



**SINDH BANK LIMITED**  
**Half Yearly Financial Statements**  
**(Unaudited)**  
**As At June 30, 2025**



## DIRECTORS' REPORT

On behalf of the Board of Directors of Sindh Bank, I am presenting herewith the financial results for the half year ended June 30, 2025. Review of performance is presented below:

(Rupees in '000)

Balance Sheet	As on June 30, 2025	As on Dec 31, 2024	% age Change Increase/(decrease)
Paid up Capital	34,524,428	34,524,428	-
Reserves	2,548,507	2,448,431	4.09%
Accumulated losses	(8,260,011)	(8,705,257)	(5.11%)
<b>Paid up Capital net of accumulated losses</b>	<b>28,812,924</b>	<b>28,267,602</b>	<b>1.93%</b>
Surplus/(deficit) on Revaluation of Assets -net	1,311,901	884,442	48.33%
<b>Equity</b>	<b>30,124,825</b>	<b>29,152,044</b>	<b>3.34%</b>
<b>Borrowings</b>	<b>4,794,200</b>	<b>1,457,900</b>	<b>228.84%</b>
<b>Deposits</b>	<b>326,143,622</b>	<b>312,718,297</b>	<b>4.29%</b>
<b>Investment (carrying value)</b>	<b>205,855,811</b>	<b>201,164,585</b>	<b>2.33%</b>
<b>Gross Advances</b>	<b>133,800,675</b>	<b>98,957,498</b>	<b>35.21%</b>

Profit & Loss Account	Half Year Ended June 30, 2025	Half Year Ended June 30, 2024	%age Change Increase/(decrease)
Markup/return/interest income	18,522,116	22,587,634	(18.00%)
Markup/return/interest expenses	13,516,772	18,389,120	(26.50%)
<b>Net markup/return/interest income</b>	<b>5,005,344</b>	<b>4,198,514</b>	<b>19.22%</b>
Fee, Commission & Other Income	367,955	344,549	6.79%
Foreign Exchange Income	48,534	20,718	134.26%
Dividend Income	27,248	31,691	(14.02%)
Gain/ (loss) on securities	494,527	119,442	314.03%
<b>Non-mark-up/non-interest income</b>	<b>938,264</b>	<b>516,400</b>	<b>81.69%</b>
<b>Total Income</b>	<b>5,943,608</b>	<b>4,714,914</b>	<b>26.06%</b>
<b>Non-mark-up/interest expenses</b>	<b>5,193,548</b>	<b>4,541,659</b>	<b>14.35%</b>
<b>Profit / (Loss) before Tax &amp; Provisions</b>	<b>750,060</b>	<b>173,255</b>	<b>332.92%</b>
Credit allowance and write offs	809,837	186,739	333.67%
Reversal of credit allowance	(1,143,369)	(1,305,700)	(12.43%)
<b>Credit allowance and write offs-net</b>	<b>(333,532)</b>	<b>(1,118,961)</b>	<b>(70.20%)</b>
<b>Profit / (Loss) Before Tax</b>	<b>1,083,592</b>	<b>1,292,216</b>	<b>(16.14%)</b>
<b>Profit / (Loss) After Tax</b>	<b>500,380</b>	<b>611,319</b>	<b>(18.15%)</b>
<b>Profit / (Loss) per share (Rupees)</b>	<b>0.14</b>	<b>0.18</b>	<b>(22.22%)</b>

Other Information	As on June 30, 2025	As on Dec 31, 2024	%age Change
No. of Accounts	1,296,252	1,155,270	12.20%
Number of Branches	330	330	-



Operating Profit for the half year ended June 30, 2025 amounted to Rs.750-mn compared to operating profit of Rs.173-mn in the same period last year registering 334% increase, attributable factors of such variance are:

- Increase in Net Interest Income: Net interest income increased by Rs. 807 million (i.e.19.22%) in the first half of 2025, despite a downward revision in the policy rate.
- Increase in non-markup income by Rs.422-mn, main contribution factors are FX income Increased by Rs.27-mn and Fee commission income increased by Rs.23-mn and gain on securities by Rs.375-mn during the half year period .
- Non markup expenses of the Bank rose by Rs.651-mn i.e14.35%, reflecting inflationary pressures and growth-related costs.

Pre-tax profit for the half year ended June 30, 2025 amounted to Rs.1,083-mn compared to pre-tax profit of Rs.1,292mn in the same period last year, attributable factor of such variance a net reversal of provisions totaling Rs.333.5-mn as compared to net reversal of provisions Rs 1,118.9-mn during the same period last year

After tax profit for the half year ended June 30, 2025 amounted to Rs.500-mn compared to after tax profit of Rs.611-mn in the same period last year.

Total assets stood at Rs.389.47 bn as compared to Rs.360.08 bn as at December 31, 2024, registering an increase of 8.16%. (The carrying value of investments as at June 30, 2025, amounted to Rs.205.85 bn, reflecting a 2.33% increase over Rs.201.16 bn as at December 31, 2024). Gross advances increased by 35.21% to Rs.133.80 bn from Rs.98.95 bn as at December 31, 2024.

Total Deposits increased to Rs.326.14-bn from Rs. 312.71-bn as on December 31, 2024. Number of customer accounts stood at 1,296,252 after increase of 140,982 accounts (i.e.12.20 %) during the period which depicts new customer preferences and branches motivation to introduce new customers to Bank.

#### Implementation of IFRS 9 - Financial Instruments

The State Bank of Pakistan (SBP) granted a one-year extension for the implementation of the Effective Interest Rate (EIR) model under IFRS 9 on 22 January 2025, which allows one year extension up to December 31,2025 provides the bank more time to complete the necessary adjustments and align processes to the requirements, ensuring a smoother transition. The Quarterly status of its implementation is being submitted to the Board of Directors under intimation of SBP, regularly.

#### CREDIT RATING

VIS Credit Rating Company Limited has reaffirmed the long-term entity rating at 'AA-' (Double A Minus) and the short-term rating at 'A-1+' (A-One Plus) in its report dated June 30, 2025.

#### MINIMUM CAPITAL REQUIREMENT & CAPITAL RATIOS

Bank's Capital Adequacy Ratio stood at 22.77% as against the minimum requirement of 11.50% and Leverage Ratio stood at 3.85% against minimum requirement of 3.0% as on June 30, 2025.

#### ECONOMIC REVIEW

Pakistan's economy posted modest growth in FY25 growing at 2.7% as per provisional estimates, largely in-line with the GDP growth of 2.5% in FY24. Wherein, the Agriculture sector grew 0.6% in FY25 as



against a growth of 6.4% in FY24 mainly due to the drop in contribution from important crops and cotton ginning amid lower output due to poor farm economics and unfavorable weather conditions. However, the Industrial sector is expected to have rebounded, recording a growth of 4.8% in FY25 as compared to a contraction of 1.4% last year. Services sector grew 2.9% in FY25 as against a growth of 2.2% in FY24.

Elsewhere, headline inflation continued to remain low during the period despite a marginal uptick towards the end of the year due to the base effect mainly. For context, lower inflation was attributable to demand moderation amid a tight fiscal and monetary environment, complemented by lower food inflation and relatively stable utility and fuel prices and a stable Rupee. Accordingly, the overall NCPI averaged 4.6% in FY25, down from 24% in FY24. Resultantly, the SBP also cut the benchmark policy rate by 200bps in 1HCY25 to 11% by Jun'25 close.

Moreover, following the approval of the IMF-EFF in September 2024, Pakistan's external position improved significantly during FY25, with the SBP's foreign exchange reserves recording an increase of USD 5.1Bn in FY25 to reach USD 14.5Bn as of Jun'25 close compared to USD 9.4Bn as of Jun'24 close – mainly on the back of marked improvement in the country's current account balance and realization of planned inflows during the year.

Pakistan posted its first full-year current account surplus in 14 years during FY25, clocking-in at USD 2.1Bn. Wherein, major support came from the 27%YoY increase in workers' remittances as official flows picked-up. Further, the country also remained on track with respect to timely external debt repayments, along with the disbursement of foreign profit / dividend repatriation funds. Consequently, the Rupee was down only 2% against the dollar in FY25.

Meanwhile, fiscal challenges prevailed with high mark-up payments and growing dependence of the Federal Government on the domestic banking sector to finance the budget deficit. Tax collection by FBR in FY25 also fell short of the revised target of PKR 11.9Trn by PKR 178Bn. Accordingly, Primary Surplus for FY25 clocked-in at 2.4% of GDP - highest ever. Overall Fiscal Deficit arrived at 5.4% of the GDP.

Nevertheless, continuing with the reform agenda under the IMF prescriptions, the Federal Government also unveiled the Budget for FY26, having an outlay of PKR 17.6Trn, envisaging additional revenue generation of ~PKR 2.5Trn, offering token reliefs, reducing subsidies and tightening the net around non-filers specially. Primary Surplus target set at 2.4% of GDP. Overall Fiscal Deficit target set at 3.9% of GDP.

Additionally, in April 2025 Pakistan also became subject to the reciprocal tariffs imposed by the US on its trading partners. However, Pakistan has finalized a trade deal with the US, attracting tariffs of 19%, along with the commitment to develop oil and other mineral reserves in Pakistan. Also, recently the S&P has upgraded Pakistan's long-term sovereign credit rating to 'B-' from 'CCC+' after a gap of 2.5 years, citing improved external position and a more stable fiscal outlook.

## PSX REVIEW

On a 1HCY25 basis, the KSE-100 index recorded a return of 9%, up 10,500 points to close at 125,627 points. Wherein, average all share daily volume traded was 574.9Mn shares during 1HCY25 compared to 442.6Mn shares in the same period last year, up an incredible 30%YoY. Similarly, average all share daily value traded clocked-in at ~PKR 28.6Bn as against ~PKR 16.7Bn registered in the corresponding period last year, up 71%YoY. Local participation was robust so much that the market comfortably absorbed USD 304.3Mn in foreign selling.

It is expected that market activity to remain healthy going forward, driven by strong positive sentiment, aligned with reduced political and economic uncertainty - amid still attractive valuations and gradually improving fundamentals. Additionally, strengthening ties with the US and potential foreign investment in the oil & gas and mineral sectors would further sustain sentiment. Future monetary easing subject to the outlook on inflation may also trigger more interest in equities.



# **SINDH MICROFINANCE BANK LIMITED (WHOLLY OWNED SUBSIDIARY)**

Sindh Microfinance Bank Limited (SMFB) is an SBP licensed (provincial level) microfinance institution that commenced operations in May 2016 with an initial equity of PKR 750 million. As of June 30, 2025, the Bank has grown its equity base to PKR 1.4 billion, driven entirely by internally generated profits. SMFB stands out as potentially the only microfinance bank in Pakistan to have remained consistently profitable since its inception nearly a decade ago.

For the half year ended June 30, 2025, the Bank reported a profit before tax of PKR 203.9 million, marking a significant 105% increase compared to PKR 99.7 million in the corresponding period of 2024.

Having achieved the minimum capital requirement for a national-level license, SMFB has formally applied to the State Bank of Pakistan to transition from a provincial to a national microfinance bank. The Bank intends to expand its footprint organically, beginning with southern Punjab and eventually reaching underserved communities across the country.

SMFB's business model is deeply rooted in grassroots microfinance, primarily serving women engaged in economic activities in rural and semi-urban areas. The Bank maintains a small average loan size of approximately PKR 48,000, with a delinquency rate of less than 1%. Since inception, it has disbursed over 450,263 loans worth PKR 16.3 billion exclusively to women in Sindh, operating through a network of 108 business locations across all districts of the province.

The Bank saw a notable uptick in lending activity in HY 2025, disbursing over 46,637 loans totaling PKR 2.25 billion, compared to 40,070 loans amounting to PKR 1.8 billion in the same period last year.

On March 28, 2025, The Pakistan Credit Rating Agency (PACRA) reaffirmed SMFB's credit ratings at 'A' for the long term and 'A1' for the short term, reflecting the institution's financial stability and its solid position within the microfinance sector. VIS Credit Rating has also assigned SMFB the same rating as PACRA.

Brief summary of financial highlights for the half year ended June 30, 2025 is shown below:

Balance Sheet	As on 30-Jun-25	As on 31-Dec-24
	(Rs In million)	
Gross Loan Portfolio	2,435	2,239
Total Assets	5,233	4,531
Deposits	2,048	1,991
Borrowings	1,267	873
Total Liabilities	3,850	3,276
Net Equity	1,383	1,254
Other Information	30-Jun-25	31-Dec-24
No. of Account (Loans)	87,308	83,316
No. of Account (Deposits)	207,003	193,434

Profit and Loss Account	For the half year ended	For the half year ended
	30-Jun-25	30-Jun-24
	(Rs In million)	
Net Interest Income	603	400
Profit Before Tax	204	99
Taxation	(76)	(28)
Profit After Tax	128	71



## FUTURE OUTLOOK

### Conversion of Sindh Bank Limited into an Islamic Bank

In line with SBP's Vision 2028 and as part of the Bank's Annual Branch Conversion Plan (ABCP) for 2025, 10 out of 45 conventional branches are in the final stages of conversion to Islamic Banking and are planned to be converted during the third quarter of 2025. The remaining 35 branches will be converted by November 30, 2025.


### Other major goals

- I. With encouraging results achieved so far, the management is determined to maintain its focus on (i) Mobilization of cost-efficient Deposits; (ii) Increase of Consumer, SME, Commercial and corporate business and (iii) Alternate delivery and service channels based on technology platforms to facilitate our customers and (iv) Recovery and reduction of Non-Performing Loans.
- II. In light of climate change and the resulting economic and social challenges, the bank will focus on the following areas:
  - Strengthening its role in mitigating the adverse impacts of climate change.
  - Promoting sustainable finance.
  - Enhancing infrastructure by improving access to finance and advancing sustainable financial solutions, particularly to address challenges related to the food and water crisis.
- III. The bank aims to support financial inclusion priority sector initiatives in key areas such as agriculture, SMEs, IT, Microfinance complimented by financial literacy programs.

### Acknowledgements

On behalf of the Board of Directors, I would like to sincerely thank the regulators, shareholders and customers for their continued guidance, support and confidence reposed in the Bank and its Management.

On behalf of the Board of Directors

  
**Muhammad Anwaar Sheikh**  
President & CEO

  
(Non Executive Director)

Karachi,  
August 26, 2025



# **SINDH BANK LIMITED**

CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE SIX-MONTH PERIOD ENDED  
30 JUNE 2025



## **INDEPENDENT AUDITOR'S REVIEW REPORT**

**To the members of Sindh Bank Limited**

### **Report on review of Unconsolidated Condensed Interim Financial Statements**

#### **Introduction**

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

#### **Scope of Review**

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of unconsolidated condensed 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.

#### **Emphasis of Matter**

We draw attention to Note 15.1 to the unconsolidated condensed interim financial statements which states that the deferred tax asset has been recognized in the unconsolidated condensed interim financial statements on the basis of financial projections for the future years approved by Board of Directors of the Bank. The preparation of financial projection involves management assumptions regarding future business and economic conditions and significant change in assumptions may have impact on recoverability of the deferred tax assets.

Our conclusion is not modified in respect of this matter.

#### **Conclusion**

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



### **Other Matter**

Pursuant to the requirement of Section 237(1)(b) of the Companies Act, 2017, only cumulative figures for the six-month period, 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 statement of profit and loss account and condensed interim statement of comprehensive income for the three-month periods ended 30 June 2025 and 30 June 2024 have not been reviewed by us.

The engagement partner on the review resulting in this independent auditor's review report is Junaid Ashraf.

