,067,612	(74,787,440)	83,578,552
Total comprehensive income for the period transferred to equity	441,190,642	524,731,967	1,304,958,894	1,506,666,108

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PRESIDENT/ CHIEF EXECUTIVE	CHIEF FINANCIAL OFFICER	CHAIRMAN	DIRECTOR	DIRECTOR

MOBILINK MICROFINANCE BANK LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

		Period Ended September 30,	
		2025	2024
CASH FLOW FROM OPERATING ACTIVITIES:			
Profit Before Taxation		2,227,490,456	2,064,327,632
Adjustment for non cash items and other items:			
Depreciation on property and equipment		336,834,301	267,821,487
Depreciation on right-of-use assets	13	314,728,835	151,215,295
Amortization on intangible assets		248,160,058	86,255,830
Credit loss allowance and write offs - net	34	15,978,508,392	9,497,569,634
Provision for gratuity	32	107,173,918	73,021,893
Loss / (Gain) on disposal of operating fixed assets	31	713,005	(528,680)
Gain on disposal of securitites		(5,775,000)	(1,045,500)
Finance charges on subordinated debt	21	219,224,656	350,855,727
Borrowings	18	177,498,416	38,442,167
Finance charges on lease liability	20	272,649,499	118,792,561
		<u>17,649,716,080</u>	<u>10,582,400,414</u>
		19,877,206,536	12,646,728,046
(Increase) / Decrease in Operating Assets:			
Lendings to financial institutions	9	(4,803,624,740)	(7,311,638,374)
Advances		(28,677,910,378)	(16,428,264,661)
Others assets (excluding advance taxation)		(1,528,656,002)	2,541,215,511
		<u>(35,010,191,120)</u>	<u>(21,198,687,524)</u>
Increase / (Decrease) in Operating Liabilities:			
Bills payable		(146,060,312)	(78,320,814)
Borrowings	18	1,600,846,512	565,437,189
Gratuity Payable		(19,205,070)	-
Deposits and other accounts	19	23,080,183,911	11,297,884,780
Other liabilities (excluding taxation)		2,431,094,363	(522,153,224)
		<u>26,946,859,404</u>	<u>11,262,847,932</u>
		11,813,874,820	2,710,888,454
Surplus / (Deficit) on fair Value of assets			
Payments against off-balance sheet obligations			
Finance cost paid on short term borrowings		(136,461,240)	-
Finance cost paid on subordinated debt	29	(155,915,280)	(233,853,058)
Finance charges on lease liability	20	-	-
Income tax paid		(1,908,710,262)	(1,864,405,994)
		<u>(2,201,086,782)</u>	<u>(2,098,259,052)</u>
		9,612,788,038	612,629,402
Net cash flow from operating activities			
CASH FLOWS FROM INVESTING ACTIVITIES			
Net Investment in amortised cost securities		(146,751,927)	(8,223,935,717)
Net Proceeds from FVOCI securities		(928,357,861)	5,344,782,141
Net Investment in TDRs		(100,952,892)	(85,500,000)
Investment in Property and equipment	12	(338,301,486)	(209,510,760)
Investment in Intangible	14	(270,614,365)	(3,563,981)
Proceeds from sale of Property and equipment		17,739,175	1,775,412
		<u>(1,767,239,356)</u>	<u>(3,175,952,905)</u>
Net cash used in investing activities			
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment of lease liability	20	(261,264,023)	(163,632,761)
Payment of interest on borrowings		-	(2,219,102)
Advance Against issue of Share Capital		1,408,000,000	-
		<u>1,146,735,977</u>	<u>(165,851,864)</u>
Net cash flow from financing activities			
Net increase in cash and cash equivalents			
		8,992,284,659	(2,729,175,367)
Cash and cash equivalents at beginning of the year			
		72,286,356,932	44,728,560,504
Cash and cash equivalents at end of the year			
		<u>81,278,641,591</u>	<u>41,999,385,137</u>
Cash and cash equivalents comprise of the following:			
Cash and balances with SBP and NBP	7	7,677,572,765	8,846,039,431
Balances with other banks/NBFIs/MFBs		4,001,359,952	4,255,046,111
Investments with original maturity of less than three months		69,599,708,874	28,898,299,595
Lending to Financial Institutions		-	-
		<u>81,278,641,591</u>	<u>41,999,385,137</u>

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EXECUTIVE

CHIEF FINANCIAL
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CHAIRMAN

DIRECTOR

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MOBLINK MICROFINANCE BANK LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

CONDENSED INTERIM 3 MONTHS PERIOD ENDED SEPTEMBER 30, 2025									
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2025									
	Capital reserves					Revenue reserve			
	Share capital	Share premium	Advance Against Issue of Shares	Statutory reserve	Depositors Protection Fund	Surplus/(Deficit) on revaluation of Investments	Unappropriated Profit	Total	
Rupees									
Balance at January 01, 2024	2,713,596,830	-	-	1,166,278,566	431,879,951	(3,106,242)	2,674,762,084	6,983,411,179	
Profit for the period	-	-	-	-	-	-	1,423,087,556	1,423,087,556	
Other comprehensive income - net of tax	-	-	-	-	-	83,578,552	1,423,087,556	83,578,552	
Total comprehensive income for the period	-	-	-	-	-	83,578,552	1,423,087,556	(1,506,666,108)	
Transfers to statutory reserves	-	-	-	284,617,511	-	-	(284,617,511)	-	
Transfer to Depositors protection fund	-	-	-	-	71,154,378	-	(71,154,378)	-	
- 5% of the profit after tax for the period	-	-	-	-	57,486,978	-	(71,154,378)	57,486,978	
- return on investments	-	-	-	-	128,651,356	-	-	-	
Transactions with owners, recorded directly in equity	-	-	-	-	-	-	-	-	
Advance against issue of shares	-	-	-	-	-	-	-	-	
Closing Balance as at September 30, 2024	2,713,596,830	-	-	1,450,896,067	560,531,307	80,472,310	3,742,077,751	8,547,574,265	
Opening Balance as at October 01, 2024	2,713,596,830	-	-	1,450,896,067	560,531,307	80,472,310	3,742,077,751	8,547,574,265	
Loss for the period	-	-	-	-	-	(39,971,665)	(39,971,665)	(3,255,785,359)	
Other comprehensive income - net of tax	-	-	-	-	-	(28,846,490)	(28,846,490)	(68,818,155)	
Total comprehensive loss for the period	-	-	-	-	-	(39,971,665)	(39,971,665)	(3,324,603,514)	
Transfers to statutory reserves - Reversal of reserves	-	-	-	(284,617,511)	-	-	284,617,511	-	
Transfer to Depositors protection fund	-	-	-	-	(71,154,378)	-	71,154,378	17,069,667	
- 5% of the profit after tax for the period (reversal of 6-months period)	-	-	-	-	17,069,667	-	-	17,069,667	
- return on investments	-	-	-	-	(54,084,711)	-	-	-	
Transactions with owners, recorded directly in equity	-	-	-	-	-	-	-	-	
Advance against issue of shares	-	-	-	4,175,250,000	-	-	-	4,175,250,000	
Balance at December 31, 2024	2,713,596,830	-	-	4,175,250,000	1,166,278,556	40,500,645	813,217,791	9,415,290,418	
Opening Balance as at January 01, 2025	2,713,596,830	-	-	4,175,250,000	1,166,278,556	40,500,645	813,217,791	9,415,290,418	
Profit for the period	-	-	-	-	506,446,596	40,500,645	1,379,746,334	1,379,746,334	
Other comprehensive income - net of tax	-	-	-	-	-	(74,787,440)	(74,787,440)	(74,787,440)	
Total comprehensive income for the year	-	-	-	-	275,949,267	-	1,379,746,334	1,304,958,894	
Transfers to statutory reserves	-	-	-	-	-	-	-	-	
Transfer to Depositors protection fund	-	-	-	-	68,987,317	-	(68,987,317)	44,486,969	
- 5% of the profit after tax for the period	-	-	-	-	44,486,969	-	-	44,486,969	
- return on investments	-	-	-	-	113,474,266	-	(68,987,317)	-	
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 September 30, 2025	4,131,964,180	2,756,882,650	1,408,000,000	1,442,227,823	619,920,882	(34,286,795)	1,848,027,541	12,172,736,281	