**RIAZ AHMAD & COMPANY**  
Chartered Accountants

**KARACHI**

**DATE:**  
**UDIN:**

**DRAFT**



**SINDH BANK LIMITED****UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**

As At JUNE 30, 2025


		June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	Note	----- (Rupees in '000') -----	
<b>ASSETS</b>			
Cash and balances with treasury banks	7	21,570,629	22,612,091
Balances with other banks	8	2,500,738	3,786,990
Lendings to financial institutions	9	21,130,416	24,514,444
Investments	10	205,855,811	201,164,585
Advances	11	107,749,977	72,545,690
Property and equipment	12	1,413,730	1,332,688
Right of use assets	13	3,695,253	3,385,962
Intangible assets	14	94,549	80,162
Deferred tax assets - net	15	16,243,464	16,955,276
Other assets	16	9,213,019	13,709,235
		389,467,586	360,087,123
<b>LIABILITIES</b>			
Bills payable	17	2,390,803	1,446,526
Borrowings	18	4,794,200	1,457,900
Deposits and other accounts	19	326,143,622	312,718,297
Lease liabilities	20	4,759,894	4,308,326
Subordinated debt		-	-
Deferred tax liabilities		-	-
Other liabilities	21	21,254,242	11,004,030
		359,342,761	330,935,079
<b>NET ASSETS</b>		<b>30,124,825</b>	<b>29,152,044</b>
<b>REPRESENTED BY</b>			
Share capital - net	22	34,524,428	34,524,428
Reserves		2,548,507	2,448,431
Surplus on revaluation of assets - net	23	1,311,901	884,442
Accumulated loss		(8,260,011)	(8,705,257)
		30,124,825	29,152,044
<b>CONTINGENCIES AND COMMITMENTS</b>			
	24		

The annexed notes from 1 to 43 form an integral part of these unconsolidated condensed interim financial statements.

  
President and  
Chief Executive Officer

  
Chief Financial  
Officer

  
Director

  
Director

  
Chairman



**SINDH BANK LIMITED**
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT - UNAUDITED  
FOR THE QUARTER AND HALF YEAR ENDED JUNE 30, 2025**

		Quarter Ended		Half Year End	
	Note	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
		----- (Rupees in '000') -----			
Mark-up / return / profit / interest earned	25	9,341,930	11,749,121	18,522,116	22,587,634
Mark-up / return / profit / interest expensed	26	6,688,140	9,576,495	13,516,772	18,389,120
Net mark-up / return / profit / interest income		2,653,790	2,172,626	5,005,344	4,198,514

**NON MARK-UP / INTEREST INCOME**

Fee and commission income	27	168,212	167,113	366,610	336,628
Dividend income		17,678	15,990	27,248	31,691
Foreign exchange income		(21,994)	84,439	48,534	20,718
Gain on securities	28	449,588	17,244	494,527	119,442
Other income	29	919	6,885	1,345	7,921
Total non-markup/interest income		614,403	291,671	938,264	516,400
Total income		3,268,193	2,464,297	5,943,608	4,714,914

**NON MARK-UP / INTEREST EXPENSES**

Operating expenses	30	2,730,375	2,296,420	5,193,548	4,541,638
Other charges	31	-	21	-	21
Total non-markup/interest expenses		2,730,375	2,296,441	5,193,548	4,541,659
<b>PROFIT BEFORE PROVISIONS</b>		537,818	167,856	750,060	173,255

Credit loss allowance and write offs - net	32	(293,700)	(595,827)	(333,532)	(1,118,961)
<b>PROFIT BEFORE TAXATION</b>		831,518	763,683	1,083,592	1,292,216

Taxation	33	450,787	422,259	583,212	680,897
<b>PROFIT AFTER TAXATION</b>		380,731	341,424	500,380	611,319

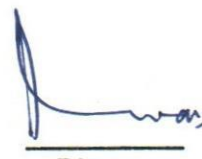
----- (Rupees in '000') -----					
Basic and diluted earnings per share	34	0.11	0.10	0.14	0.18

The annexed notes from 1 to 43 form an integral part of these unconsolidated condensed interim financial

  
President and  
Chief Executive Officer

  
Chief Financial  
Officer

  
Director

  
Director


  
Chairman



**SINDH BANK LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME - UNAUDITED**  
**FOR THE QUARTER AND HALF YEAR ENDED JUNE 30, 2025**

	Quarter Ended		Half Year Ended	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
	----- (Rupees in '000') -----			
Profit after taxation for the period	380,731	341,424	500,380	611,319
Other comprehensive income				
Items that may be reclassified to profit and loss account in subsequent periods:				
Movement in surplus on revaluation of investments - net of tax	633,922 1,014,653	(2,931) 338,493	472,397 972,777	(57,384) 553,935
Items that will not be reclassified to profit and loss account in subsequent periods:				
Remeasurement loss on defined benefit obligations - net of tax	-	(3,580)	-	(3,580)
Movement in surplus on revaluation of equity investments - net of tax	22,093	(181,320)	(44,938)	192,702
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-
Gain on sale of equity securities carried at FVOCI - net of tax	44,942	-	44,942	-
	67,035	(184,900)	4	189,122
Total comprehensive income	1,081,688	153,593	972,781	743,057

annexed notes from 1 to 43 form an integral part of these unconsolidated condensed interim financial statement

  
President and  
Chief Executive Officer

  
Chief Financial  
Officer

  
Director

  
Director

  
Chairman



**SINDHI BANK LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY**  
**FOR THE HALF YEAR ENDED JUNE 30, 2025**

	Share Capital	Shares Deposit Money	Capital Reserves		Statutory Reserve *	Surplus / (Deficit) on		Accumulated Loss **	Total
			Reserves on amalgamation	Share Premium		Investments	Fixed/Non- banking assets		
(Rupees in '000')									
Balance as at December 31, 2023 - Audited	34,524,428	-	9,433	51	1,884,881	(1,125,428)	91,800	(10,912,821)	24,472,344
Effect of reclassification on adoption of IFRS-09 - net of tax	-	-	-	-	-	1,113,779	-	-	1,113,779
Effect of reclassification on adoption of IRFS-09 net of tax	-	-	-	-	-	(363,757)	-	363,757	-
Effect of adoption of IFRS 09 on shares FVOCI	-	-	-	-	-	(54,554)	-	54,554	-
Effect of adoption of IFRS 09 on shares FVTPL	-	-	-	-	-	(373,804)	-	(373,804)	(373,804)
Effect of reclassification on adoption of IRFS-09 ECL net of tax	-	-	-	-	-	695,468	-	44,507	739,975
Balance as at January 01, 2024 after adoption of IFRS-09	34,524,428	-	9,433	51	1,884,881	(429,960)	91,800	(10,868,314)	25,212,319
Profit/Loss for the half year ended Jun 30, 2024	-	-	-	-	-	-	-	611,319	611,319
Other comprehensive income - net of tax	-	-	-	-	-	(57,384)	-	-	(57,384)
Movement in revaluation reserve of investments in debt instruments - net of tax	-	-	-	-	-	192,702	-	-	192,702
Movement in revaluation reserve of equity investments - net of tax	-	-	-	-	-	-	-	(3,580)	(3,580)
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	-
Movement in revaluation reserve of non-banking assets - net of tax	-	-	-	-	-	135,318	-	(3,580)	131,738
Total other comprehensive income - net of tax	-	-	-	-	122,263	-	-	(122,263)	-
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-
Balance as at June 30, 2024 - Unaudited	34,524,428	-	9,433	51	2,007,144	(294,642)	91,800	(10,382,838)	25,955,376
Profit for the six months ended December 31, 2024	-	-	-	-	-	-	-	2,159,011	2,159,011
Other comprehensive income - net of tax	-	-	-	-	-	449,653	-	-	449,653
Movement in revaluation reserve of investments in debt instruments - net of tax	-	-	-	-	-	643,031	-	-	643,031
Movement in revaluation reserve of equity investments - net of tax	-	-	-	-	-	-	-	(49,627)	(49,627)
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	(5,400)	(5,400)	(5,400)
Movement in revaluation reserve of non-banking assets - net of tax	-	-	-	-	-	1,092,684	-	(49,627)	1,037,657
Total other comprehensive income - net of tax	-	-	-	-	431,803	-	(5,400)	(431,803)	-
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-
Balance as at December 31, 2024 - Audited	34,524,428	-	9,433	51	2,438,947	798,042	86,400	(8,705,257)	29,152,044
Profit for the six months ended June 30, 2025	-	-	-	-	-	-	-	500,380	500,380
Other comprehensive income - net of tax	-	-	-	-	-	472,397	-	-	472,397
Movement in revaluation reserve of investments in debt instruments - net of tax	-	-	-	-	-	(44,938)	-	-	(44,938)
Movement in revaluation reserve of equity investments - net of tax	-	-	-	-	-	-	-	44,942	44,942
Gain on sale of equity securities carried at FVOCI - net of tax	-	-	-	-	-	-	-	-	-
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	-
Movement in revaluation reserve of non-banking assets - net of tax	-	-	-	-	-	427,459	-	44,942	472,401
Total other comprehensive income - net of tax	-	-	-	-	100,076	-	-	(100,076)	-
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-
Balance as at June 30, 2025 - Unaudited	34,524,428	-	9,433	51	2,539,023	1,225,501	86,400	(8,260,011)	30,124,825

\* Statutory reserve represents amount set aside as per the requirements of Section 21 of the Banking Companies Ordinance, 1962.

\*\* As more fully explained in notes 11.2.2 of these unconsolidated condensed interim financial statements, accumulated loss includes an amount of Rupees 2,941.83 million net of tax as at June 30, 2025 (December 31, 2024: Rs. 2,358.26 million) representing additional profit arising from availing forced sale value benefit for determining provisioning requirement which is not available for the purpose of distribution of dividend to shareholders.

The annexed notes from 1 to 43 form an integral part of these unconsolidated condensed interim financial statements.

  
 Chief Executive Officer

  
 Chief Financial Officer

  
 Director

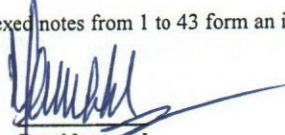
  
 Chairman

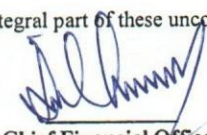


**SINDH BANK LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT - UNAUDITED**  
**FOR THE HALF YEAR ENDED JUNE 30, 2025**

	June 30, 2025	June 30, 2024
	Un-audited	
Note	(Rupees in '000')	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	1,083,592	1,292,216
Less: Dividend income	(27,248)	(31,691)
	<u>1,056,344</u>	<u>1,260,525</u>
<b>Adjustments:</b>		
Depreciation	30 164,806	147,176
Depreciation on right of use assets	30 378,036	398,627
Amortisation	30 21,434	21,135
Interest expense on lease liability	26 325,044	299,741
Reversal of credit loss allowance / provisions and write offs - net	32 (333,532)	(1,118,961)
Unrealised gain on securities measured at FVPL	28.2 (21,296)	(93,298)
Gain on sale of operating fixed assets	29 (242)	(6,777)
	<u>534,250</u>	<u>(352,356)</u>
	<u>1,590,594</u>	<u>908,169</u>
<b>Increase in operating assets</b>		
Lendings to financial institutions	3,384,028	(3,500,000)
Securities classified as FVPL	(502,445)	(266,878)
Advances - net	(34,843,177)	(25,487,434)
Other assets - net	4,494,528	(1,664,845)
	<u>(27,467,066)</u>	<u>(30,919,157)</u>
<b>Increase / (decrease) in operating liabilities</b>		
Bills payable	944,277	1,454,066
Borrowings	3,336,300	(3,956,145)
Deposits and other accounts	13,425,325	32,330,717
Other liabilities (excluding current taxation)	10,583,864	14,623
	<u>28,289,766</u>	<u>29,843,261</u>
	<u>2,413,294</u>	<u>(167,727)</u>
Contribution to gratuity fund	-	-
Income tax paid	(705,364)	(281,191)
<b>Net cash generated from / (used in) operating activities</b>	<u>1,707,930</u>	<u>(448,918)</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Net investment in amortized cost securities	(11,804,533)	(19,440,593)
Net investment in securities classified as FVOCI	8,593,022	(12,620,462)
Dividend received	28,936	29,125
Investments in operating fixed assets	(260,217)	(107,677)
Sale proceeds of operating fixed assets disposed off	286	11,396
<b>Net cash used in investing activities</b>	<u>(3,442,506)</u>	<u>(32,128,211)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Payment of lease liability against right of use assets	(592,314)	(580,894)
Shares capital	-	-
<b>Net cash used in financing activities</b>	<u>(592,314)</u>	<u>(580,894)</u>
Decrease in cash and cash equivalents	(2,326,890)	(33,158,023)
<b>Cash and cash equivalents at the beginning of the year</b>	<u>26,399,081</u>	<u>54,365,654</u>
Impact of expected credit loss allowance on adoption of IFRS-09	-	(10,190)
Charge of expected credit loss allowance during the period	-	(1,837)
Impact of expected credit loss allowance on cash and cash equivalents	(824)	(12,027)
<b>Cash and cash equivalents at the end of the period</b>	<u>24,071,367</u>	<u>21,195,603</u>

The annexed notes from 1 to 43 form an integral part of these unconsolidated condensed interim financial statements.

  
President and  
Chief Executive Officer

  
Chief Financial Officer

  
Director

  
Director

  
Chairman



**SINDH BANK LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED JUNE 30, 2025**

**1. STATUS AND NATURE OF BUSINESS**

- 1.1** Sindh Bank Limited (the Bank) was incorporated in Pakistan on October 29, 2010 as a public unlisted company and is engaged in Commercial Banking, Corporate and Investment related activities. The Bank operates 330 (2024: 330) branches including 8 (2024: 8) sub-branches and 14 (2024: 14) Islamic banking branches in Pakistan. The Bank's registered office is located at 3rd floor, Federation House, Abdullah Shah Ghazi Road, Clifton,
- 1.2** The Government of Sindh, through its Finance Department owns 99.97% ordinary shares of the Bank.
- 1.3** VIS Credit Rating Company Limited has reaffirmed the long term entity rating of AA- (Double A Minus) and short term rating of A-1+ (A-One plus) in its report dated June 30, 2025.

**2. BASIS OF PRESENTATION**

**2.1 STATEMENT OF COMPLIANCE**

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

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

In case requirements of Banking Companies Ordinance 1962, the Companies Act 2017 or the directives issued by SBP and SECP differ with the requirements of IFRS or IFAS, the requirements of the Banking Companies Ordinance, 1962, Companies Act 2017, and the directives issued by the SBP and SECP shall prevail.

- 2.1.2** SBP has deferred the implementation of International Accounting Standard (IAS) 40, 'Investment Property,' for banking companies in Pakistan through BSD Circular Letter No. 10, dated August 26, 2002, until further notice. Similarly, SECP has deferred the applicability of IFRS 7, 'Financial Instruments: Disclosures,' through its notification S.R.O 411 (I) / 2008, dated April 28, 2008. Consequently, the requirements of these standards have not been incorporated in the preparation of these unconsolidated condensed interim financial statements.

The disclosures in these unconsolidated condensed interim financial statements follow the format prescribed by SBP in BPRD Circular No. 02, dated February 9, 2023, in accordance with the applicable accounting and financial reporting standards in Pakistan.



**SINDH BANK LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED JUNE 30, 2025**

- 2.1.3** The Bank has received an extension from SBP until December 31, 2025, for the application of the Effective Interest Rate (EIR) method to all financial assets and liabilities, excluding staff and subsidized loans. However, since financial assets other than advances and financial liabilities were already effectively accounted for using EIR before the implementation of IFRS 9, this extension has been applied only to advances (excluding staff loans and subsidized loans). Consequently, advances are currently carried at cost, except for staff loans, which are measured at amortized cost, net of expected credit loss allowances.