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PRESIDENT/ CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

CHAIRMAN

DIRECTOR

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MOBILINK MICROFINANCE BANK LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

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 has one branch in Muzaffarabad AJK.

The Bank has 114 business locations / operational branches (including 1 in Muzaffarabad AJK)(2024: 113 business locations / operational branches including 1 in Muzaffarabad AJK). 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. Under the Branchless Banking license from the SBP the Bank is also offering Branchless Banking Services. During the current period, the Bank modified its arrangement for these services. It now operates under a tripartite agreement with Pakistan Mobile Communications Limited (PMCL) and JC Fintech (Private) Limited (JCFL).

During the period, 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, 2025.

2 BASIS OF PREPARATION

These financial statements have been in accordance with the SBP BPRD circular no. 3 of 2023 dated February 09, 2023.

2.1 STATEMENT OF COMPLIANCE

These 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 Accounting Standard (IAS) 34 Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;
- 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 disclosures made in this financial information have been limited and prepared, in accordance with the requirements of the International Accounting Standard 34 - 'Interim Financial Reporting'. The financial information does not include all the information and disclosure in the annual audited financial statements, and should be read in conjunction with the annual audited financial statements for the year ended December 31, 2024.

- 2.3** During the period, the Agriculture Credit & Financial Inclusion Department of State Bank of Pakistan (SBP) via circular no 01. Of 2025 dated May 16, 2025 issued revised prudential regulations (PRs) for microfinance banks. These revisions are made to align with the evolving business environment, the revised regulations consolidate previous circulars and set out updated minimum benchmarks in key areas including governance, operations, consumer protection, and risk management, with the aim of promoting financial stability and long-term sustainability of MFBs. The revised PRs also impose new changes in governance, operations and compliances accordingly. The Bank has updated its internal frameworks to ensure compliance with the revised regulatory requirements.
- 2.4** The Bank received in principal approval for Islamic Banking in 2025, subsequently bank has submitted formal application for Islamic Banking License to State Bank of Pakistan (SBP) and has allocated Rs. 200 million specifically for its Islamic Microfinance Division (IMD). The commencement of IMD's commercial operations is subject to securing license from SBP.

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 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, 2024, except for the following:

4.1 Expected credit loss - Days past due criteria

During the period, the State Bank of Pakistan issued revised prudential regulations for microfinance banks. One of such changes was made to the days past due (DPDs) criteria for non performing loans. The DPDs for most portfolios were extended, therefore, impacting the provisions accordingly. Since, the change reflects a change in estimates and the effect of such change is considered prospectively.

Classification based on DPDs under new prudential regulations

	General	DPD Criteria		
		Housing	Enterprise	Other
Performing loans	30-59	90-179	90-179	90-179
Non performing loans				
Substandard	60-89	180-364	180-364	60-89
Doubtful	90-179	365-729	365-544	365-544
Loss	180-209	730-1944	545-1214	545-1944
Write off	'=>210	'=>1945	'=>1215	'=>1945

Classification based on DPDs under previous prudential regulations

	DPD Criteria
Performing loans	All Loans
Non performing loans	<=59
Substandard	60-89
Doubtful	90-179
Loss	180 or more
The impact of this change has been carried out and such effect has not been deemed material.	

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

The following amendments are either not relevant to the Bank's operations or are not expected to have significant impact on the Bank's financial statements other than certain additional disclosures.

- Amendments to IFRS 16 'Leases' – Clarification on how seller-lessee subsequently measures sale and leaseback transactions
- Amendments to IAS 1 'Presentation of Financial Statements' – Classification of liabilities as current or non-current along with Non-current liabilities with Covenants
- Amendments to IAS 7 'Statement of Cash Flows' and 'IFRS 7 'Financial instruments disclosures' - Supplier Finance Arrangements

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

The following standards 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 Bank's operations or are not expected to have significant impact on the Bank's financial statements other than certain additional disclosures.

	Effective from Accounting period beginning on or after
IFRS 17 – Insurance Contracts (including the June 2020 and December 2021 Amendments to IFRS 17)	January 01, 2026
IFRS 7 – Financial Instruments: Disclosures	January 01, 2026
Amendments IFRS 9 'Financial Instruments' and IFRS 7 'Financial instruments disclosures' – 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 IFRS 9 'Financial Instruments' and IFRS 7 'Financial instruments disclosures' – Contracts Referencing Nature-dependent Electricity	January 01, 2026

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 18 – Presentation and Disclosures in Financial Statements
- IFRS 19 – Subsidiaries without Public Accountability: Disclosures

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, 2024.

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, 2024.

		September 30, 2025	December 31, 2024
		(Un-audited)	(Audited)
Note		----- Rupees -----	
7 CASH AND BALANCES WITH TREASURY BANKS			
Cash in hand - Local currency		2,277,873,358	2,668,178,233
With State Bank of Pakistan in			
- Local currency current account	7.1	5,361,456,821	8,849,779,859
With National Bank of Pakistan in			
- Local currency current account		38,242,586	15,460,964
		7,677,572,765	11,533,419,056

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, 2024: 5%) of the Bank's demand deposits and time deposits with tenor of less than one year.