Furthermore, SBP, through BPRD Circular Letter No. 01 of 2025, dated January 22, 2025, has provided the following clarifications:

- a) Islamic Banking Institutions (IBIs) may continue to apply Islamic Financial Accounting Standards (IFAS) 1 & 2 where applicable and maintain their existing accounting methodology for other Islamic products until further instructions are issued.
- b) The treatment of charity should align with existing SBP guidelines outlined in IBD Circular No. 02 of 2008 and must not be recognized as income.

**2.1.4 Standards, interpretations and amendments to published approved accounting standards that are effective in the current year.**

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that have become applicable to the Bank for accounting periods beginning on or after January 01, 2024 but are considered not to be relevant or do not have any material effect on the Bank's operations and are therefore not detailed in these unconsolidated condensed interim financial statements.

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

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after January 01, 2025 but are considered not to be relevant or will not have any material effect on the Bank's financial statements except for:

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 01, 2027 by IASB. IFRS 18 is yet to be adopted in Pakistan. IFRS 18 when adopted and applicable shall impact the presentation of 'Statement of Profit and Loss Account' with certain additional disclosures in the condensed interim in the unconsolidated financial statements.
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.



**SINDH BANK LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED JUNE 30, 2025**

- Amendment to IAS 21 Effects of Changes in Foreign Exchange which will require Banks to apply a consistent approach in assessing whether a currency can be exchanged into another currency and, when it cannot, in determining the exchange rate to use and the disclosures to provide.

**3. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS**

The preparation of unconsolidated condensed interim financial statements in conformity with approved accounting standards requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and income and expenses. Actual results may differ from these estimates. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

**4. BASIS OF MEASUREMENT**

These unconsolidated condensed interim financial statements have been prepared under the historical cost convention except for certain investments and derivatives which are carried at fair value. Non-banking assets acquired in satisfaction of claims are carried at revalued amount. Employee benefits and lease liability against right-of-use assets are carried at present value.

**5. MATERIAL ACCOUNTING POLICY INFORMATION**

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

**6. FINANCIAL RISK MANAGEMENT**

The financial risk management objectives and policies remain consistent with those disclosed in the annual audited financial statements of the Bank for the year ended December 31, 2024.



**SINDH BANK LIMITED**

**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED JUNE 30, 2025**

		June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	Note	----- (Rupees in '000') -----	
<b>7. CASH AND BALANCES WITH TREASURY BANKS</b>			
<b>In hand</b>			
Local currency		5,119,036	5,592,829
Foreign currency		167,277	212,371
		5,286,313	5,805,200
<b>With State Bank of Pakistan (SBP) in</b>			
Local currency current accounts	7.1	14,248,881	16,018,948
Foreign currency current accounts	7.2	88,608	182,990
Foreign currency deposit accounts			
- Non Remunerative	7.3	159,620	143,595
- Remunerative	7.4	314,666	287,710
		14,811,775	16,633,243
<b>With National Bank of Pakistan in</b>			
Local currency current accounts		1,465,531	165,889
Local currency deposit accounts		45	6
		1,465,576	165,895
<b>Prize bonds</b>		6,989	7,756
Less: Credit Loss allowance held against balances with other banks		(24)	(3)
		<u>21,570,629</u>	<u>22,612,091</u>

7.1 This represents cash reserve required to be maintained with SBP as per the requirement of Section 22 of the Banking Companies Ordinance, 1962.

7.2 This represents US Dollar Settlement Account maintained with SBP.

7.3 This represents foreign currency (FCY) cash reserve maintained with SBP to comply with statutory reserve requirement applicable on Bank's FCY deposits.

7.4 This represents foreign currency special cash reserve maintained with SBP. The Bank is entitled to earn profit which is declared by SBP on a monthly basis. During the period, the SBP has declared 3.31% to 3.33% profits (2024 : 3.53% to 4.35%) per annum.

**8. BALANCES WITH OTHER BANKS**

**In Pakistan**

In current accounts

In savings account

30	30
2,171	2,040
2,201	2,070

**Outside Pakistan**

In current accounts

Less: Credit Loss allowance held against balances with other banks

8.1

2,499,337	3,786,140
(800)	(1,220)
<u>2,500,738</u>	<u>3,786,990</u>



**SINDH BANK LIMITED**

**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED JUNE 30, 2025**

		June 30, 2025 (Un-audited) ----- (Rupees in '000') -----	December 31, 2024 (Audited) -----
<b>Note</b>			
<b>8.1 Opening balance</b>		<b>1,223</b>	<b>-</b>
Impact of adoption of IFRS-09		-	10,190
Charge / reversals;			
Charge for the year		-	-
Reversals for the year		(423)	(8,967)
		(423)	(8,967)
<b>Closing Balance</b>		<b>800</b>	<b>1,223</b>

**9. LENDINGS TO FINANCIAL INSTITUTIONS**

Call money lendings	-	7,500,000
Repurchase agreement lendings (Reverse Repo)	20,431,600	14,315,010
Musharaka arrangements	700,000	2,700,000
	21,131,600	24,515,010
Less: Credit loss allowance held against lending to financial institutions	(1,184)	(566)
Lending to financial institutions - net of credit loss allowance	21,130,416	24,514,444

**9.1 Particulars of lendings**

In local currency	21,130,416	24,514,444
In foreign currencies	-	-
	21,130,416	24,514,444

**SINDH BANK LIMITED**
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED JUNE 30, 2025**
**9.2 Lendings to Financial Institutions - Category of classification**

		June 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
		Lending	Credit loss allowance held	Lending	Credit loss allowance held
Rupees in '000					
<b>Domestic</b>					
Performing	Stage 1	21,131,600	1,184	24,515,010	566
Under performing	Stage 2	-	-	-	-
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
		-	-	-	-
<b>Total</b>		<b>21,131,600</b>	<b>1,184</b>	<b>24,515,010</b>	<b>566</b>

**9.3 Lendings to Financial Institutions - Particulars of credit loss allowance**

June 30, 2025 (Un-audited)				
	Stage 1	Stage 2	Stage 3	Total
	Rupees in '000			
Opening balance	566	-	-	566
New financial assets originated or purchased	1,184	-	-	1,184
Financial assets that have been derecognised	(566)	-	-	(566)
Write offs	-	-	-	-
Unwind of discount	-	-	-	-
Changes in risk parameters (PDs/LGDs/EADs)	-	-	-	-
Closing Balance	1,184	-	-	1,184

December 31, 2024 (Audited)				
	Stage 1	Stage 2	Stage 3	Total
	Rupees in '000			
Opening balance	-	-	-	-
New financial assets originated or purchased	566	-	-	566
Financial assets that have been derecognised	-	-	-	-
Write offs	-	-	-	-
Unwind of discount	-	-	-	-
Changes in risk parameters (PDs/LGDs/EADs)	-	-	-	-
Closing Balance	566	-	-	566



**SINDH BANK LIMITED**

**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED JUNE 30, 2025**

**10. INVESTMENTS**

**June 30, 2025 (Un-audited)**

**Investments by type**

Cost / Amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value
--------------------------	--------------------------	------------------------	-------------------

----- Rupees in '000' -----

**Debt Instruments:**

**Classified / Measured at amortised cost**

**Federal Government Securities**

Market Treasury Bills

22,875,837

-

-

22,875,837

Pakistan Investment Bonds

14,751,853

-

-

14,751,853

**Non-government debt securities**

Term finance certificates - Listed

224,235

(47,234)

-

177,001

Term finance certificates - Unlisted

232,008

(1,541)

-

230,467

Preference Shares - Unlisted

77,708

(77,708)

-

-

38,161,641

(126,483)

-

38,035,158

**Classified / Measured at FVOCI**

**Federal Government Securities**

Market Treasury Bills

18,728,223

-

45,399

18,773,622

Pakistan Investment Bonds

-

-

-

-

Pakistan Investment Bonds - Floater

140,326,521

-

1,427,783

141,754,304

Government of Pakistan - Ijarah Sukuk

3,849,994

-

33,441

3,883,435

162,904,738

-

1,506,623

164,411,361

**Equity instruments:**

**Classified / Measured at FVPL**

**Shares**

Listed

540,865

-

(27,746)

513,119

Mutual funds

123,660

-

119,430

243,090

664,525

-

91,684

756,209

**Classified / Measured at FVOCI**

**Shares**

Listed

797,375

-

1,068,633

1,866,008

Non-government debt securities

59,203

-

(22,128)

37,075

Mutual funds

856,578

-

1,046,505

1,903,083

**Investment in Subsidiary**

Fully paid ordinary shares

750,000

-

-

750,000

**Total Investments**

203,337,482

(126,483)

2,644,812

205,855,811

**SINDH BANK LIMITED**
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED JUNE 30, 2025**

December 31, 2024 (Audited)

Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value
--------------------------	-----------------------------	------------------------	-------------------

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

**Debt Instruments:**
**Classified / Measured at amortised cost**
**Federal Government Securities**

Market Treasury Bills

1,346,203

-

-

1,346,203

Pakistan Investment Bonds

24,364,453

-

-

24,364,453

**Non-government debt securities**

Term finance certificates - Listed

224,235

(10,327)

-

213,908

Term finance certificates - Unlisted

344,509

(10,254)

-

334,255

Preference Shares - Unlisted

77,708

(77,708)

-

-

26,357,108

(98,289)

-

26,258,819

**Classified / Measured at FVOCI**
**Federal Government Securities**

Market Treasury Bills

6,797,209

-

115,314

6,912,523

Pakistan Investment Bonds

10,910,790

-

(21,734)

10,889,056

Pakistan Investment Bonds - Floater

149,889,498

-

346,582

150,236,080

Government of Pakistan - Ijarah Sukuk

3,999,990

-

82,300

4,082,290

171,597,487

-

522,462

172,119,949

**Equity instruments:**
**Classified / Measured at FVPL**
**Shares**

Listed

38,420

-

(2,872)

35,548

Mutual funds

123,660

-

73,260

196,920

162,080

-

70,388

232,468

**Classified / Measured at FVOCI**
**Shares**

Listed

604,020

-

1,158,659

1,762,679

Non-government debt securities

59,203

-

(18,533)

40,670

Mutual funds

663,223

-

1,140,126

1,803,349

**Investment in Subsidiary**

Fully paid ordinary shares

750,000

-

-

750,000

**Total Investments**

199,529,898

(98,289)

1,732,976

201,164,585



**SINDH BANK LIMITED**
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED JUNE 30, 2025**

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	----- (Rupees in '000') -----	
<b>10.1 Investments given as collateral Federal government securities</b>		
Pakistan Investment Bonds	3,498,250	-
Market Treasury Bills	-	-
	<u>3,498,250</u>	<u>-</u>

**10.2 Provision for diminution in value of investments**

<b>10.2.1 Opening balance</b>	98,289	962,012
Impact of adoption of IFRS-09	-	(362,897)
Charge / reversals		
Charge for the year	28,194	13,518
Reversals for the year	-	-
Transfer during the period	-	(514,344)
Reversal on disposals	-	-
Transfers - net	28,194	(500,826)
<b>Closing Balance</b>	<u>126,483</u>	<u>98,289</u>

**10.3 Particulars of credit loss allowance**
**10.3.1 Particulars of credit loss allowance against debt securities**

	June 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
	Outstandig amount	Credit loss allowance held	Outstandig amount	Credit loss allowance held
Domestic				
Performing Stage 1	200,652,062	2	197,427,832	2
Underperforming Stage 2	336,609	48,773	449,055	20,579
Non-Performing Stage 3				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	77,708	77,708	77,708	77,708
	<u>77,708</u>	<u>77,708</u>	<u>77,708</u>	<u>77,708</u>
<b>Total</b>	<u>201,066,379</u>	<u>126,483</u>	<u>197,954,595</u>	<u>98,289</u>

Rupees in '000

**SINDH BANK LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED JUNE 30, 2025**

**11. ADVANCES**

Loans, cash credits, agriculture, running finances etc.

Commodity finance

Net investment in finance lease

Islamic financing and related assets

Diminishing musharakah financing

Running musharakah

Murabaha Financing

Ijarah financing under IFAS 2

Bills discounted and purchased

Payable in Pakistan

Payable outside Pakistan

Advances - gross

Credit loss allowance against advances

- Stage 1

- Stage 2

- Stage 3

**Total Advances - Net credit loss allowance**

	June 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
	Performing	Non Performing	Performing	Non Performing
	Rupees in '000'		Rupees in '000'	
		Total		Total
Loans, cash credits, agriculture, running finances etc.	30,580,022	30,786,083	29,627,478	29,409,534
Commodity finance	66,119,740	-	38,921,334	-
Net investment in finance lease	498,485	184,908	147,427	195,882
Islamic financing and related assets				
Diminishing musharakah financing	42,159	121,353	45,517	121,353
Running musharakah	5,000,000	-	-	-
Murabaha Financing	80,000	-	80,000	-
Ijarah financing under IFAS 2	10,718	-	11,190	-
	102,331,124	31,092,344	68,832,946	29,726,769
		133,423,468		98,559,715
Bills discounted and purchased				
Payable in Pakistan	19,803	354,904	45,739	348,639
Payable outside Pakistan	-	2,500	-	3,405
	19,803	357,404	45,739	352,044
		377,207		397,783
Advances - gross	102,350,927	31,449,748	68,878,685	30,078,813
Credit loss allowance against advances				
- Stage 1	-	-	-	-
- Stage 2	321,589	-	319,579	-
- Stage 3	223,927	-	958,312	-
	-	25,505,182	-	25,133,917
	545,516	25,505,182	1,277,891	25,133,917
	101,805,411	5,944,566	67,600,794	4,944,896
		107,749,977		72,545,690

**11.1 Particulars of advances (gross)**

In local currency

In foreign currencies

	June 30, 2025	December 31, 2024
	(Un-audited)	(Audited)
	----- (Rupees in '000') -----	
In local currency	133,800,675	98,957,498
In foreign currencies	-	-
	133,800,675	98,957,498



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- 11.2 Advances include Rs. 31,449.75 million (2024: Rs. 30,078.81) million which have been placed under non-performing status are as detailed below:

		June 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
		Non Performing Loans	Credit loss allowance	Non Performing Loans	Credit loss allowance
Category of Classification of stage 3		----- Rupees in '000' -----			
Other Assets Especially Mentioned	11.2.1	2,284	-	1,821	11
Substandard		201	-	6,088	1,310
Doubtful		128,440	2,711	28,353	2,354
Loss		31,318,823	25,502,471	30,042,551	25,130,243
<b>Total</b>		<b>31,449,748</b>	<b>25,505,182</b>	<b>30,078,813</b>	<b>25,133,918</b>

- 11.2.1 This represents non-performing portfolio of agricultural and small and medium enterprise financing classified as OAEM as per the requirements of the Prudential Regulations for Agricultural, Infrastructure Project Financing and Small and Medium Enterprise Financing issued by the State Bank of Pakistan.
- 11.2.2 The Bank has availed the benefit of forced sale value on plant and machinery under charge and mortgaged residential and commercial property (land and building only) held as collateral against non-performing advances under the prudential regulation issued by the State Bank of Pakistan. Had the benefit not been taken by the Bank, specific provision against non-performing advances would have been higher by Rs. 6,128.82 (2024: Rs. 5,126.65) million. The resultant increase in profit due to FSV benefit taken will not be available for distribution as cash and stock dividend to shareholders.