		September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Note		----- Rupees -----	
8 BALANCES WITH OTHER MFBS / BANKS / NBFIS			
<i>In Pakistan</i>			
- In current accounts - Local currency		47,907,630	514,425,705
- In deposit account - Local currency	8.1	3,756,851,841	10,284,354,184
- In Term deposit account - Local currency	8.2	262,509,892	173,850,000
		4,067,269,363	10,972,629,889
Accrued Markup		94,993,481	250,802,355
		4,162,262,844	11,223,432,244

8.1 These carry markup ranging from 8.00% to 11.40% (2024: 13.50% to 16.00%).

8.2 These carry markup ranging from 9.00% to 10.50% (2024: 10.00% to 17.00%).

		September 30, 2025	December 31, 2024
		(Un-audited)	(Audited)
Note		----- Rupees -----	
9 LENDING TO FINANCIAL INSTITUTIONS			
Repurchase agreement lending's (Reverse repo)	9.1	16,552,458,026	11,748,833,286

9.1 Lending to Financial Institutions - Particulars of credit loss allowance

September 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
Lending	Credit loss allowance	Lending	Credit loss allowance
----- Rupees -----		----- Rupees -----	
Stage 1	16,552,458,026 -	11,748,833,286 -	

9.2 These are secured against underlying Market Treasury Bills. 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:

- Saudi Pak Agriculture and Industrial Company Limited at the rate of 10.70% amounting to Rs. 2.7 billion (face value of collateral Rs. 2.7 billion) with maturity date of October 20, 2025.
- NBP at the rate of 10.30% amounting to Rs. 2.95 billion (face value of collateral 3.00 billion) with maturity date of October 17, 2025.
- Habib Bank Limited at the rate of 10.90% amounting to Rs. 1.999 billion (face value of collateral Rs. 2.00 billion) with maturity date of October 03, 2025.
- MCB Bank Limited at the rate of 10.90% amounting to Rs. 2.93 billion (face value of collateral Rs. 3.00 billion) with maturity date of October 03, 2025.
- Askari Bank Limited at the rate of 10.40% amounting to Rs. 2.00 billion (face value of collateral 2.00 billion) with maturity date of October 17, 2025.
- HBL Microfinance Bank at the rate of 10.75% amounting to Rs. 1.48 billion (face value of collateral Rs. 1.50 billion) with maturity date of October 22, 2025.
- BOP at the rate of 11.50% amounting to Rs. 2.447 billion (face value of collateral Rs. 2.50 billion) with maturity date of October 01, 2025.

9.3 Securities held as collateral against lending to financial institutions

	September 30, 2025			December 31, 2024		
	Held by Bank	Further given as collateral	Total	Held by Bank	Further given as collateral	Total
	(Un-audited)			(Audited)		
	Rupees -----			Rupees -----		
Market Treasury Bills / Pakistan Investment Bonds	16,700,000,000	-	16,700,000,000	12,000,000,000	-	12,000,000,000

Note	September 30, 2025				December 31, 2024			
	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
	(Un-audited)				(Audited)			
	Rupees -----				Rupees -----			

10 INVESTMENTS

Investments by type:

Classified as Fair Value Through Other

Comprehensive Income

Federal Government Securities

Market Treasury Bills	10.1	72,504,923,363	-	(46,896,861)	72,458,026,502	53,304,326,502	-	66,394,500	53,370,721,002
Pakistan Investment Bonds		1,662,603,000	-	(9,311,000)	1,653,292,000	-	-	-	-
Classified as Amortized cost									
Market Treasury Bills	10.2	502,413,879	-	-	502,413,879	421,019,132	-	-	421,019,132
Pakistan Investment Bonds	10.3	7,749,033,850	-	-	7,749,033,850	7,558,003,459	-	-	7,558,003,459
Total Investments		82,418,974,092	-	(56,207,861)	82,362,766,231	61,283,349,093	-	66,394,500	61,349,743,593

10.1 These represent securities with maturity period of three to six months. Investment made during the period carry markup at the rates ranging between 10.55% to 10.8739% (2024: 11.65% to 19.25%) per annum.

10.2 These represent securities held for Depositor Protection Fund which have a maturity period of up to three months. These carry markup at the rates to 10.7503% (2024: 17.20% to 17.35%) per annum.

10.3 Securities amounting to Rs 6.26 billion, Rs 1.49 billion and Rs. 1.65 billion having maturity on 06-May-2026, 04-July-2026 and 17-July-2027 respectively. Investment made during the period carry markup at the rates ranging between 11.68% to 12.00% (2024: 12.00% to 13.34%) per annum.

10.4 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		Stage 2	
September 30, 2025 (Un-audited)	December 31, 2024 (Audited)	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Rupees -----			

Micro credit
-Secured against gold
-Unsecured
Income markup/ accrued
Advances - Gross

Credit loss allowance against advances
- Stage 1
- Stage 2
- Stage 3
General Provision

Advances - net of credit loss allowance

11.1 Advances - Particulars of credit loss allowance

11.1.1 Advances - Exposure

Gross carrying amount
New Advances
Advances derecognized or repaid
Transfer to stage 1
Transfer to stage 2
Transfer to stage 3

Change in exposure
Total movement in advances - exposure
Amounts written-off
Closing balance

11.1.2 Advances - Credit loss allowance

Credit loss allowance opening balance
New Advances
Advances derecognized or repaid
Transfer to stage 1
Transfer to stage 2
Transfer to stage 3
Change in exposure
Total provision charged for the period / year
Amounts written off
General Provision
Credit loss allowance closing balance

September 30, 2025 (Un-audited)		September 30, 2025 (Un-audited)		September 30, 2025 (Un-audited)		September 30, 2025 (Un-audited)	
Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Rupees -----							
72,231,000.487	4,944,689.427	9,665,565.804	86,841,255.718	72,231,000.487	4,944,689.427	9,665,565.804	86,841,255.718
73,566,667.686	-	-	73,566,667.686	73,566,667.686	-	-	73,566,667.686
(49,506,396.349)	(364,815.534)	(303,227.450)	(50,174,439.341)	(49,506,396.349)	(364,815.534)	(303,227.450)	(50,174,439.341)
(11,203,697.253)	9,760,876.809	1,442,818.444	-	(11,203,697.253)	9,760,876.809	1,442,818.444	-
10,609,208	(521,524.543)	510,915.334	-	10,609,208	(521,524.543)	510,915.334	-
41,163,238	54,570.613	(95,733.851)	-	41,163,238	54,570.613	(95,733.851)	-
12,908,346.530	8,929,109.345	1,554,772.470	23,392,228.345	12,908,346.530	8,929,109.345	1,554,772.470	23,392,228.345
6,469,610.992	603,347.758	(572,982.338)	5,293,480.896	6,469,610.992	603,347.758	(572,982.338)	5,293,480.896
19,378,157.522	8,325,761.587	981,790.132	28,685,709.241	19,378,157.522	8,325,761.587	981,790.132	28,685,709.241
(12,330,664.290)	(98,777.571)	(83,672.388)	(12,513,114.249)	(12,330,664.290)	(98,777.571)	(83,672.388)	(12,513,114.249)
79,278,493.719	13,171,673.443	10,563,683.548	103,013,850.710	79,278,493.719	13,171,673.443	10,563,683.548	103,013,850.710
September 30, 2025 (Un-audited)							
Rupees -----							
3,309,408.948	2,333,313.121	6,266,373.547	11,909,095.616	3,309,408.948	2,333,313.121	6,266,373.547	11,909,095.616
10,598,694.087	-	-	10,598,694.087	10,598,694.087	-	-	10,598,694.087
2,577,880.500	180,991.374	362,272.111	3,301,144.984	2,577,880.500	180,991.374	362,272.111	3,301,144.984
(4,124,960.318)	3,062,892.505	1,062,067.813	-	(4,124,960.318)	3,062,892.505	1,062,067.813	-
583,089	(390,043.792)	389,460.703	-	583,089	(390,043.792)	389,460.703	-
3,326,658	19,912.027	(23,238.686)	-	3,326,658	19,912.027	(23,238.686)	-
9,235,524.016	2,873,752.114	1,790,562.542	13,899,838.671	9,235,524.016	2,873,752.114	1,790,562.542	13,899,838.671
1,963,462.807	(232,240.911)	155,246.686	1,886,468.582	1,963,462.807	(232,240.911)	155,246.686	1,886,468.582
11,198,986.823	2,641,511.203	1,945,809.228	15,786,307.253	11,198,986.823	2,641,511.203	1,945,809.228	15,786,307.253
(12,330,664.290)	(98,777.571)	(83,672.388)	(12,513,114.249)	(12,330,664.290)	(98,777.571)	(83,672.388)	(12,513,114.249)
200,000.000	-	-	-	200,000.000	-	-	-
2,377,731.482	4,876,046.754	8,128,510.387	15,382,288.623	2,377,731.482	4,876,046.754	8,128,510.387	15,382,288.623

Non-Performing		Total	
September 30, 2025 (Un-audited)	December 31, 2024 (Audited)	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Rupees -----			

156,635,215 164,329,999 42,483,704,845 30,670,657,391
10,407,048,334 9,501,235,805 46,130,316,315 43,802,011,367
- - 14,399,829,551 12,368,566,960
10,563,683,549 9,665,565,804 103,013,850,711 86,841,255,718
8,128,510,387 6,266,373,547 2,177,731,482 3,309,408,948
- - 4,876,046,754 2,333,313,121
8,128,510,387 6,266,373,547 8,128,510,387 6,266,373,547
200,000.000
8,128,510,387 6,266,373,547 15,382,288,623 11,909,095,616
2,435,173,162 3,399,192,257 87,631,562,086 74,932,160,102

December 31, 2024 (Audited)		December 31, 2024 (Audited)		December 31, 2024 (Audited)		December 31, 2024 (Audited)	
Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Rupees -----							
68,563,496,635	2,989,855,484	5,355,842,736	76,909,196,855	61,184,044,048	(833,261,932)	-	61,184,044,048
(42,160,674,180)	(74,998,671)	(54,754,194)	(42,993,627,045)	(42,160,674,180)	(74,998,671)	(54,754,194)	(42,993,627,045)
129,752,865	1,859,946,221	(12,551,847)	1,987,947,239	129,752,865	1,859,946,221	(12,551,847)	1,987,947,239
(1,847,394,374)	(952,473,651)	3,927,329,865	2,127,461,840	(1,847,394,374)	(952,473,651)	3,927,329,865	2,127,461,840
14,330,672,145	(788,033)	3,135,612,190	17,465,496,302	14,330,672,145	(788,033)	3,135,612,190	17,465,496,302
(5,515,303,161)	2,750,580,696	9,376,172,097	6,611,449,632	(5,515,303,161)	2,750,580,696	9,376,172,097	6,611,449,632
8,815,368,984	2,749,792,663	12,511,784,287	24,076,945,934	8,815,368,984	2,749,792,663	12,511,784,287	24,076,945,934
(5,147,867,132)	(794,958,720)	(8,202,061,219)	(14,144,887,071)	(5,147,867,132)	(794,958,720)	(8,202,061,219)	(14,144,887,071)
72,231,000.487	4,944,689.427	9,665,565.804	86,841,255.718	72,231,000.487	4,944,689.427	9,665,565.804	86,841,255.718
December 31, 2024 (Audited)							
Rupees -----							
1,997,704,400	628,482,468	3,472,963,375	6,099,150,243	1,997,704,400	628,482,468	3,472,963,375	6,099,150,243
5,174,458,630	-	-	5,174,458,630	5,174,458,630	-	-	5,174,458,630
(85,460,351)	(23,386,653)	(137,323,598)	(246,170,602)	(85,460,351)	(23,386,653)	(137,323,598)	(246,170,602)
73,891,262	(40,911,779)	(32,979,493)	-	73,891,262	(40,911,779)	(32,979,493)	-
(68,794,265)	76,920,053	(8,125,787)	-	(68,794,265)	76,920,053	(8,125,787)	-
(73,377,870)	(284,915,570)	358,293,440	-	(73,377,870)	(284,915,570)	358,293,440	-
5,020,717,406	(272,293,949)	179,864,572	4,928,288,028	5,020,717,406	(272,293,949)	179,864,572	4,928,288,028
1,438,854,274	2,772,083,322	10,815,606,819	15,026,544,415	1,438,854,274	2,772,083,322	10,815,606,819	15,026,544,415
6,489,571,680	2,499,789,373	10,995,471,391	19,984,832,443	6,489,571,680	2,499,789,373	10,995,471,391	19,984,832,443
(5,147,867,132)	(794,958,720)	(8,202,061,219)	(14,144,887,071)	(5,147,867,132)	(794,958,720)	(8,202,061,219)	(14,144,887,071)
3,309,408,948	2,333,313,121	6,266,373,547	11,909,095,616	3,309,408,948	2,333,313,121	6,266,373,547	11,909,095,616

11.1.3 Advances - Credit loss allowance details

September 30, 2025 (Un-audited)

December 31, 2024 (Audited)

Stage 1

Stage 2

Stage 3

Total

Stage 1

Stage 2

Stage 3

Total

Internal / external rating / stage classification

Outstanding gross exposure

Performing

Under Performing

Other assets especially mentioned

Non - Performing

Substandard

Doubtful

Loss

Total

Corresponding credit loss allowance

Stage 1

Stage 2

Stage 3

11.2 Particulars of write offs

Written off during the period / year

Directly charged to profit and loss account

79,278,493,719	13,171,673,443	10,563,683,549	103,013,850,711	72,231,000,487	4,944,689,427	9,665,565,804	86,841,255,718
79,278,493,719	-	-	79,278,493,719	72,231,000,487	-	-	72,231,000,487
-	13,171,673,443	-	13,171,673,443	-	4,944,689,427	-	4,944,689,427
-	-	2,912,197,094	2,912,197,094	-	-	1,274,050,369	1,274,050,369
-	-	2,454,190,345	2,454,190,345	-	-	1,808,982,553	1,808,982,553
-	-	5,197,296,110	5,197,296,110	-	-	6,582,532,882	6,582,532,882
-	-	10,563,683,549	10,563,683,549	-	-	9,665,565,804	9,665,565,804
79,278,493,719	13,171,673,443	10,563,683,549	103,013,850,711	72,231,000,487	4,944,689,427	9,665,565,804	86,841,255,718
2,377,731,481	-	-	2,377,731,481	3,309,408,948	-	-	3,309,408,948
-	4,876,046,753	-	4,876,046,753	-	2,333,313,121	-	2,333,313,121
-	-	8,128,510,387	8,128,510,387	-	-	6,266,373,547	6,266,373,547
2,377,731,481	4,876,046,753	8,128,510,387	15,382,288,621	3,309,408,948	2,333,313,121	6,266,373,547	11,909,095,616