11.3 Particulars of credit loss allowance

June 30, 2025 (Un-audited)				
	Stage 1	Stage 2	Stage 3	Total
	-----Rupees in '000' -----			
Opening balance	319,579	958,311	25,133,918	26,411,808
Exchange adjustments	-	-	-	-
Charge for the period	231,914	186,435	1,513,400	1,931,749
Reversals	-	-	(1,142,136)	(1,142,136)
	231,914	186,435	371,264	789,613
Transfer in / (out)	(232,042)	(918,681)	-	(1,150,723)
Amounts charged off - agriculture loans	-	-	-	-
<b>Closing balance</b>	<b>319,451</b>	<b>226,065</b>	<b>25,505,182</b>	<b>26,050,698</b>

December 31, 2024 (Audited)				
	Stage 1	Stage 2	Stage 3	Total
	-----Rupees in '000' -----			
Opening balance	10,186	-	26,878,180	26,888,366
Exchange adjustments	-	-	-	-
Impact of adoption of IFRS 9	131,462	296,485	277,951	705,898
Charge for the period	177,931	732,854	640,121	1,550,906
Reversals	-	(71,028)	(3,145,403)	(3,216,431)
	177,931	661,826	(2,505,282)	(1,665,525)
Amounts charged off - Agriculture loans	-	-	(31,275)	(31,275)
Net charge / (reversal) during the period	177,931	661,826	(2,536,557)	(1,696,800)
Transfer from investments -TFC	-	-	514,344	514,344
<b>Closing balance</b>	<b>319,579</b>	<b>958,311</b>	<b>25,133,918</b>	<b>26,411,808</b>

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**11.4 Advances - Particulars of Exposure**

	June 30, 2025 (Un-audited)			
	Stage 1	Stage 2	Stage 3	Total
	----- Rupees in '000' -----			
Gross carrying amount - current year	22,620,663	46,258,023	30,078,812	98,957,498
New Advances	42,207,566	3,586,816	2,225,658	48,020,040
Advances derecognised or repaid	(5,393,574)	(4,999,421)	(2,783,868)	(13,176,863)
Transfer to stage 1	529,766	(529,766)	-	-
Transfer to stage 2	(40,090)	842,253	(802,163)	-
Transfer to stage 3	(995)	(2,730,314)	2,731,309	-
	37,302,673	(3,830,432)	1,370,936	34,843,177
Amounts charged off	-	-	-	-
<b>Closing balance</b>	<b>59,923,336</b>	<b>42,427,591</b>	<b>31,449,748</b>	<b>133,800,675</b>

	December 31, 2024 (Audited)			
	Stage 1	Stage 2	Stage 3	Total
	----- Rupees in '000' -----			
Gross carrying amount - prior year	28,773,367	15,531,994	33,206,050	77,511,411
New Advances	7,469,067	33,691,165	-	41,160,232
Advances derecognised or repaid	(17,229,959)	(1,818,458)	(1,180,072)	(20,228,489)
Transfer to stage 1	3,941,417	(3,941,417)	-	-
Transfer to stage 2	(300,763)	2,911,754	(2,610,991)	-
Transfer to stage 3	(32,466)	(117,015)	149,481	-
	(6,152,704)	30,726,029	(3,641,582)	20,931,743
Transfer from investments -TFC	-	-	514,344	514,344
Amounts charged off	-	-	-	-
<b>Closing balance</b>	<b>22,620,663</b>	<b>46,258,023</b>	<b>30,078,812</b>	<b>98,957,498</b>

**11.5 Particulars of credit loss allowance**

	June 30, 2025 (Un-audited)			
	Stage 1	Stage 2	Stage 3	Total
	----- Rupees in '000' -----			
Opening balance	319,579	958,311	25,133,918	26,411,808
New Advances	-	-	-	-
Due to credit deterioration	-	-	-	-
Changes in risk parameters (PDs/LGDs/EADs)	231,914	121,337	1,048,167	1,401,418
Advances derecognised or repaid	(232,042)	(35,944)	(1,494,542)	(1,762,528)
Transfer to stage 1	-	-	-	-
Transfer to stage 2	-	65,098	(65,098)	-
Transfer to stage 3	-	(882,737)	882,737	-
Reversals	-	-	-	-
	(128)	(732,246)	371,264	(361,110)
Amounts written off	-	-	-	-
<b>Closing balance</b>	<b>319,451</b>	<b>226,065</b>	<b>25,505,182</b>	<b>26,050,698</b>



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	December 31, 2024 (Audited)			
	Stage 1	Stage 2	Stage 3	Total
	----- Rupees in '000' -----			
Opening balance	10,186	-	26,878,180	26,888,366
Exchange adjustments	-	-	-	-
Impact of adoption of IFRS 9	131,462	296,485	277,951	705,898
	141,648	296,485	27,156,131	27,594,264
New Advances	52,195	-	-	52,195
Changes in risk parameters (PDs/LGDs/EADs)	134,510	924,001	2,469,628	3,528,139
Advances derecognised or repaid	(39,652)	(211,331)	(5,026,151)	(5,277,134)
Transfer to stage 1	46,024	(46,024)	-	-
Transfer to stage 2	(13,585)	57,785	(44,200)	-
Transfer to stage 3	(1,561)	(62,605)	64,166	-
Reversals	-	-	-	-
	177,931	661,826	(2,536,557)	(1,696,800)
Amounts charged off - Agriculture loans	-	-	-	-
	177,931	661,826	(2,536,557)	(1,696,800)
Transfer from investments -TFC	-	-	514,344	514,344
Amounts written off	-	-	-	-
Closing balance	319,579	958,311	25,133,918	26,411,808

			June 30, 2025 (Un-audited)		December 31, 2024 (Audited)		
			Outstanding amount	Credit loss allowance / provision	Outstanding amount	Credit loss allowance / provision	
			----- Rupees in '000' -----		----- Rupees in '000' -----		
11.6	Advances-Category of Classification		Note				
	Performing	Stage 1		59,923,336	321,589	22,620,663	319,579
	Underperforming	Stage 2		42,427,591	223,927	46,258,023	958,311
	Non-Performing	Stage 3					
	OAEM			2,284	-	1,821	11
	Substandard			201	-	6,088	1,310
	Doubtful			128,440	2,711	28,353	2,354
	Loss			31,318,823	25,502,471	30,042,550	25,130,243
				31,449,748	25,505,182	30,078,812	25,133,918
	Total			133,800,675	26,050,698	98,957,498	26,411,808

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		June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		----- (Rupees in '000') -----	
12.	PROPERTY AND EQUIPMENT	Note	
	Capital work-in-progress	12.1	46,011
	Property and equipment		1,367,719
			1,413,730
12.1	Capital work-in-progress		
	Civil works		5,434
	Equipment		-
	Advances to suppliers		40,577
			46,011
			June 30, 2025 (Un-audited)
12.2	Addition to property and equipment		June 30, 2024 (Un-audited)
			----- (Rupees in '000') -----
	The following additions have been made to fixed assets during the period:		
	Property and equipment		
	Leasehold improvements		7,509
	Furniture and fixture		15,495
	Computer and office equipment		182,848
	Vehicles		18,545
	Total		224,397
12.3	Disposal of property and equipment		
	The net book value of fixed assets disposed off during the period is as follows:		
	Leasehold improvements		44
	Computer and office equipment		-
	Vehicles		-
	Total		44



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		June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	Note	----- (Rupees in '000') -----	
<b>13. RIGHT OF USE ASSETS</b>			
At January 1			
Opening net book value		3,385,962	2,608,849
Reassessment / renewals		687,327	1,541,867
Disposals		-	-
Depreciation charge		(378,036)	(764,754)
Closing net book value		<u>3,695,253</u>	<u>3,385,962</u>
Cost		6,418,869	5,731,542
Accumulated depreciation		<u>(2,723,616)</u>	<u>(2,345,580)</u>
Net book value		<u>3,695,253</u>	<u>3,385,962</u>
<b>14. INTANGIBLE ASSETS</b>			
Computer Software		94,549	80,162
Others		-	-
		<u>94,549</u>	<u>80,162</u>
<b>14.1 Additions to intangible assets</b>		<b>June 30, 2025 (Un-audited)</b>	<b>June 30, 2024 (Un-audited)</b>
		----- (Rupees in '000') -----	
The additions intangible assets during the period:			
Computer Software		<u>35,820</u>	<u>-</u>
Disposals of intangible assets			
The net book value of intangible assets disposed off during the period.		<u>-</u>	<u>-</u>
<b>15. DEFERRED TAX ASSETS-NET</b>		<b>June 30, 2025 (Un-audited)</b>	<b>December 31, 2024 (Audited)</b>
		----- (Rupees in '000') -----	
<b>Deductible Temporary Differences on</b>			
Credit loss allowance against advances		12,742,460	12,591,598
Tax losses carried forward		2,542,603	2,950,584
Provision for diminution in the value of investments		-	12,243
Deficit on revaluation of investments		(1,376,313)	(864,546)
Others		2,038,612	2,037,621
Right of use assets		553,613	496,177
		<u>16,500,975</u>	<u>17,223,677</u>
<b>Taxable Temporary Differences on</b>			
Accelerated tax depreciation - tangible fixed assets		(12,863)	(14,338)
Net investment in Finance Lease		(131,859)	(131,859)
Surplus on revaluation of non-banking assets		(93,600)	(93,600)
Accelerated tax amortization - intangible assets		(19,189)	(28,604)
		<u>(257,511)</u>	<u>(268,401)</u>
		<u>16,243,464</u>	<u>16,955,276</u>

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- 15.1 The Bank has an aggregate amount of deferred tax assets of Rs. 16,243.46 million (2024: Rs. 16,955.27 million). Deferred tax asset has been recorded based on management's best estimate of the probable benefits expected to be realised in future years in the form of reduced tax liability as the Bank would be able to set off the profits earned in those years against the deferred tax asset. In this regard, the Bank has prepared financial projections for future taxable profits, which have been approved by the Board of the Bank, to assess the recoverability of deferred tax assets. The projections involve certain key management assumptions underlying the estimation of future taxable profits. The determination of future taxable profits is most sensitive to certain key assumptions such as growth in high yield consumer advances, investment returns, potential reversal of provision against assets, interest rates, cost of funds and expected recoveries of classified loans. Any significant change in such assumptions may have an effect on the recoverability of the deferred tax assets. Management believes that it is probable that the Bank will be able to achieve the profits and consequently, the deferred tax asset will be fully realised in future.

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	----- (Rupees in '000') -----	
16. OTHER ASSETS		
Income / mark-up accrued in local currency	5,922,462	10,722,252
Accrued commission income	157,731	157,731
Advances, deposits, advance rent and other prepayments	1,737,720	1,291,357
Receivable against sale of shares	38,938	47,925
Mark to market gain on forward foreign exchange contracts	-	136,527
Insurance premium receivable against agriculture loans	7,947	8,623
Stationery and stamps on hand	21,845	22,915
Dividends receivable	-	1,688
Receivable against 1 Link ATM settlement account	-	84,330
Acceptances	169,345	48,741
Insurance claims receivable	13,091	12,835
Non-Banking Assets Acquired in Satisfaction of Claims	1,770,000	1,770,000
Other receivables	58,554	88,925
	9,897,633	14,393,849
Less: Provision held against other assets	16.2 (864,614)	(864,614)
Other assets (net of provision)	9,033,019	13,529,235
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	180,000	180,000
	9,213,019	13,709,235

**16.1 Market value of non-banking assets acquired in satisfaction of claims**

Non-banking assets acquired in December 2023 in satisfaction of claims have been revalued by an independent professional valuer. As of December 2024, the desktop revaluation was conducted by M/s Iqbal A. Nanjee & Co. Pvt. Ltd. based on their professional assessment of present market values; however, they have reported no significant change in the market value of these assets.

**16.2 Movement in credit loss allowance / provision held against other assets**

Opening balance	(864,614)	(1,222,785)
Charge for the period / year	-	-
Reversals	-	358,171
Amount written off	-	-
Closing balance	(864,614)	(864,614)



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			June 30, 2025	December 31, 2024
			(Un-audited)	(Audited)
			----- (Rupees in '000') -----	
17.	<b>BILLS PAYABLE</b>	Note		
	In Pakistan		2,390,803	1,446,526
	Outside Pakistan		-	-
			<u>2,390,803</u>	<u>1,446,526</u>
18.	<b>BORROWINGS</b>			
	<b>Secured</b>			
	Borrowings from State Bank of Pakistan			
	- Under export refinance scheme	17.2	1,297,000	1,457,900
	- Under long term finance facility		-	-
	Repurchase agreement borrowings - Secured			
	- State Bank of Pakistan (SBP)		3,497,200	-
	- Other commercial banks / DFI's		-	-
			<u>3,497,200</u>	<u>-</u>
			<u>4,794,200</u>	<u>1,457,900</u>
18.1	<b>Particulars of borrowings with respect to Currencies</b>			
	In local currency		4,794,200	1,457,900
	In foreign currencies		-	-
			<u>4,794,200</u>	<u>1,457,900</u>

**19. DEPOSITS AND OTHER ACCOUNTS**

	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
	In Local Currency	In Foreign currencies	Total	In Local Currency	In Foreign currencies	Total
----- (Rupees in '000') -----						
<b>Customers</b>						
Current deposits	91,095,384	1,119,891	92,215,275	75,948,885	1,089,573	77,038,458
Savings deposits	182,406,404	1,322,562	183,728,966	174,750,035	1,248,851	175,998,886
Term deposits	45,994,465	223,214	46,217,679	54,833,570	316,021	55,149,591
Margin and other deposits	1,357,270	-	1,357,270	1,567,533	-	1,567,533
	<u>320,853,523</u>	<u>2,665,667</u>	<u>323,519,190</u>	<u>307,100,023</u>	<u>2,654,445</u>	<u>309,754,468</u>
<b>Financial Institutions</b>						
Current deposits	312,521	31	312,552	721,673	30	721,703
Savings deposits	1,191,818	-	1,191,818	1,242,064	-	1,242,064
Term deposits	1,000,000	-	1,000,000	1,000,000	-	1,000,000
Margin and other deposits	120,062	-	120,062	62	-	62
	<u>2,624,401</u>	<u>31</u>	<u>2,624,432</u>	<u>2,963,799</u>	<u>30</u>	<u>2,963,829</u>
	<u>323,477,924</u>	<u>2,665,698</u>	<u>326,143,622</u>	<u>310,063,822</u>	<u>2,654,475</u>	<u>312,718,297</u>

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		June 30, 2025 (Un-audited) ----- (Rupees in '000') -----	December 31, 2024 (Audited) -----
<b>20. Lease liabilities</b>	<b>Note</b>		
Opening balance		4,308,326	3,138,067
Reassessment / renewals		687,328	1,541,867
Interest expense		325,044	696,975
Lease payments including interest		(592,314)	(1,230,989)
Other adjustments / transfers		31,510	162,406
Closing balance		<u>4,759,894</u>	<u>4,308,326</u>
<b>20.1 Contactual maturity of lease liabilities</b>			
Short-term lease liabilities - within one year		489,871	522,732
Long-term lease liabilities			
- 1 to 5 years		2,028,526	1,781,608
- 5 to 10 years		2,236,275	1,994,988
- More than 10 years		5,222	8,998
		<u>4,270,023</u>	<u>3,785,594</u>
Total lease liabilities		<u>4,759,894</u>	<u>4,308,326</u>
<b>21. OTHER LIABILITIES</b>			
Mark-up / return / interest payable in local currency		6,972,376	8,922,181
Mark-up / return / interest payable in foreign currency		2,841	4,158
Accrued expenses		435,549	301,790
Net defined benefit liability		115,175	177,202
Provision for compensated absences		386,532	392,930
Payable against I Link ATM settlement account		471,425	-
Payable against purchase of shares		5,594	18,765
Retention money		62,164	60,329
Federal excise duty / sales tax on services payable		10,372	9,002
Withholding tax payable		24,424	157,888
Acceptances		169,345	48,741
Provision for taxation - net		186,966	509,163
Mark to market loss on forward foreign exchange contracts		33,458	-
Security deposit against leases	21.1.1	142,955	89,925
Branch funding adjustment account		11,944,678	-
Others		287,324	308,058
		<u>21,251,178</u>	<u>11,000,132</u>
Credit loss allowance against off-balance sheet obligations	21.1.2	3,064	3,898
		<u>21,254,242</u>	<u>11,004,030</u>
<b>21.1 Opening balance</b>		3,898	-
Impact of adoption of IFRS-09		-	3,103
Charge / reversals;			
Charge for the year		-	795
Reversals for the year		(834)	-
		<u>(834)</u>	<u>795</u>
Closing Balance		<u>3,064</u>	<u>3,898</u>



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21.1.1 These represent interest free security deposits received from lessees against lease contracts of Sindh Leasing Company Limited which was amalgamated into the Bank, and are adjustable against residual value of leased assets at the expiry of the respective lease terms. These security deposits have not been discounted to their present values as the financial impact thereof is not considered to be material.