September 30, 2025	December 31, 2024 (Audited)
11.1.2	11.1.2
(12,513,114,249)	(14,144,887,071)
(12,513,114,249)	(14,144,887,071)

September 30, December 31,
2025 2024

(Un-audited) (Audited)

Note

12 PROPERTY AND EQUIPMENT

Capital work in progress
Property and equipment

12.1
12.2

12.1 Capital work in progress

Civil works
Advances to suppliers and contractors

12.2 Additions

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

Capital Work in progress - net

(35,439,272) 227,858,763

Property and Equipment

Electrical, office and computer equipment
Furniture and fixture
Vehicles
Leasehold improvements

150,080,339	616,754,906
66,478,606	91,235,664
409,123	18,075,841
156,194,353	45,945,301
373,162,421	772,011,712
337,723,149	999,870,475

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
Furniture and fixture
Leasehold improvements

Total

1,464,345	690,103
2,951,398	100,094
14,036,436	4,677,019
18,452,180	5,467,216

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

13 RIGHT-OF-USE ASSETS

At January 01,
Cost
Accumulated depreciation
Net carrying amount

Buildings	Vehicles	Total	Buildings	Vehicles	Total
2,710,819,186	155,255,830	2,866,075,016	1,542,437,827	-	1,542,437,827
(772,367,475)	(9,110,640)	(781,478,115)	(702,756,793)	-	(702,756,793)
1,938,451,711	146,145,190	2,084,596,901	839,681,034	-	839,681,034

For the period / year movement
Additions during the period/ year
Depreciation charge for the period/ year
Deletions during the period/ year
- Cost
- Accumulated depreciation

364,739,017	15,121,397	379,860,414	1,368,530,764	155,255,830	1,523,786,594
(285,114,351)	(29,614,484)	(314,728,835)	(269,760,087)	(9,110,640)	(278,870,727)
(30,817,191)	(34,154,779)	(64,971,970)	(200,149,405)	-	(200,149,405)
24,890	9,041,746	9,066,636	200,149,405	-	200,149,405
48,832,365	(39,606,121)	9,226,245	1,098,770,677	146,145,190	1,244,915,867
1,987,284,076	106,539,069	2,093,823,146	1,938,451,711	146,145,190	2,084,596,901

Net carrying amount at period end

14 INTANGIBLE ASSETS
Capital work in progress
Computer software

14.1 Additions to intangible assets
The following additions have been made to intangible assets during the period:
Directly purchased
Capital work in progress

September 30, 2025		December 31, 2024	
(Un-audited)		(Audited)	
----- Rupees -----		----- Rupees -----	
347,272,000	615,890,424	120,171,483	203,844,289
775,908,842	484,836,111	419,117,866	684,524,592
1,123,180,842	1,100,726,535	539,289,349	888,368,881

	Note	September 30, 2025	December 31, 2024
		(Un-audited)	(Audited)
		----- Rupees -----	
15 DEFERRED TAX ASSET			
<i>Deductible temporary differences on:</i>			
Provision against non-performing advances		5,956,511,584	4,606,277,012
Provision for gratuity		136,227,395	101,919,545
Lease liabilities		937,144,897	847,703,336
Right of use assets		(816,591,026)	(812,992,791)
Intangible assets		(67,095)	666,797
Property and equipment		-	-
		6,213,225,755	4,743,573,899
<i>Taxable temporary differences on:</i>			
Surplus on revaluation of investments		41,341,255	(21,600,194)
Property and equipment		(250,989)	(25,893,855)
		41,090,266	(47,494,049)
		6,254,316,021	4,696,079,850

	Note	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
----- Rupees -----			
16 OTHER ASSETS			
Advances, deposits and prepayments		1,368,473,500	1,046,969,612
Receivable from related parties	16.1	976,163,459	640,535,805
ATM cards / printed stationary		82,288,619	134,422,204
Receivables from State Bank of Pakistan	16.2	367,279,255	331,337,870
Receivable from 1Link		-	1,255,171,948
Receivable against RAAST		1,304,001,289	-
Advance tax		66,161,163	515,616,273
Deferred employee benefits		-	389,763,023
Others		1,889,221,176	660,570,834
		6,053,588,461	4,974,387,569

16.1 Receivable from related parties

Pakistan Mobile Communications Limited (PMCL)	-	596,398,014
JC Fintech (Private) Limited (JCFL)	901,880,351	-
Jazz cash (Private) Limited	74,221,088	44,118,134
Veon Limited (Ultimate Parent Company)	62,020	19,657

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.

	Note	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
17 Bills payable		----- Rupees -----	
In Pakistan		472,213,476	618,273,788

	Note	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		----- Rupees -----	
18 Borrowings			
Secured			
Borrowings from State Bank of Pakistan			
Long term facility	18.1	1,439,335,155	686,504,767
Finance cost on Long term facility		45,670,384	73,331,876
Borrowings from Other Banks / Financial Institutions			
Short term facility	18.2	921,348,000	-
Finance cost on Short term facility- Net of Payments		1,460,047	6,093,255
		<u>2,407,813,586</u>	<u>765,929,898</u>

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 September 30, 2025 the facility was utilized Rs. 921.35 million (2024: Nil).

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-2025. 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 September 30, 2025 the facility was not utilized (2024: Nil).

19 DEPOSITS AND OTHER ACCOUNTS

Customers

Current Deposits
Savings Deposits
Term deposits

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

96,970,046,749	86,135,222,010
67,919,515,560	48,486,849,377
10,983,558,438	14,483,927,422
<u>175,873,120,748</u>	<u>149,105,998,809</u>

Financial Institutions

Current Deposits
Savings Deposits
Term deposits

133,579,969	414,286,108
1,014,052,689	1,029,036,798
1,010,000,000	4,401,247,780
<u>2,157,632,658</u>	<u>5,844,570,686</u>

<u>178,030,753,406</u>	<u>154,950,569,495</u>
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	Note	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
----- Rupees -----			
20 LEASE LIABILITIES			
At January 01		2,173,598,296	934,888,295
<i>Additions during the period / year:</i>			
Buidlings		364,739,017	1,368,530,764
Vehicles	20.1	15,121,397	155,255,830
Adjustment in Lease liability		(21,428,630)	-
Interest Expense		272,649,499	224,941,713
Payment		(295,740,727)	(510,018,306)
At September 30		<u>2,508,938,852</u>	<u>2,173,598,296</u>

- 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	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
----- Rupees -----			
21 SUBORDINATED DEBT			
Opening	21.1	2,016,547,946	2,029,849,186
<i>Finance Cost:</i>			
Finance cost on subordinated debt		219,224,656	455,428,320
Payment during the period / year		(155,915,280)	(468,729,560)
		<u>2,079,857,322</u>	<u>2,016,547,946</u>

- 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. The fair value has therefore been determined to be equal to the carrying amount. This represents a Level 2 fair value measurement under IFRS 13.

		September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		----- Rupees -----	
22 DEFERRED GRANTS			
Opening balance		63,433,566	2,595,000
Grant received during the period / year	22.1	74,169,612	71,181,873
Grant recognised as Income during the period / year		(77,919,612)	(10,343,307)
Closing balance		<u>59,683,566</u>	<u>63,433,566</u>

22.1 This represents the difference between the settlement amount and fair value of Long term facility extended by the state bank of Pakistan during the period, amounting to Rs 74.17 million and remaining balance of the previous grant of the state bank amounting to Rs 59.69 million.

		September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		----- Rupees -----	
23 OTHER LIABILITIES			
Accrued expenses	23.1	3,747,419,495	2,291,543,854
Payable to related parties	23.2	4,506,298,060	2,232,110,635
Defined benefit obligation		349,301,014	261,332,166
Taxes and levies withheld		1,734,076,063	1,004,803,199
Payable to suppliers	23.4	1,775,777,798	1,649,269,148
Bills collected for settlement through NADRA		304,930,029	87,479,372
1-Link Payable		769,826,635	-
RAAST payable		-	920,670,423
Remittances	23.5	2,784,178,346	3,051,265,046
Payable to Merchants and others		1,231,852,375	3,673,046,888
Others		700,660,242	209,986,115
		<u>17,904,320,057</u>	<u>15,381,506,846</u>

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

		September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		----- Rupees -----	
23.2 Payable to related parties			
Payable to related parties - PMCL		655,137,611	1,791,682,244
Payable to related parties - JCFL		3,446,080,747	-
Payable to related parties - JCPL		53,054,261	88,402,950
Payable to related parties - VEON		352,025,441	352,025,441
		<u>4,506,298,060</u>	<u>2,232,110,635</u>

		September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		----- Rupees -----	
23.3 Tax payable			
Opening balance		-	1,039,694,736
Tax paid		-	(1,039,694,736)
Provision for taxation	35	2,381,662,234	-
Advance tax paid		(2,381,662,234)	-
Closing balance		<u>-</u>	<u>-</u>

23.4 This includes Rs 18.6 million (2024: Rs 88.99 million) payable to a related party PMCL.

23.5 This includes Rs.2.12 billion (2024: Rs 2.02 billion) related to uncollected remittances.

		September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		----- Rupees -----	
24 SHARE CAPITAL			
Authorized capital			
	2025 Numbers	2024 Numbers	
	<u>1,360,000,000</u>	<u>360,000,000</u>	<u>13,600,000,000</u> <u>3,600,000,000</u>
<i>Ordinary shares of Rs. 10 each.</i>			
Issued, subscribed and paid-up capital			
	<u>413,196,418</u>	<u>271,359,683</u>	<u>4,131,964,180</u> <u>2,713,596,830</u>
<i>Fully paid in cash of Rs. 10 each.</i>			

24.1 Veon Microfinance Holdings B.V (VMH) is the holding company controlling 413,196,413 i.e. 99.99% shares (2024: 271,359,678 i.e. 99.99%). Each share of the company has equal voting right and power. The bank has increased its authorized share capital by Rs 10 billion by passing a special resolution.

24.2 During the period, the Bank converted the Advance Against Issue of Right Shares into ordinary shares. A total of 141,836,735 ordinary shares were allotted on June 26, 2025, against the said advance. These shares have been credited to the respective shareholders' CDC (Central Depository Company) accounts. Following this allotment, the total number of issued ordinary shares increased from 271,359,413 to 413,196,148. Each share was converted at par value of Rs. 10, whereas the effect of above par conversion has been taken to share premium, resulting in a balance of Rs. 2,756,882,650. Therefore, the amount against advance for shares has been fully utilized.

	Note	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		----- Rupees -----	
25 ADVANCE AGAINST ISSUE OF SHARES	25.1	<u>1,408,000,000</u>	<u>4,175,250,000</u>

25.1 In 2024, the Bank received an advance against proposed right issue amounting to Rs. 4.18 billion, with shares to be issued at a premium of Rs. 19.40 per share, fully subscribed by the Bank's parent company, Veon Microfinance Holdings B.V. Subsequently, this advance was converted into equity through the issuance of 141,836,735 ordinary shares, which were allotted on June 26, 2025, and credited to the shareholder's CDC account. As a result, the total number of issued shares increased to 413,196,148 and the paid-up capital of the Bank increased to Rs. 6.89 billion. During the period, shares and share premium has been allotted against this amount received. Further, during this quarter, the Bank received an advance against Right Issue amounting to Rs 1.4 Billion. The shares are to be issued at a premium of Rs 15 per share and would be fully subscribed by the Bank's parent company Veon Microfinance Holdings B.V.

	Note	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		----- Rupees -----	
26 (DEFICIT) / SURPLUS ON FAIR VALUE OF ASSETS			
<i>Fair Value (deficit) / surplus on revaluation of</i>			
- FVOCI - debt	10.1	(56,207,861)	66,394,500
<i>Deferred tax on surplus / (deficit) on revaluation of:</i>			
- FVOCI - debt		21,921,066	(25,893,855)
		<u>(34,286,795)</u>	<u>40,500,645</u>

	Note	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
----- Rupees -----			
27 CONTINGENCIES AND COMMITMENTS			
Guarantees	27.1	599,214,710	443,957,947
		<u>599,214,710</u>	<u>443,957,947</u>
27.1 Financial guarantees			
Bank guarantee	27.1.1	493,720,722	339,410,197
Standby letter of guarantee	27.1.2	105,493,988	104,547,750
		<u>599,214,710</u>	<u>443,957,947</u>

27.1.1 This mainly includes Bank guarantees issued by the Bank to Pakistan Railway amounting to Rs.100 million against the online payment processing services, Nutrition Conditional Cash Transfer (H&N CCT) program Reform Support Unit to Rs 80 million against Disbursement of Girls Stipend in Public Schools Across Sindh, Rs. 75 million against Punjab Social Protection Authority, Benazir income support program amounting to Rs. 60 million and Rs. 48.50 million pertaining to Directorate Animal Husbandry Sindh.

27.1.2 This represents letter of guarantee issued by the Bank to M/s Visa and Master Card International amounting to USD 75,000 and USD 300,000 respectively for interbank settlement. The amounts are 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 various litigations with tax authorities on different forums including litigations such as sales tax and FED. Rs.19.48 million and Rs. 41.66 million related to Sales Tax demands for the years 2019 and 2018 which are still under appeal before the ATIR and Commissioner inland revenue. 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 (including penalty of Rs.0.27 million) and default surcharge (to be calculated at the time of payment) . 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.