21.1.2 Credit loss allowance against off balance sheet obligations include ECL in respect of letter of credit, letter of guarantees, shipping guarantees, acceptances and commitments against forward lendings etc.

**22. SHARE CAPITAL - NET**

**22.1 Authorised capital**

June 30, 2025 (Un-audited)	December 31, 2024 (Audited)		June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Number of shares			----- (Rupees in '000') -----	
<u>3,500,000,000</u>	<u>3,500,000,000</u>	Ordinary shares of Rs.10 each	<u>35,000,000</u>	<u>35,000,000</u>

**22.2 Issued, subscribed and paid-up share capital**

June 30, 2025 (Un-audited)	December 31, 2024 (Audited)		June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Number of shares		Note	--- (Rupees in '000') ---	
3,071,013,000	3,071,013,000	Fully paid in cash: Ordinary shares of Rs.10 each	30,710,130	30,710,130
-	-	Right shares of Rs.10 each issued during the year	-	-
<u>381,429,817</u>	<u>381,429,817</u>	Ordinary shares of Rs. 10 issued as consideration of amalgamation	<u>3,814,298</u>	<u>3,814,298</u>
<u>3,452,442,817</u>	<u>3,452,442,817</u>		<u>34,524,428</u>	<u>34,524,428</u>

22.3 The Government of Sindh, through its Finance Department, owns 99.97% ordinary shares of the Bank.

**23. SURPLUS/(DEFICIT) ON REVALUATION OF ASSETS - NET**

**Surplus / (deficit) on revaluation of**

- Securities measured at FVOCI - Debt	10	1,506,622	522,462
- Securities measured at FVOCI - Equity	10	1,046,505	1,140,126
- Non-banking assets acquired in satisfaction of claims	23.1	180,000	180,000
		<u>2,733,127</u>	<u>1,842,588</u>

**Deferred tax on surplus / (deficit) on revaluation of:**

- Securities measured at FVOCI - Debt		(783,443)	(271,680)
- Securities measured at FVOCI - Equity		(544,183)	(592,866)
- Non-banking assets acquired in satisfaction of claims	23.1	(93,600)	(93,600)
		<u>(1,421,226)</u>	<u>(958,146)</u>
		<u>1,311,901</u>	<u>884,442</u>

**23.1 Surplus on revaluation of non-banking assets acquired in satisfaction of claims**

Surplus on revaluation as at January 01	180,000	180,000
Recognised during the period	-	-
Surplus on revaluation as at June 30	<u>180,000</u>	<u>180,000</u>
Less: related deferred tax liability	(93,600)	(93,600)
	<u>86,400</u>	<u>86,400</u>

**SINDH BANK LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED JUNE 30, 2025**

			June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
			----- (Rupees in '000') -----	
<b>24</b>	<b>CONTINGENCIES AND COMMITMENTS</b>	<b>Note</b>		
	-Guarantees	24.1	8,861,559	7,476,280
	-Commitments	24.2	123,296,964	137,865,487
	-Other contingent liabilities		-	-
			<u>132,158,523</u>	<u>145,341,767</u>
<b>24.1</b>	<b>Guarantees:</b>			
	Financial guarantees		1,152,691	1,157,718
	Performance guarantees		5,762,903	3,962,839
	Other guarantees		1,945,965	2,355,723
			<u>8,861,559</u>	<u>7,476,280</u>
<b>24.2</b>	<b>Commitments:</b>			
	<b>Documentary credits and short-term trade-related transactions</b>			
	- letters of credit		3,130,865	2,964,551
	<b>Commitments in respect of:</b>			
	- forward foreign exchange contracts	24.2.1	78,447,468	107,432,384
	- forward lending, borrowings and credits	24.2.2	41,528,359	27,313,192
	<b>Commitments for acquisition of:</b>			
	- fixed assets		190,272	155,360
			<u>123,296,964</u>	<u>137,865,487</u>
<b>24.2.1</b>	<b>Commitments in respect of forward foreign exchange contracts</b>			
	Purchase		38,813,892	52,858,154
	Sale		39,633,576	54,574,230
			<u>78,447,468</u>	<u>107,432,384</u>
<b>24.2.2</b>	<b>Commitments in respect of forward lending, borrowings and credits</b>			
	Forward repurchase agreement borrowing		3,501,454	-
	Forward resale agreement lending		20,437,769	14,337,675
	Undrawn formal standby facilities, credit lines and other commitments to lend	24.2.2.1	17,589,136	12,975,517
			<u>41,528,359</u>	<u>27,313,192</u>
<b>24.2.2.1</b>	<b>Commitments to extend credit</b>			

The Bank enters into commitments to extend credit in the normal course of its business but these are revocable commitments that do not attract any significant penalty or expense if the facility is unilaterally withdrawn.



**SINDH BANK LIMITED**

**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED JUNE 30, 2025**

		<b>Half Year Ended</b>	
		<b>June 30, 2025</b>	<b>June 30, 2024</b>
		<b>(Un-audited)</b>	
<b>25. MARK-UP/RETURN/INTEREST EARNED</b>	<b>Note</b>	<b>----- (Rupees in '000') -----</b>	
On loans and advances		4,347,121	5,607,090
On investments		13,798,742	16,498,893
On lendings to financial institutions		309,967	399,647
On balances with banks		66,286	82,004
		<u>18,522,116</u>	<u>22,587,634</u>
<b>26. MARK-UP/RETURN/INTEREST EXPENSED</b>			
Deposits		11,957,256	17,191,658
Borrowings		1,234,472	773,205
Finance charge on lease liability against right of use assets		325,044	299,741
Cost of swaps against foreign currency deposits / borrowings		-	124,516
		<u>13,516,772</u>	<u>18,389,120</u>
<b>27. FEE AND COMMISSION INCOME</b>			
Branch banking customer fees		60,814	53,331
Consumer finance related fees		2,234	1,623
Card related fees (debit cards)		175,549	154,732
Commission on trade		77,317	72,976
Commission on guarantees		41,104	33,783
Credit related fees		4,349	9,582
Commission on remittances including home remittances		4,424	9,238
Others		819	1,363
		<u>366,610</u>	<u>336,628</u>
<b>28. GAIN ON SECURITIES</b>			
Realised	28.1	473,231	26,144
Unrealised - Measured at FVPL	28.2	21,296	93,298
		<u>494,527</u>	<u>119,442</u>
<b>28.1 Realised gain on:</b>			
Federal Government Securities		427,899	113
Shares of listed companies		45,332	26,031
		<u>473,231</u>	<u>26,144</u>

**SINDH BANK LIMITED**
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED JUNE 30, 2025**

		<b>Half Year Ended</b>	
		<b>June 30, 2025</b>	<b>June 30, 2024</b>
		<b>(Un-audited)</b>	
		<b>----- (Rupees in '000') -----</b>	
<b>28.2</b>	<b>Net gain on financial assets measured at FVPL:</b>	<b>Note</b>	
	Designated upon initial recognition	-	-
	Mandatorily measured at FVPL	21,296	93,298
		<u>21,296</u>	<u>93,298</u>
<b>29.</b>	<b>OTHER INCOME</b>		
	Incidental charges	-	290
	Gain on sale of operating fixed assets	242	6,777
	Rent on premises shared	675	704
	Godwon charges	110	-
	Others	318	150
		<u>1,345</u>	<u>7,921</u>
<b>30.</b>	<b>OPERATING EXPENSES</b>		
	Total compensation expense	30.1 2,889,406	2,440,686
	<b>Property expense</b>		
	Rent & taxes	38,380	18,428
	Insurance	31,258	27,087
	Utilities cost	233,857	248,922
	Security (including guards)	417,852	301,916
	Repairs & maintenance	25,755	13,717
	Depreciation	36,199	35,363
	Depreciation - right of use assets	378,036	398,627
		<u>1,161,337</u>	<u>1,044,060</u>
	<b>Information technology expenses</b>		
	Software maintenance	112,434	95,635
	Hardware maintenance	60,280	76,922
	Depreciation	41,081	36,755
	Amortisation	21,434	21,135
	Network charges	11,420	9,841
	Others	51,313	22,900
		<u>297,962</u>	<u>263,188</u>



**SINDH BANK LIMITED**
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED JUNE 30, 2025**
**OPERATING EXPENSES**

	Half Year Ended	
	June 30, 2025	June 30, 2024
	(Un-audited)	
Note	(Rupees in '000')	
<b>Other operating expenses</b>		
Directors' fees and allowances	14,375	10,700
Fees and allowances to Shariah Board	1,427	1,788
Legal & professional charges	15,367	16,343
Travelling & conveyance	32,004	26,590
NIFT clearing charges	23,938	17,522
Training & development	3,526	3,680
Postage & courier charges	10,721	11,986
Communication	122,360	146,551
Stationery & printing	85,737	91,544
Marketing, advertisement & publicity	47,820	40,542
Auditor's Remuneration	9,126	8,340
Repairs & maintenance	91,255	73,360
Brokerage and commission	6,864	2,653
Entertainment Expenses	41,534	35,770
Fees and subscription	53,778	45,079
Insurance expenses	5,513	7,508
Premium of deposit protection fund	54,641	44,375
Depreciation	87,526	74,971
Outsourced service costs	110,919	108,032
Others	26,412	26,370
	844,843	793,704
	5,193,548	4,541,638

30.2

**30.1 Total compensation expense**

Managerial Remuneration		
- Fixed		
- Variable Cash Bonus / Awards		
Charge for defined benefit plan		
Contribution to defined contribution plan		
Rent & house maintenance		
Utilities		
Medical		
Conveyance		
Dearness Allowance		
Employee old age benefits contribution		
Leave Fare Assistance Allowances		
Leave Encashment		
Staff Insurances		
Others		

	1,726,295	1,530,377
	31,139	30,622
	115,176	61,704
	85,738	74,941
	446,543	374,605
	92,927	77,896
	92,927	77,901
	111,937	87,957
	28,370	23,701
	23,982	19,776
	21,091	27,830
	3,000	3,000
	54,967	50,023
	55,314	353
	2,889,406	2,440,686

**SINDH BANK LIMITED**
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		Half Year Ended	
		June 30, 2025	June 30, 2024
		(Un-audited)	
		----- (Rupees in '000') -----	
<b>30.2</b>	<b>Auditors' remuneration</b>	Note	
	Audit fee	7,795	7,087
	Fee for other statutory certifications	856	778
	Out-of-pocket expenses	475	475
		<u>9,126</u>	<u>8,340</u>
<b>31.</b>	<b>OTHER CHARGES</b>		
	Penalties imposed by the State Bank of Pakistan	-	21
	Others	-	-
		<u>-</u>	<u>21</u>
<b>32.</b>	<b>CREDIT LOSS ALLOWANCE &amp; WRITE OFFS - NET</b>		
	Credit loss allowance for diminution in value of investments	10.2.1	28,193 (861)
	Reversal of credit loss allowance / provision against loans and advances	11.3	(1,142,136) (947,529)
	Credit loss allowance / provision against loans and advances	11.3	781,026 185,471
	Credit loss allowance against lendings to financial institutions	9.2	618 -
	Reversal of credit loss allowance against other assets	16.2	- (358,171)
	Reversal of credit loss allowance against off-balance sheet obligations	21.1	(834) 293
	Reversal of credit loss allowance against balance with other banks	8.1	(399) 1,837
	Bad debts directly charged to profit and loss account		- -
		<u>(333,532)</u>	<u>(1,118,961)</u>
<b>33.</b>	<b>TAXATION</b>		
	Current	383,167	295,612
	Deferred	200,045	385,285
		<u>583,212</u>	<u>680,897</u>
<b>34.</b>	<b>BASIC AND DILUTED EARNINGS PER SHARE</b>		
	Profit for the year (Rupees in '000)	500,380	611,319
	Weighted average number of ordinary shares	3,452,442,817	3,452,442,817
	Basic and diluted earnings per share (Rupee)	0.14	0.18
<b>35.</b>	<b>CASH AND CASH EQUIVALENTS</b>		
	Cash and balance with treasury banks	21,570,629	19,199,835
	Balance with other banks	2,500,738	1,995,768
		<u>24,071,367</u>	<u>21,195,603</u>



**SINDH BANK LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED JUNE 30, 2025**

**36. FAIR VALUE MEASUREMENTS**

The fair values of traded investments are based on quoted market prices.

Unquoted equity investments are carried at the lower of cost or break-up value of the investee company. The fair value of the same is not required to be calculated.

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

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

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

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 asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Level 3: Fair value measurements using inputs that are not based on observable market data.

**36.1 Fair value of financial and non-financial assets**

The table below analyses the financial and non-financial assets carried at fair values, by valuation methods. For financial assets, the Bank essentially carries its investments in debt and equity securities at fair values. Valuation of investments is carried out as per guidelines specified by the SBP.

	June 30, 2025 (Un-audited)			
	Fair Value			
	Level 1	Level 2	Level 3	Total
	(Rupees in '000')			
<b>On balance sheet financial instruments</b>				
<b>Financial assets measured at fair value</b>				
<b>Investments</b>				
Pakistan Investment Bonds	-	141,754,304	-	141,754,304
Market Treasury Bills	-	18,773,622	-	18,773,622
Shares of listed companies	2,379,127	-	-	2,379,127
Units of mutual funds	280,165	-	-	280,165
Ijarah Sukuk - GoP	-	3,883,435	-	3,883,435
Sukuk bonds	-	-	-	-
	<u>2,659,292</u>	<u>164,411,361</u>	<u>-</u>	<u>167,070,653</u>
<b>Financial assets disclosed but not measured at fair value</b>				
<b>Investments</b>				
Market Treasury Bills	-	22,875,837	-	22,875,837
Pakistan Investment Bonds	-	14,751,853	-	14,751,853
Term finance certificates - Listed	-	177,001	-	177,001
Term finance certificates - Unlisted	-	230,467	-	230,467
	<u>-</u>	<u>38,035,158</u>	<u>-</u>	<u>38,035,158</u>
<b>Off balance sheet financial instruments</b>				
Foreign exchange contracts (purchase)	-	38,813,892	-	38,813,892
Foreign exchange contracts (sale)	-	39,633,576	-	39,633,576

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	December 31, 2024 (Audited)			
	Fair Value			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000') -----			
<b>On balance sheet financial instruments</b>				
<b>Financial assets measured at fair value</b>				
<b>Investments</b>				
Pakistan Investment Bonds	-	161,125,136	-	161,125,136
Market Treasury Bills	-	6,912,523	-	6,912,523
Shares of listed companies	1,798,227	-	-	1,798,227
Units of mutual funds	237,590	-	-	237,590
Ijarah Sukuk - GoP	-	4,082,290	-	4,082,290
Sukuk bonds	-	-	-	-
	<u>2,035,817</u>	<u>172,119,949</u>	<u>-</u>	<u>174,155,766</u>
<b>Financial assets disclosed but not measured at fair value</b>				
<b>Investments</b>				
Market Treasury Bills	-	1,346,203	-	1,346,203
Pakistan Investment Bonds	-	24,364,453	-	24,364,453
Term finance certificates - Listed	-	213,908	-	213,908
Term finance certificates - Unlisted	-	334,255	-	334,255
	<u>-</u>	<u>26,258,819</u>	<u>-</u>	<u>26,258,819</u>
<b>Off balance sheet financial instruments</b>				
Foreign exchange contracts (purchase)	-	52,858,154	-	52,858,154
Foreign exchange contracts (sale)	-	54,574,230	-	54,574,230

The valuation techniques used for the above assets are disclosed below:

Item	Valuation techniques and input used
Fully paid-up ordinary shares /close end mutual funds	Fair value is determined on the basis of closing quoted market prices available at the Pakistan Stock Exchange.
Open ended mutual funds	Fair value is based on redemption prices as at the close of the business day.
Pakistan Investment Bonds / Market Treasury Bills	Fair values of Pakistan Investment Bonds and Treasury Bills are derived using the PKRV rates (Reuters page).
Government of Pakistan (GoP) - Ijarah Sukuks	Fair values derived using the PKISRV rates announced by the Financial Market Association (FMA) through Reuters.
Term Finance, Bonds and Sukuk certificates	Investments in debt securities (comprising term finance certificates, bonds, sukuk certificates and any other security issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital) are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan.