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	September 30, 2025 (Un-audited) ----- Rupees -----	September 30, 2024 (Un-audited) ----- Rupees -----
28 MARKUP / RETURN / INTEREST EARNED			
Loans and advances	28.2	37,798,349,446	30,838,657,114
Investments		6,577,879,891	5,540,640,084
Balances with other MFBs / banks / NBFIs		550,672,004	1,343,639,613
Lendings to financial institutions		1,937,335,875	1,909,232,074
		<u>46,864,237,216</u>	<u>39,632,168,885</u>
28.1 Interest income (calculated using effective interest rate method) recognised			
Financial assets measured at amortised cost;		41,057,626,716	34,525,575,860
Financial assets measured at FVOCI.		5,806,610,500	5,106,593,025
		<u>46,864,237,216</u>	<u>39,632,168,885</u>
28.2 This includes markup income on Nano loans amounting to Rs.25,389 million (2024: Rs 17,952 million)			
	Note	September 30, 2025 (Un-audited) ----- Rupees -----	September 30, 2024 (Un-audited) ----- Rupees -----
29 MARK-UP / RETURN / INTEREST EXPENSED			
Deposits		7,368,831,754	9,196,965,935
Subordinated debt		219,224,656	350,855,727
Borrowings		177,498,416	38,442,167
Lease liabilities		272,649,499	118,792,561
		<u>8,038,204,325</u>	<u>9,705,056,390</u>
29.1 Interest expense calculated using effective interest rate method		<u>8,038,204,325</u>	<u>9,705,056,390</u>
30 FEE AND COMMISSION INCOME			
Branchless banking income	30.1	13,664,968,300	9,135,241,661
Commission from insurance companies		803,888,369	109,467,707
Loan processing fee		282,904,575	396,975,729
Others		449,695,782	481,907,235
		<u>15,201,457,026</u>	<u>10,123,592,332</u>
30.1 Branchless banking income			
<i>Income</i>			
Branchless banking income	30.3	14,423,389,165	9,242,698,111
Interest income on Nano advances		25,389,762,720	17,951,818,998
		<u>39,813,151,885</u>	<u>27,194,517,109</u>
<i>Expenses</i>			
Commission to retailer / franchisee		(2,864,443,316)	(3,339,149,920)
Commission to a related party - JCFL	30.4	(17,265,715,857)	-
Commission to a related party - PMCL	30.4	-	(14,279,173,956)
		<u>(20,130,159,173)</u>	<u>(17,618,323,876)</u>
<i>Net income from branchless banking</i>		<u>19,682,992,712</u>	<u>9,576,193,233</u>
Amounts reclassified			
<i>To markup/return interest earned</i>			
Interest income on Nano advances	28	(25,389,762,720)	(17,951,818,998)
<i>Fee and commission income</i>			
Reclassified to Commission from insurance companies		(758,420,865)	(107,456,450)
<i>To Operating expenses</i>			
Commission to retailer / franchisee	32	2,864,443,316	3,339,149,920
Commission to a related party - JCFL	32	17,265,715,857	-
Commission to a related party - PMCL	32	-	14,279,173,956
		<u>(6,018,024,412)</u>	<u>(440,951,572)</u>
Net reclassification		<u>13,664,968,300</u>	<u>9,135,241,661</u>
Branchless banking income			

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 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 (JazzCash) carried out by the Bank together with JCFL through agency agreement under SBP Branchless Banking Regulations. As per the agreement, Income from JazzCash (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	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
31 OTHER INCOME			
(Loss) / Gain on disposal of fixed assets		(713,005)	528,680
Grant Income	22	74,169,612	-
Miscellaneous income		351,527,439	-
		<u>424,984,046</u>	<u>528,680</u>
	Note	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
32 OPERATING EXPENSES			
<i>Branchless banking commission expense</i>			
Commission to retailer / franchisee	30.1	2,864,443,316	3,339,149,920
Commission to related parties	30.1	17,265,715,857	14,316,494,339
<i>Others</i>			
Total compensation expense		4,316,797,305	3,168,849,657
Contribution to defined contribution plan		170,408,717	131,729,519
Provision for Defined benefit obligation		107,173,918	73,021,893
Directors' fees and allowances		4,450,000	4,600,000
Training / Capacity building		91,902,740	64,166,208
Rent, taxes, insurance, electricity, etc.		689,811,436	583,035,764
Legal and professional charges		96,739,314	99,062,036
Communications		51,401,801	33,106,023
Repair and maintenance - Vehicle		18,328,630	12,311,473
Stationary and printing		233,051,207	128,650,712
Advertisement and publicity		149,528,121	109,718,920
Auditors remuneration	32.1	126,238,847	3,763,325
Depreciation		651,563,136	419,036,782
Amortization		248,160,058	86,255,830
Travel and transportation		139,347,108	173,399,635
Management fee		-	-
Repair and maintenance - General		85,060,577	98,891,078
Customer verification charges	32.3	1,726,501,925	407,814,150
Bank charges		1,933,271,071	1,266,490,918
IT equipment and software maintenance		1,110,918,263	907,586,804
Ready cash expense	32.2	2,299,373,940	2,520,852,774
Security		219,887,676	181,646,767
Janitorial services		195,372,749	144,228,626
Office supplies		35,395,547	24,975,654
Entertainment		53,193,231	69,957,324
Technical Support Charges - JCFL		1,004,038,815	-
Other projects expenses		173,190,349	29,053,200
Others		140,776,120	14,542,497
		<u>36,202,041,774</u>	<u>28,412,391,828</u>

32.1 This includes fee for audits of financial statements of AJK operations, group auditors fee accrual for current year and for other certifications (Capital adequacy ratio, certification on livestock insurance etc.).

32.2 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.

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

	Note	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
		----- Rupees -----	
33 OTHER CHARGES			
Others		-	334,428
Penalties imposed by the State Bank of Pakistan	33.1	49,000	-
		<u>49,000</u>	<u>334,428</u>

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

	Note	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
		----- Rupees -----	
34 CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET			
Credit loss allowance against loans & advances	11.1.2	20,858,384,892	9,497,569,634
Recovery of written off / charged off bad debts		(4,895,978,063)	-
Other writeoffs		16,101,563	40,344,160
		<u>15,978,508,392</u>	<u>9,537,913,794</u>

		September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
		----- Rupees -----	
35 TAXATION			
Current		(2,381,662,234)	(1,721,848,346)
Prior Year		-	498,749,986
Deferred		1,533,918,112	581,858,284
		<u>(847,744,122)</u>	<u>(641,240,076)</u>

36 BASIC EARNINGS PER SHARE			
Profit for the period		<u>1,379,746,334</u>	<u>1,423,087,556</u>
Weighted average number of ordinary shares		<u>413,196,418</u>	<u>271,359,683</u>
Basic earnings per share		<u>3.34</u>	<u>5.24</u>

37 DILUTED EARNINGS PER SHARE			
Profit for the period		<u>1,379,746,334</u>	<u>1,423,087,556</u>
Weighted average number of ordinary shares (adjusted for the effects of all dilutive potential ordinary shares)		<u>469,687,198</u>	<u>271,359,683</u>
Diluted earnings per share		<u>2.94</u>	<u>5.24</u>

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.

September 30, 2025

On balance sheet financial instruments	Carrying Value	Level 1	Level 2	Level 3	Total
(Un-audited)					
----- Rupees -----					
Financial assets - measured at fair value					
<i>Investments:</i>					
Federal Government securities	74,111,318,502	-	74,111,318,502	-	74,111,318,502
Financial assets - disclosed but not measured at fair value					
<i>Investments</i>					
Federal Government securities	8,251,447,729	-	-	-	8,251,447,729
Cash and balances with treasury banks	7,677,572,765	-	-	-	7,677,572,765
Balances with other MFBs / Banks / NBFIs	4,162,262,844	-	-	-	4,162,262,844
Lending to financial institutions	16,552,458,026	-	-	-	16,552,458,026
Advances	87,631,562,088	-	-	-	87,631,562,088
Other assets	5,987,427,298	-	-	-	5,987,427,298
Total	204,374,049,252	-	74,111,318,502	-	204,374,049,252

December 31, 2024

On balance sheet financial instruments	Carrying Value	Level 1	Level 2	Level 3	Total
(Audited)					
----- Rupees -----					
Financial assets - measured at fair value					
<i>Investments:</i>					
Federal Government securities	53,370,721,002	-	53,370,721,002	-	53,370,721,002
Financial assets - disclosed but not measured at fair value					
<i>Investments:</i>					
Federal Government securities	7,979,022,591	-	-	-	-
Cash and balances with treasury banks	11,533,419,056	-	-	-	-
Balances with other MFBs / Banks / NBFIs	11,223,432,244	-	-	-	-
Lending to financial institutions	11,748,833,286	-	-	-	-
Advances	74,932,160,102	-	-	-	-
Other assets	4,458,771,296	-	-	-	-
Total	175,246,359,577	-	53,370,721,002	-	53,370,721,002

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

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

39 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:

	September 30, 2025			December 31, 2024		
	Key Management Personnel	Associates	Directors	Key Management Personnel	Associates	Directors
----- Rupees -----						
ADVANCES						
Opening balance	255,407,347	-	-	75,543,020	-	-
Addition during the period	109,787,313	-	-	198,975,889	-	-
Repaid during the period	(31,896,954)	-	-	(19,111,562)	-	-
Closing balance	333,297,706	-	-	255,407,347	-	-
OTHER ASSETS						
Interest / mark-up accrued	327,834	-	-	620,066	-	-
Other receivable :						
- Pakistan Mobile Communications Limited	-	-	-	-	596,398,014	-
- JC Fintech (Private) Limited	-	901,880,351	-	-	-	-
- Jazzcash (Pvt) Limited	-	74,221,088	-	-	44,118,134	-
- Veon Limited	-	62,020	-	-	19,657	-
Salary and other advances	1,959,000	-	-	5,077,927	-	-
DEPOSITS AND OTHER ACCOUNTS						
Opening balance	21,585,204	1,850,556,485	-	21,483,113	1,563,653,035	-
Received during the period / year	551,785,838	15,292,464,188	-	609,558,202	16,001,464,568	-
Withdrawn during the period / year	(554,098,693)	(16,874,656,631)	-	(609,456,111)	(15,714,561,117)	-
Closing balance	19,272,350	268,364,043	-	21,585,204	1,850,556,486	-
39.1						
OTHER LIABILITIES						
Interest / mark-up payable						
- Pakistan Mobile Communications Limited	-	353,534	-	-	546,053	-
- Linkdornet Pakistan (Pvt) Ltd	-	197	-	-	35,247	-
Payable to related parties						
- Pakistan Mobile Communications Limited	-	655,137,611	-	-	1,791,682,244	-
- JC Fintech (Private) Limited	-	3,446,080,747	-	-	88,402,950	-
- Jazzcash (Pvt) Limited	-	53,054,261	-	-	-	-
- Veon Limited	-	352,025,441	-	-	352,025,441	-

	September 30, 2025			September 30, 2024		
	(Un-audited)			(Un-audited)		
	Key Management Personnel	Associates	Period Ended September 30,	Key Management Personnel	Associates	Directors
INCOME						
Mark-up / Return / Interest earned	9,721,582	-	-	1,777,681	-	-
Fee and commission income						
- Jazzcash (Pvt) Limited	-	14,093,542	-	-	1,198,113	-
EXPENSE						
Mark-up / Interest paid to						
- Savings Account of KMPS	1,355,299	-	-	2,086,195	-	-
- Pakistan Mobile Communications Limited	-	5,957,248	-	-	8,246,369	-
- Linkdot Net (Pvt) Limited	-	3,945,880	-	-	12,600,000	-
Operating expenses :	1,355,299	9,903,128	-	2,086,195	20,846,369	-
- Branchless commission	-	14,092,588,474	-	-	10,968,702,461	-
Deposit mobilization commission paid						
- JC Fintech (Private) Limited	-	3,153,152,663	-	-	-	-
- Pakistan Mobile Communications Limited	-	-	-	-	3,310,471,495	-
- Jazzcash (Pvt) Limited	-	19,974,720	-	-	37,320,383	-
Payments made against defined contribution plan being employee and employer contributions	-	340,817,434	-	-	263,459,038	-
- Veon Limited	-	54,943,936	-	-	-	-
Remuneration paid	275,376,322	-	4,450,000	296,259,645	-	4,600,000
	275,376,322	17,661,477,227	4,450,000	296,259,645	14,579,953,377	4,600,000

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

	September 30, 2025	December 31, 2024
	(Un-audited)	(Audited)
	Rupees	
Jazz Cash (Pvt) Ltd	153,306,784	358,271,534
Linkdotnet Pakistan (Pvt) Ltd	-	108,847,830
Pakistan Mobile Communication Limited	115,057,259	1,383,437,122
	268,364,043	1,850,556,486

	Period Ended September 30,	December 31, 2024
	----- Rupees -----	
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	4,131,964,180	2,713,596,830
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 the revised prudential regulations has set the minimum capital requirements at 2 billion (net of accumulated losses). The paid-up capital of the Bank as at September 30, 2025 stood at Rs. 4,131 million (2024: Rs. 2,714 million) and is in compliance with SBP requirements.		
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	9,563,966,410	9,177,795,788
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	9,563,966,410	9,177,795,788
Eligible Tier 2 Capital	3,048,134,533	2,937,503,865
Total Eligible Capital (Tier 1 + Tier 2)	12,612,100,943	12,115,299,653
Risk Weighted Assets (RWAs):		
Credit risk	61,993,306,628	58,980,744,324
Operational risk	4,263,785,563	4,263,785,563
Total	66,257,092,191	63,244,529,887
Common Equity Tier 1 Capital Adequacy Ratio	14.43%	14.51%
Tier 1 Capital Adequacy Ratio	14.43%	14.51%
Capital Adequacy Ratio	19.04%	19.16%

- 40.1 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 the previous year, 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%

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 items/ windfalls, and (v) income from insurance.

40.2 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.

41 GENERAL

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

41.2 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.

42 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 23-OCT- 2025.



PRESIDENT/ CHIEF
EXECUTIVE



CHIEF FINANCIAL
OFFICER



CHAIRMAN



DIRECTOR



DIRECTOR