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**37. SEGMENT INFORMATION**

**37.1 Segment Details with respect to Business Activities**

	June 30, 2025 (Un-audited)			
	Trading and sales	Retail banking	Commercial banking and others	Total
	----- (Rupees in '000') -----			
<b>Profit and Loss</b>				
Net mark-up/return/interest income	12,926,693	239,297	(8,160,646)	5,005,344
Inter segment revenue - net	(16,452,211)	-	16,452,211	-
Non mark-up / interest income	562,818	723	374,723	938,264
Total Income	(2,962,700)	240,020	8,666,288	5,943,608
Segment direct expenses	(72,865)	(55,081)	(4,069,034)	(4,196,980)
Inter segment expense allocation	(99,657)	(179,473)	(717,438)	(996,568)
Total expenses	(172,522)	(234,554)	(4,786,472)	(5,193,548)
Provisions	-	-	333,532	333,532
(Loss) / Profit before tax	(3,135,222)	5,466	4,213,348	1,083,592
<b>Balance Sheet</b>				
Cash & Bank balances	14,812,868	-	9,258,499	24,071,367
Investments	205,855,811	-	-	205,855,811
Net inter segment lending	-	-	244,082,090	244,082,090
Lendings to financial institutions	21,130,416	-	-	21,130,416
Advances - performing	46,049	5,948,819	95,810,543	101,805,411
Advances - non-performing	-	-	5,944,566	5,944,566
Others	4,048,729	31,586	26,579,700	30,660,015
<b>Total Assets</b>	<b>245,893,873</b>	<b>5,980,405</b>	<b>381,675,398</b>	<b>633,549,676</b>
Borrowings	3,497,200	-	1,297,000	4,794,200
Subordinated debt	-	-	-	-
Deposits & other accounts	-	-	326,143,622	326,143,622
Lease liabilities	-	-	4,759,894	4,759,894
Net inter segment borrowing	238,117,980	5,964,110	-	244,082,090
Others	170,983	16,295	23,457,767	23,645,045
<b>Total liabilities</b>	<b>241,786,163</b>	<b>5,980,405</b>	<b>355,658,283</b>	<b>603,424,851</b>
Equity	4,107,710	-	26,026,281	30,133,991
<b>Total Equity &amp; liabilities</b>	<b>245,893,873</b>	<b>5,980,405</b>	<b>381,684,564</b>	<b>633,558,842</b>
<b>Contingencies &amp; Commitments</b>	<b>102,386,691</b>	<b>-</b>	<b>29,771,832</b>	<b>132,158,523</b>

**SINDH BANK LIMITED**  
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**Segment Details with respect to Business Activities**

	June 30, 2024 Un-audited			
	Trading and sales	Retail banking	Commercial banking and others	Total
	(Rupees in '000')			
<b>Profit and Loss</b>				
Net mark-up/return/interest income	16,153,949	24,320	(11,979,755)	4,198,514
Inter segment revenue - net	(21,593,521)	-	21,593,521	-
Non mark-up / interest income	218,108	130	298,162	516,400
Total Income	(5,221,464)	24,450	9,911,928	4,714,914
Segment direct expenses	(49,688)	(3,136)	(3,616,308)	(3,669,132)
Inter segment expense allocation	(84,294)	(18,240)	(769,993)	(872,527)
Total expenses	(133,982)	(21,376)	(4,386,301)	(4,541,659)
Provisions	-	-	1,118,961	1,118,961
(Loss) / Profit before tax	(5,355,446)	3,074	6,644,588	1,292,216

	December 31, 2024 (Audited)			
	Trading and sales	Retail banking	Commercial banking and others	Total
	(Rupees in '000')			
<b>Balance Sheet</b>				
Cash & Bank balances	16,634,277	-	9,764,804	26,399,081
Investments	201,164,585	-	-	201,164,585
Net inter segment lending	-	-	245,741,689	245,741,689
Lendings to financial institutions	24,514,444	-	-	24,514,444
Advances - performing	77,892	825,618	66,697,285	67,600,795
Advances - non-performing	-	-	4,944,895	4,944,895
Others	6,388,316	4,057	29,070,950	35,463,323
<b>Total Assets</b>	<b>248,779,514</b>	<b>829,675</b>	<b>356,219,623</b>	<b>605,828,812</b>
Borrowings	-	-	1,457,900	1,457,900
Deposits & other accounts	-	-	312,718,297	312,718,297
Net inter segment borrowing	244,923,019	818,669	-	245,741,688
Others	162,215	11,006	16,585,661	16,758,882
Total liabilities	245,085,234	829,675	330,761,858	576,676,767
Equity	3,685,731	-	25,466,314	29,152,045
<b>Total Equity &amp; liabilities</b>	<b>248,770,965</b>	<b>829,675</b>	<b>356,228,172</b>	<b>605,828,812</b>
<b>Contingencies &amp; Commitments</b>	<b>121,770,059</b>	<b>-</b>	<b>23,571,708</b>	<b>145,341,767</b>

**38. RELATED PARTY TRANSACTIONS**

The related parties of the Bank comprise associated undertakings, directors, staff retirement funds and key management personnel (including their associates).

The Bank enters into transactions with related parties in the ordinary course of business and on substantially the same terms as for comparable transactions with person of similar standing. Transaction with executives and key management persons are undertaken at terms in accordance with employment agreements and service rules. Contributions to and accruals in respect of staff retirement benefit plans are made in accordance with the terms of the benefit plan. Remuneration of the President & Chief Executive Officer and directors are determined in accordance with the terms of their appointment.

Government of Sindh (GoS) through its Finance Department holds 99.97% shareholding in the Bank and therefore entities which are owned and / or controlled by the GoS, or where the GoS may exercise significant influence, are related parties of the Bank. The Bank in the ordinary course of business enters into transactions with Government-related entities. Such transactions include lending to, deposits from and provision of other banking services to such entities. However, it is impracticable to disclose transactions with all other entities owned or controlled by GoS.



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The details of balances and transactions with related parties, other than those disclosed under respective notes, during the period are as follows:

	June 30, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Directors	Key management personnel	Subsidiaries	Other related parties	Directors	Key management personnel	Subsidiaries	Other related parties
	(Rupees in '000')							
<b>Investments</b>								
Opening balance	-	-	750,000	-	-	-	750,000	-
Investment made during the period/year	-	-	-	-	-	-	-	-
Investment redeemed / disposed off during the period /year	-	-	-	-	-	-	-	-
Closing balance	-	-	750,000	-	-	-	750,000	-
<b>Advances</b>								
Opening balance	-	148,040	360,000	64,377	-	180,366	-	64,377
Addition during the period/year	-	31,671	360,000	1	-	34,259	360,000	-
Repaid during the period/year	-	(20,495)	(571,020)	-	-	(69,492)	-	-
Transfer in / (out) - net	-	42,235	-	-	-	2,907	-	-
Closing balance	-	201,451	148,980	64,378	-	148,040	360,000	64,377
<b>Other Assets</b>								
Interest / mark-up accrued	-	150	4,848	2,319	-	191	128	2,978
Other receivable	-	-	-	-	-	-	-	-
	-	150	4,848	2,319	-	191	128	2,978
<b>Deposits and other accounts</b>								
Opening balance	20,863	74,467	220,877	2,824,555	1,040	66,083	51,021	1,616,287
Received during the period/year	65,989	278,159	6,313,561	7,437,446	34,786	1,470,161	12,252,177	12,085,409
Withdrawn during the period/year	(69,071)	(258,181)	(6,416,727)	(5,440,883)	(44,400)	(1,429,974)	(12,082,321)	(10,877,141)
Transfer in / (out) - net	9,311	11,860	-	-	29,437	(31,803)	-	-
Closing balance	27,092	106,305	117,711	4,821,118	20,863	74,467	220,877	2,824,555
<b>Other Liabilities</b>								
Interest / mark-up payable	495	2,077	2,771	69,439	344	2,280	2,393	86,448

**SINDH BANK LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED JUNE 30, 2025**

	June 30, 2025 (Un-audited)				June 30, 2024 Un-audited			
	Directors	Key management personnel	Subsidiaries	Other related parties	Directors	Key management personnel	Subsidiaries	Other related parties
	(Rupees in '000')							
<b>Income</b>								
Mark-up / return / interest earned	-	3,431	11,670	4,840	-	3,867	-	7,915
Fee and commission income	-	2	99	1,196	-	9	453	3,123
Net gain on sale of securities	-	-	-	-	-	-	107	-
Other income	-	-	-	675	-	-	-	704
<b>Expense</b>								
Mark-up / return / interest paid	1,016	4,584	5,465	133,009	77	14,142	6,957	207,762
Remuneration paid	-	186,802	-	-	-	153,927	-	-
Contribution to provident fund	-	9,095	-	-	-	7,607	-	-
Provision for gratuity	-	31,946	-	-	-	18,524	-	-
Other staff benefits	-	31,736	-	-	-	35,110	-	-
Directors' meeting fee	14,375	-	-	-	10,700	-	-	-
Other expenses	213	-	-	-	150	-	-	-
Insurance premium paid	-	-	-	33,139	-	-	-	73,861
<b>Others</b>								
Sale of Government Securities	-	-	140,000	1,200,000	-	-	360,000	-
Purchase of Government Securities	-	-	-	120,000	-	-	-	-
Gratuity paid	-	2,786	-	-	-	1,212	-	-
Leave encashment paid	-	2,298	-	-	-	1,540	-	-
Insurance claims settled	-	-	-	1,199	-	-	-	5,862
Expenses recovered under agency arrangement	-	-	-	65	-	-	-	25

As at the date of unconsolidated statement of financial position, loans/advances and deposits related to government related entities and its related entities amounted to Rs. 36,119.74 million (2024: Rs. 38,921.3 million) note 11 and Rs.173,054.66 million (2024: Rs. 167,727.27 million) note 19. The above includes deposits amounting to Rs. 53,609.02 million (2024: Rs.53,537.25 million) received through the Finance Department, Government of Sindh.



**SINDH BANK LIMITED**

**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED JUNE 30, 2025**

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	(Rupees in '000')	
<b>39. CAPITAL ADEQUACY, LEVERAGE RATIO &amp; LIQUIDITY REQUIREMENTS</b>	Note	
<b>Minimum Capital Requirement (MCR):</b>		
Paid-up capital (net of losses)	26,264,417	25,819,171
<b>Capital Adequacy Ratio (CAR):</b>		
Eligible Common Equity Tier 1 (CET 1) Capital	14,798,235	14,224,522
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	14,798,235	14,224,522
Eligible Tier 2 Capital	1,469,550	957,769
Total Eligible Capital (Tier 1 + Tier 2)	16,267,785	15,182,291
<b>Risk Weighted Assets (RWAs):</b>		
Credit Risk	41,228,650	40,784,742
Market Risk	14,167,592	14,050,153
Operational Risk	16,047,929	16,047,929
Total	71,444,171	70,882,824
Common Equity Tier 1 Capital Adequacy ratio	20.71%	20.07%
Tier 1 Capital Adequacy Ratio	20.71%	20.07%
Total Capital Adequacy Ratio	22.77%	21.42%
<b>National minimum capital requirements prescribed by SBP</b>		
CET1 minimum ratio	6.00%	6.00%
Tier 1 minimum ratio	7.50%	7.50%
Total capital minimum ratio	10.00%	10.00%
Total capital minimum ratio plus CCB	11.50%	11.50%
<b>Approach followed for determining Risk Weighted Assets</b>		
Credit Risk	Comprehensive	Comprehensive
Market Risk	Maturity method	Maturity method
Operational Risk	Basic Indicator	Basic Indicator
	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	(Rupees in '000')	
<b>Leverage Ratio (LR):</b>		
Eligible Tier-1 Capital	14,798,235	14,224,522
Total Exposures	384,788,303	354,904,239
Leverage Ratio (%)	3.85%	4.01%
<b>Liquidity Coverage Ratio (LCR):</b>		
Total High Quality Liquid Assets	189,183,786	144,053,221
Total Net Cash Outflow	41,935,434	37,606,353
Liquidity Coverage Ratio (%)	451%	383%
<b>Net Stable Funding Ratio (NSFR):</b>		
Total Available Stable Funding	232,505,804	236,076,978
Total Required Stable Funding	113,006,635	96,310,093
Net Stable Funding Ratio	206%	245%

**SINDH BANK LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED JUNE 30, 2025**

**40. ISLAMIC BANKING BUSINESS**

The Bank is operating with 14 Islamic Banking branches and 14 Islamic Banking Windows in Conventional branches (2024: 14 Branches and 14 Islamic Banking Windows).

		<b>June 30, 2025</b>	<b>December 31, 2024</b>
		<b>(Un-audited)</b>	<b>(Audited)</b>
<b>Assets</b>	<b>Note</b>	<b>----- (Rupees in '000') -----</b>	
Cash and balances with treasury banks		696,621	450,895
Balances with other banks		8,237	6,997
Due from financial institutions	40.1	699,989	2,700,044
Investments	40.2	4,126,525	4,279,210
Islamic financing and related assets	40.3	5,205,250	210,891
Fixed assets		223,774	191,143
Intangible assets		833	1,333
Deferred tax assets		-	-
Due from head office		105,693	78,024
Other assets		234,540	152,241
		<b>11,301,462</b>	<b>8,070,778</b>
<b>Liabilities</b>			
Bills payable		500,173	59,194
Due to financial institutions		-	-
Deposits and other accounts	40.4	9,240,833	6,566,848
Deferred tax liability		17,975	43,381
Due to head office		-	-
Other liabilities		370,544	296,661
		<b>10,129,525</b>	<b>6,966,084</b>
<b>Net Assets</b>		<b>1,171,937</b>	<b>1,104,694</b>
<b>Represented By</b>			
Islamic banking fund		1,100,000	1,100,000
Reserves		-	-
Surplus on revaluation of investments		15,467	38,919
Accumulated loss	40.8	56,470	(34,225)
		<b>1,171,937</b>	<b>1,104,694</b>

**CONTINGENCIES AND COMMITMENTS**

40.5



**SINDH BANK LIMITED**
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED JUNE 30, 2025**

		June 30, 2025	June 30, 2024	
		(Un-audited)		
Note		(Rupees in '000')		
	Profit / return on financing, investments and placements earned	40.6	458,072	521,145
	Return on deposits and other dues expensed	40.7	274,679	308,314
	Net income earned		183,393	212,831
<b>Other income</b>				
	Fee, commission and brokerage income		6,975	7,289
	Income from dealing in foreign currencies		129	110
	Dividend income		9,900	9,000
	Gain on sale / redemption of securities		46,170	25,200
	Other income		288	343
			63,462	41,942
	<b>Total income</b>		246,855	254,773
<b>Other expenses</b>				
	Administrative expenses		154,466	147,788
	Other charges		-	-
			154,466	147,788
	<b>Profit before provision</b>		92,389	106,985
	Credit allowance and write offs - net		(1,694)	(46)
	Extra ordinary / unusual items		-	-
	<b>Profit before taxation</b>		90,695	107,031

**SINDH BANK LIMITED**

40.1	DUE FROM FINANCIAL INSTITUTIONS	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
		In local currencies	In foreign currencies	Total	In local currencies	In foreign currencies	Total
	Musharaka arrangements	699,989	-	699,989	2,700,044	-	2,700,044
		----- (Rupees in '000') -----					

40.2 INVESTMENTS	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)				
	Cost/ Amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value	Cost /Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value
	(Rupees in '000')							
Measured at FVOCI								
Federal Government Securities:								
- Ijarah Sukuks	3,849,994	-	33,441	3,883,435	3,999,990	-	82,300	4,082,290
Measured at FVTPL								
-Listed Companies	123,660	-	119,430	243,090	123,660	-	73,260	196,920
Total Investments	3,973,654	-	152,871	4,126,525	4,123,650	-	155,560	4,279,210

	June 30, 2025	December 31, 2024
	(Un-audited)	(Audited)
	----- (Rupees in '000') -----	
<b>40.3 ISLAMIC FINANCING AND RELATED ASSETS</b>		
Ijarah financing under IFAS 2	10,718	11,190
Murabaha	80,000	80,000
Running Musharika	5,000,000	-
Diminishing musharakah financing	163,511	166,869
	<u>5,254,229</u>	<u>258,059</u>
Less: Credit Loss Allowance against islamic financings		
- Stage 1	(547)	(2,112)
- Stage 2	-	-
- Stage 3	(48,432)	(45,056)
	<u>(48,979)</u>	<u>(47,168)</u>
<b>Islamic financing and related assets - net of provision</b>	<b>5,205,250</b>	<b>210,891</b>



**SINDH BANK LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED JUNE 30, 2025**

**40.4 DEPOSITS**

**Customers**

Current deposits  
Savings deposits  
Term deposits  
Margin and other deposits

**Financial Institutions**

Current deposits  
Savings deposits  
Term deposits  
Margin and other deposits

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

1,098,950	928,627
5,468,577	4,764,233
2,596,210	823,477
20,427	21,636
9,184,164	6,537,973

1,096	1,226
55,523	27,649
-	-
50	-
56,669	28,875
9,240,833	6,566,848

**40.5 CONTINGENCIES AND COMMITMENTS**

-Guarantees  
-Letter of Credit  
-Commitments

228,825	243,653
53,990	47,366
-	-
282,815	291,019

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

**Profit earned on:**

Financing  
Investments  
Placements  
On deposits with financial institutions

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

128,815	47,926
254,054	433,957
75,203	-
-	39,262
458,072	521,145

**40.7 RETURN ON DEPOSITS AND OTHER DUES EXPENSED**

Deposits and other accounts  
Due to Financial Institutions  
Amortisation of lease liability against right-of-use assets

228,907	165,654
29,950	135,389
15,822	7,271
274,679	308,314

**40.8 ACCUMULATED LOSS**

Opening Balance  
Add: Islamic Banking profit/(loss) for the year  
Closing Balance

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

(34,225)	(250,561)
90,695	216,336
56,470	(34,225)

**SINDH BANK LIMITED****NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED JUNE 30, 2025****41. GENERAL**

41.1 Figures have been rounded off to the nearest thousand Rupees.

**42. CORRESPONDING FIGURES**

The corresponding figures have been re-arranged and re-classified to ensure a more appropriate presentation and comparison.

From	To	Note	Rupees in '000'
Credit loss allowance held against balances with other banks	Credit loss allowance held against balances with treasury banks	7	3
Fees and Subscription	Premium of deposit protection fund	30	44,375
Rent & house maintenance	Dearness Allowance	30.1	23,701
Others	Leave encashment	30.1	3,000


**43. DATE OF AUTHORISATION FOR ISSUE**

These unconsolidated financial statements were authorised for issue by the Board of Directors on \_\_\_\_\_

  
\_\_\_\_\_  
President and  
Chief Executive Officer

  
\_\_\_\_\_  
Chief Financial  
Officer

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Chairman



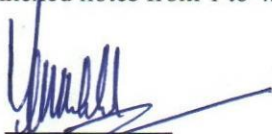


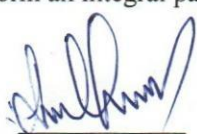
**SINDH BANK LIMITED**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE SIX-MONTH PERIOD ENDED**  
**30 JUNE 2025**


**SINDH BANK LIMITED**
**Consolidated Condensed Interim Statement Of Financial Position**
**As At June 30, 2025**

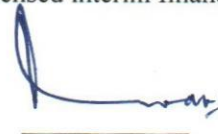
		June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	Note	----- (Rupees in '000') -----	
<b>ASSETS</b>			
Cash and balances with treasury banks	7	21,697,877	22,724,096
Balances with other banks	8	3,570,834	4,470,600
Lendings to financial institutions	9	21,130,416	24,514,444
Investments	10	206,486,253	201,547,368
Advances	11	109,825,213	74,282,838
Property and equipment	12	1,433,391	1,357,510
Right of use assets	13	3,791,087	3,498,477
Intangible assets	14	98,291	84,934
Deferred tax assets - net	15	16,319,768	17,007,130
Other assets	16	9,323,383	13,797,026
		393,676,513	363,284,423
<b>LIABILITIES</b>			
Bills payable	17	2,390,803	1,446,526
Borrowings	18	5,911,200	1,971,650
Deposits and other accounts	19	328,066,978	314,488,585
Lease liabilities	20	4,888,931	4,441,555
Subordinated debt		-	-
Deferred tax liabilities		-	-
Other liabilities	21	21,661,068	11,279,673
		362,918,980	333,627,989
<b>NET ASSETS</b>		<b>30,757,533</b>	<b>29,656,434</b>
<b>REPRESENTED BY</b>			
Share capital - net	22	34,524,428	34,524,428
Reserves		2,716,092	2,581,715
Surplus on revaluation of assets - net	23	1,311,901	884,442
Accumulated loss		(7,794,888)	(8,334,151)
		30,757,533	29,656,434
<b>CONTINGENCIES AND COMMITMENTS</b>			
	24		

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

  
**President and  
Chief Executive Officer**

  
**Chief Financial  
Officer**

  
**Director**

  
**Director**

  
**Chairman**




**SINDH BANK LIMITED**
**Consolidated Condensed Interim Statement Of Profit And Loss Account - Unaudited  
For The Quarter and Half Year Ended June 30, 2025**

		Quarter Ended		Half Year End	
Note		June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
----- (Rupees in '000') -----					
Mark-up / return / profit / interest earned	25	9,756,269	12,077,984	19,334,812	23,227,047
Mark-up / return / profit / interest expensed	26	6,787,456	9,694,878	13,726,415	18,628,216
Net mark-up / return / profit / interest income		2,968,813	2,383,106	5,608,397	4,598,831
<b>NON MARK-UP / INTEREST INCOME</b>					
Fee and commission income	27	168,311	167,113	366,610	336,628
Dividend income		17,678	15,990	27,248	31,691
Foreign exchange income		(21,994)	84,439	48,534	20,718
Gain on securities	28	449,588	17,244	494,527	119,442
Other income	29	919	6,885	1,345	7,921
Total non-markup/interest income		614,502	291,671	938,264	516,400
Total income		3,583,315	2,674,777	6,546,661	5,115,231
<b>NON MARK-UP / INTEREST EXPENSES</b>					
Operating expenses	30	2,888,656	2,419,026	5,504,903	4,789,265
Other charges	31	-	1,212	-	1,222
Total non-markup/interest expenses		2,888,656	2,420,238	5,504,903	4,790,487
<b>PROFIT BEFORE PROVISIONS</b>		694,659	254,539	1,041,758	324,744
Credit loss allowance and write offs - net	32	(248,712)	(568,105)	(245,778)	(1,067,132)
<b>PROFIT BEFORE TAXATION</b>		943,371	822,644	1,287,536	1,391,876
Taxation	33	497,112	445,345	658,838	709,296
<b>PROFIT AFTER TAXATION</b>		446,259	377,299	628,698	682,580
----- (Rupees in '000') -----					
<b>Basic and diluted earnings per share</b>	34	0.13	0.09	0.18	0.20

The annexed notes from 1 to 42 form an integral part of these consolidated condensed interim financial

  
President and  
Chief Executive Officer

  
Chief Financial  
Officer

  
Director

  
Director

  
Chairman

**SINDH BANK LIMITED**


**Consolidated Condensed Interim Statement Of Comprehensive Income  
For The Quarter and Half Year Ended June 30, 2025**

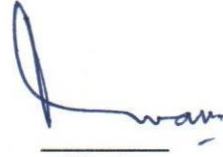
	Quarter Ended		Half Year End	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
	----- (Rupees in '000') -----			
Profit after taxation for the period	446,259	377,299	628,698	682,580
Other comprehensive income				
Items that may be reclassified to profit and loss account in subsequent periods:				
Movement in surplus on revaluation of investments - net of tax	633,922	(2,931)	472,397	(57,384)
	1,080,181	374,368	1,101,095	625,196
Items that will not be reclassified to profit and loss account in subsequent periods:				
Remeasurement loss on defined benefit obligations - net of tax	-	(3,580)	-	(3,580)
Movement in surplus on revaluation of equity investments - net of tax	22,093	(181,320)	(44,938)	192,702
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-
Gain on sale of equity securities carried at FVOCI - net of tax	44,942	-	44,942	-
	67,035	(184,900)	4	189,122
Total comprehensive income	1,147,216	189,468	1,101,099	814,318

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

  
President and  
Chief Executive Officer

  
Chief Financial Officer

  
Director

  
Director

  
Chairman



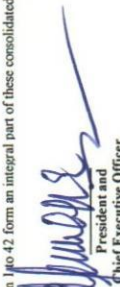
**SINDH BANK LIMITED**  
Consolidated Condensed Interim Statement Of Changes In Equity  
For The Half Year Ended June 30, 2025

	Share Capital	Share Deposit Money	Capital Reserves	Statutory Reserve *	Depositors' protection fund reserve **	Surplus / (Deficit) on Investments	Fixed/Non-banking assets	Accumulated Loss **	Total
			Reserves on amalgamation	Share Premium					
Balance as at December 31, 2023	34,524,428	-	9,433	51	1,955,494	20,327	(1,125,428)	91,800	24,828,350
Effect of reclassification on adoption of IFRS-09 - net of tax	-	-	-	-	-	-	-	-	-
Effect of reclassification on adoption of IFRS-09 net of tax	-	-	-	-	-	-	-	-	-
Effect of adoption of IFRS 09 on shares FVOCI	-	-	-	-	-	-	-	-	-
Effect of adoption of IFRS 09 on shares FVTPL	-	-	-	-	-	-	-	-	-
Effect of reclassification on adoption of IFRS-09 ECL net of tax	-	-	-	-	-	-	-	-	-
Effect of reclassification on adoption of IFRS-09 ECL net of tax	-	-	-	-	-	-	-	-	-
Balance as at January 01, 2024 after adoption of IFRS-09	34,524,428	-	9,433	51	1,955,494	20,327	(1,125,428)	91,800	24,828,350
Profit/Loss for the six months ended June 30, 2024	-	-	-	-	-	-	-	-	-
Other comprehensive income - net of tax	-	-	-	-	-	-	-	-	-
Movement in revaluation reserve of investments in debt instruments - net of tax	-	-	-	-	-	-	-	-	-
Movement in revaluation reserve of equity investments - net of tax	-	-	-	-	-	-	-	-	-
Reassessment loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	-
Movement in revaluation reserve of non-banking assets - net of tax	-	-	-	-	-	-	-	-	-
Total other comprehensive income - net of tax	-	-	-	-	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-
Balance as at June 30, 2024	34,524,428	-	9,433	51	2,092,010	25,407	(294,642)	91,800	26,376,606
Profit for the six months ended Dec. 31, 2024	-	-	-	-	-	-	-	-	-
Other comprehensive income - net of tax	-	-	-	-	-	-	-	-	-
Movement in revaluation reserve of investments in debt instruments - net of tax	-	-	-	-	-	-	-	-	-
Movement in revaluation reserve of equity investments - net of tax	-	-	-	-	-	-	-	-	-
Other comprehensive income - net of tax	-	-	-	-	-	-	-	-	-
Reassessment loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	-
Movement in revaluation reserve of non-banking assets - net of tax	-	-	-	-	-	-	-	-	-
Total other comprehensive income - net of tax	-	-	-	-	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-
Balance as at December 31, 2024	34,524,428	-	9,433	51	2,540,258	31,973	798,042	86,400	29,656,434
Profit for the six months ended June 30, 2025	-	-	-	-	-	-	-	-	-
Other comprehensive income - net of tax	-	-	-	-	-	-	-	-	-
Movement in revaluation reserve of investments in debt instruments - net of tax	-	-	-	-	-	-	-	-	-
Movement in revaluation reserve of equity investments - net of tax	-	-	-	-	-	-	-	-	-
Gain on sale of debt securities carried at FVOCI reclassified to profit and loss - net of tax	-	-	-	-	-	-	-	-	-
Reassessment loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	-
Movement in revaluation reserve of non-banking assets - net of tax	-	-	-	-	-	-	-	-	-
Total other comprehensive income - net of tax	-	-	-	-	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-
Balance as at June 30, 2025	34,524,428	-	9,433	51	2,665,998	40,610	1,225,501	86,400	30,757,533

\* Statutory reserve represents amount set aside as per the requirements of Section 21 of the Banking Companies Ordinance, 1962.

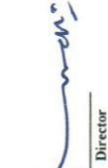
\*\* As more fully explained in notes 11.2.2 of these consolidated condensed interim financial statements, accumulated loss includes an amount of Rupees 2,941.83 million net of tax as at June 30, 2025 (December 31, 2024: Rs. 2,358.26 million) representing additional profit arising from availing forced sale value benefit for determining provisioning requirement which is not available for the purpose of distribution of dividend to shareholders.

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

  
President and  
Chief Executive Officer

  
Chief Financial Officer

  
Director

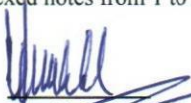
  
Director

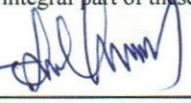
  
Chairman

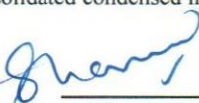
**SINDH BANK LIMITED**  
**Consolidated Condensed Interim Cash Flow Statement**  
**For The Half Year Ended June 30, 2025**

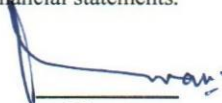
	Note	June 30, 2025	June 30, 2024
		(Un-audited)	
		(Rupees in '000')	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Profit before taxation		1,287,536	1,391,876
Less: Dividend income		(27,248)	(31,691)
		1,260,288	1,360,185
<b>Adjustments:</b>			
Depreciation	30	171,340	151,669
Depreciation on right of use assets	30	397,203	414,668
Amortisation	30	22,462	22,075
Interest expense on lease liability	26	335,413	310,265
Credit loss allowance / provisions and write offs - net	32	(243,378)	(1,065,184)
Unrealised gain on securities measured at FVPL	28.2	(21,296)	(93,298)
Gain on sale of operating fixed assets	29	(242)	(6,777)
		661,502	(266,582)
		1,921,790	1,093,603
<b>(Increase) / decrease in operating assets</b>			
Lendings to financial institutions		3,384,028	(3,500,000)
Securities classified as FVPL		(502,445)	(266,878)
Advances - net		(34,909,757)	(25,674,697)
Other assets - net		4,475,616	(1,741,692)
		(27,552,557)	(31,183,267)
<b>Increase / (decrease) in operating liabilities</b>			
Bills payable		944,277	1,454,066
Borrowings		3,579,550	(4,088,395)
Deposits and other accounts		13,578,394	32,448,898
Other liabilities (excluding current taxation)		10,653,143	116,964
		28,755,364	29,931,533
		3,124,596	(158,131)
Contribution to gratuity fund		-	-
Income tax paid		(746,316)	(297,487)
<b>Net cash generated from / (used in) operating activities</b>		<b>2,378,280</b>	<b>(455,618)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Net investment in amortized cost securities		(12,051,985)	(19,471,223)
Net investment in securities classified as FVOCI		8,593,022	(12,620,462)
Dividend received		28,936	29,125
Investments in operating fixed assets		(261,590)	(115,975)
Sale proceeds of operating fixed assets disposed off		286	11,396
<b>Net cash (used in) / generated from investing activities</b>		<b>(3,691,332)</b>	<b>(32,167,139)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Payment of lease liability against right of use assets		(609,360)	(596,603)
Shares capital		-	-
<b>Net cash (used in) / generated from financing activities</b>		<b>(609,360)</b>	<b>(596,603)</b>
(Decrease) / increase in cash and cash equivalents		(1,926,003)	(33,219,360)
<b>Cash and cash equivalents at the beginning of the year</b>		<b>27,194,696</b>	<b>54,972,439</b>
Impact of expected credit loss allowance on cash and cash equivalents		18	(12,146)
<b>Cash and cash equivalents at the end of the period</b>	35	<b>25,268,711</b>	<b>21,740,933</b>

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

  
**President and  
Chief Executive Officer**

  
**Chief Financial Officer**

  
**Director**

  
**Director**

  
**Chairman**



## **SINDH BANK LIMITED**

### ***Notes To The consolidated condensed interim financial statements For The Half Year Ended June 30, 2025***

#### **1. STATUS AND NATURE OF BUSINESS**

The "Group" consists of:

##### **1.1 Holding Company**

- 1.1.1 Sindh Bank Limited (the Bank) was incorporated in Pakistan on October 29, 2010 as a public unlisted company and is engaged in Commercial Banking, Corporate and Investment related activities. The Bank operates 330 (2024: 330) branches including 8 (2024: 8) sub-branches and 14 (2024: 14) Islamic banking branches in Pakistan. The Bank's registered office is located at 3rd floor, Federation House,
- 1.1.2 The Government of Sindh, through its Finance Department owns 99.97% ordinary shares of the Bank.
- 1.1.3 VIS Credit Rating Company Limited has reaffirmed the long term entity rating of AA- (Double A Minus) and short term rating of A-1+ (A-One plus) in its report dated June 30, 2025.

##### **1.2 Subsidiary company**

###### **1.2.1 Sindh Microfinance Bank Limited**

Sindh Microfinance Bank Limited (the Microfinance Bank) was incorporated on March 27, 2015 as a public company limited by shares under the provision of the company's Act, 2017 (previously Companies Ordinance, 1984). The Microfinance Bank obtained Microfinance banking license from State Bank of Pakistan (SBP) on October 16th, 2015, to operate in Sindh Province. Subsequently the Microfinance Bank has received the certificate of commencement of business from Securities & Exchange Commission of Pakistan (SECP) on November 30, 2015. The Microfinance Bank's registered office is situated at 39/F, 2nd Floor, Muhammad Ali Cooperative Housing Society, Karachi. The Microfinance Bank's principal business will be to provide microfinance services to the poor and underserved segment of the society as envisaged under the Microfinance Institutions Ordinance, 2001. The Microfinance Bank operates with a network of 22 (2024: 22) branches and 87 (2024: 86) services centers. The Bank holds 99.99% shares of the Microfinance Bank and remaining shares are held by the nominees of the Bank.

The credit rating companies PACRA has reaffirmed the long term rating of the Microfinance Bank at "A" and short term rating at "A1" as of March 28, 2025.

#### **2. BASIS OF PRESENTATION**

##### **2.1 STATEMENT OF COMPLIANCE**

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

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



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

In case requirements of Banking Companies Ordinance 1962, the Companies Act 2017 or the directives issued by SBP and SECP differ with the requirements of IFRS or IFAS, the requirements of the Banking Companies Ordinance, 1962, Companies Act 2017, and the directives issued by the SBP and SECP shall prevail.

- 2.1.2** SBP has deferred the implementation of International Accounting Standard (IAS) 40, 'Investment Property,' for banking companies in Pakistan through BSD Circular Letter No. 10, dated August 26, 2002, until further notice. Similarly, SECP has deferred the applicability of IFRS 7, 'Financial Instruments: Disclosures,' through its notification S.R.O 411 (I) / 2008, dated April 28, 2008. Consequently, the requirements of these standards have not been incorporated in the preparation of these consolidated condensed interim financial statements.

The disclosures in these consolidated condensed interim financial statements follow the format prescribed by SBP in BPRD Circular No. 02, dated February 9, 2023, with additional requirements introduced through BPRD Circular Letter No. 13 of 2024, dated July 1, 2024, and are in accordance with the applicable accounting and financial reporting standards in Pakistan.

- 2.1.3** The Bank has received an extension from SBP until December 31, 2025, for the application of the Effective Interest Rate (EIR) method to all financial assets and liabilities, excluding staff and subsidized loans. However, since financial assets other than advances and financial liabilities were already effectively accounted for using EIR before the implementation of IFRS 9, this extension has been applied only to advances (excluding staff loans and subsidized loans. Consequently, advances are currently carried at cost, except for staff loans, , which are measured at amortized cost, net of expected credit loss allowances.

Furthermore, SBP, through BPRD Circular Letter No. 01 of 2025, dated January 22, 2025, has provided the following clarifications:

- Islamic Banking Institutions (IBIs) may continue to apply Islamic Financial Accounting Standards (IFAS) 1 & 2 where applicable and maintain their existing accounting methodology for other Islamic products until further instructions are issued.
- The treatment of charity should align with existing SBP guidelines outlined in IBD Circular No. 02 of 2008 and must not be recognized as income.

- 2.1.4 Standards, interpretations and amendments to published approved accounting standards that are effective in the current year.**

As per SBP's directive in BPRD Circular Letter No. 7 of 2023, dated April 13, 2023, IFRS 9 (Financial Instruments) has become effective in Pakistan for financial periods beginning on or after January 1, 2024.

Consequently, in line with the application of IFRS 9, SBP, through BPRD Circular No. 02, dated February 9, 2023, has also revised the format of annual financial statements. Further details regarding the adoption of IFRS 9 and the associated amendments, including their impact, are provided in Note 4.1 to these consolidated condensed interim financial statements.

Apart from IFRS 9, certain other amendments and interpretations have also become mandatory for the Bank's financial reporting periods beginning January 1, 2024. However, these are not considered relevant or significant to the Bank's operations and, therefore, have not been detailed in these consolidated condensed interim financial statements.



## **SINDH BANK LIMITED**

### **Notes To The consolidated condensed interim financial statements**

**For The Half Year Ended June 30, 2025**

#### **2.1.5 Standards, interpretations of and amendments to published approved accounting standards that are not yet effective.**

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after January 01, 2025 but are considered not to be relevant or will not have any material effect on the Bank's financial statements except for:

- the new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 01, 2027 by IASB. IFRS 18 is yet to be adopted in Pakistan. IFRS 18 when adopted and applicable shall impact the presentation of 'Statement of Profit and Loss Account' with certain additional disclosures in the condensed interim in the unconsolidated financial statements.
- amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.
- amendment to IAS 21 Effects of Changes in Foreign Exchange which will require Banks to apply a consistent approach in assessing whether a currency can be exchanged into another currency and, when it cannot, in determining the exchange rate to use and the disclosures to provide.

#### **3. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS**

The preparation of consolidated condensed interim financial statements in conformity with approved accounting standards requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and income and expenses. Actual results may differ from these estimates. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

#### **4. BASIS OF MEASUREMENT**

These consolidated condensed interim financial statements have been prepared under the historical cost convention except for certain investments and derivatives which are carried at fair value. Lands and buildings classified under property and equipment and non-banking assets acquired in satisfaction of claims are carried at revalued amount. Employee benefits and lease liability against right-of-use assets are carried at present value.

#### **5. MATERIAL ACCOUNTING POLICY INFORMATION**

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

#### **6. FINANCIAL RISK MANAGEMENT**

The financial risk management objectives and policies remain consistent with those disclosed in the annual audited financial statements of the Group for the year ended December 31, 2024.

**SINDH BANK LIMITED**

**Notes To The consolidated condensed interim financial statements  
For The Half Year Ended June 30, 2025**

		June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	Note	----- (Rupees in '000') -----	
<b>7. CASH AND BALANCES WITH TREASURY BANKS</b>			
<b>In hand</b>			
Local currency		5,120,453	5,594,472
Foreign currency		167,277	212,371
		5,287,730	5,806,843
<b>With State Bank of Pakistan (SBP) in</b>			
Local currency current accounts	7.1	14,359,292	16,127,760
Foreign currency current accounts	7.2	88,608	182,990
Foreign currency deposit accounts			
- Non Remunerative	7.3	159,620	143,595
- Remunerative	7.4	314,666	287,710
		14,922,186	16,742,055
<b>With National Bank of Pakistan in</b>			
Local currency current accounts		1,480,951	167,439
Local currency deposit accounts		45	6
		1,480,996	167,445
<b>Prize bonds</b>		6,989	7,756
Less: Credit Loss allowance held against balances with NBP		(24)	(3)
		<u>21,697,877</u>	<u>22,724,096</u>
<b>7.1</b>	This represents cash reserve required to be maintained with SBP as per the requirement of Section 22 of the Banking Companies Ordinance, 1962.		
<b>7.2</b>	This represents US Dollar Settlement Account maintained with SBP.		
<b>7.3</b>	This represents foreign currency (FCY) cash reserve maintained with SBP to comply with statutory reserve requirement applicable on Bank's FCY deposits.		
<b>7.4</b>	This represents foreign currency special cash reserve maintained with SBP. The Bank is entitled to earn profit which is declared by SBP on a monthly basis. During the period, the SBP has declared 3.31% to 3.33% profits (2024 : 3.53% to 4.35%) per annum.		
<b>8. BALANCES WITH OTHER BANKS</b>			
<b>In Pakistan</b>			
In current accounts		2,494	3,522
In savings account		1,070,036	682,338
		1,072,530	685,860
<b>Outside Pakistan</b>			
In current accounts		2,499,337	3,786,140
Less: Credit Loss allowance held against balances with other banks	8.1	(1,033)	(1,400)
		<u>3,570,834</u>	<u>4,470,600</u>



**SINDH BANK LIMITED****Notes To The consolidated condensed interim financial statements  
For The Half Year Ended June 30, 2025**

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	----- (Rupees in '000') -----	
<b>8.1 Opening balance</b>	<b>1,403</b>	<b>-</b>
Impact of adoption of IFRS-09	-	10,317
Charge / reversals;		
Charge for the year	-	-
Reversals for the year	(370)	(8,914)
	(370)	(8,914)
<b>Closing Balance</b>	<b>1,033</b>	<b>1,403</b>
<b>9. LENDINGS TO FINANCIAL INSTITUTIONS</b>		
Call money lendings	-	7,500,000
Repurchase agreement lendings (Reverse Repo)	20,431,600	14,315,010
Musharaka arrangements	700,000	2,700,000
	21,131,600	24,515,010
Less: Credit loss allowance held against lending to financial institutions	(1,184)	(566)
Lending to financial institutions - net of credit loss allowance	21,130,416	24,514,444
<b>9.1 Particulars of lendings</b>		
In local currency	21,130,416	24,514,444
In foreign currencies	-	-
	21,130,416	24,514,444

**SINDH BANK LIMITED****Notes To The consolidated condensed interim financial statements  
For The Half Year Ended June 30, 2025**

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	----- (Rupees in '000') -----	
<b>8.1 Opening balance</b>	<b>1,403</b>	<b>-</b>
Impact of adoption of IFRS-09	-	10,317
Charge / reversals;		
Charge for the year	-	-
Reversals for the year	(370)	(8,914)
	(370)	(8,914)
<b>Closing Balance</b>	<b>1,033</b>	<b>1,403</b>
<b>9. LENDINGS TO FINANCIAL INSTITUTIONS</b>		
Call money lendings	-	7,500,000
Repurchase agreement lendings (Reverse Repo)	20,431,600	14,315,010
Musharaka arrangements	700,000	2,700,000
	21,131,600	24,515,010
Less: Credit loss allowance held against lending to financial institutions	(1,184)	(566)
Lending to financial institutions - net of credit loss allowance	21,130,416	24,514,444
<b>9.1 Particulars of lendings</b>		
In local currency	21,130,416	24,514,444
In foreign currencies	-	-
	21,130,416	24,514,444



**SINDH BANK LIMITED**
**Notes To The consolidated condensed interim financial statements**
**For The Half Year Ended June 30, 2025**
**9.2 Lendings to Financial Institutions - Category of classification**

		June 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
		Lending	Credit loss allowance held	Lending	Credit loss allowance held
Rupees in '000					
<b>Domestic</b>					
Performing	Stage 1	21,131,600	1,184	24,515,010	566
Under performing	Stage 2	-	-	-	-
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
<b>Total</b>		<b>21,131,600</b>	<b>1,184</b>	<b>24,515,010</b>	<b>566</b>

**9.3 Lendings to Financial Institutions - Particulars of credit loss allowance**

June 30, 2025 (Un-audited)				
	Stage 1	Stage 2	Stage 3	Total
Rupees in '000				
<b>Opening balance</b>	566	-	-	566
New financial assets originated or purchased	1,184	-	-	1,184
Financial assets that have been derecognised	(566)	-	-	(566)
Write offs	-	-	-	-
Unwind of discount	-	-	-	-
Changes in risk parameters (PDs/LGDs/EADs)	-	-	-	-
<b>Closing Balance</b>	<b>1,184</b>	<b>-</b>	<b>-</b>	<b>1,184</b>

December 31, 2024 (Audited)				
	Stage 1	Stage 2	Stage 3	Total
Rupees in '000				
<b>Opening balance</b>	-	-	-	-
New financial assets originated or purchased	566	-	-	566
Financial assets that have been derecognised	-	-	-	-
Write offs	-	-	-	-
Unwind of discount	-	-	-	-
Changes in risk parameters (PDs/LGDs/EADs)	-	-	-	-
<b>Closing Balance</b>	<b>566</b>	<b>-</b>	<b>-</b>	<b>566</b>

**SINDH BANK LIMITED****Notes To The consolidated condensed interim financial statements****For The Half Year Ended June 30, 2025****10. INVESTMENTS****June 30, 2025 (Un-audited)****Investments by type**

<b>Cost / Amortised cost</b>	<b>Credit loss allowance</b>	<b>Surplus / (Deficit)</b>	<b>Carrying Value</b>
----------------------------------	----------------------------------	--------------------------------	---------------------------

----- Rupees in '000' -----

**Debt Instruments:****Classified / Measured at amortised cost****Federal Government Securities**

Market Treasury Bills

23,119,019	-	-	23,119,019
------------	---	---	------------

Pakistan Investment Bonds

14,751,853	-	-	14,751,853
------------	---	---	------------

**Non-government debt securities**

Term finance certificates - Listed

224,235	(47,234)	-	177,001
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Term finance certificates - Unlisted

232,008	(1,540)	-	230,468
---------	---------	---	---------

Term deposit receipts

1,137,500	(241)	-	1,137,259
-----------	-------	---	-----------

Preference Shares - Unlisted

77,708	(77,708)	-	-
--------	----------	---	---

39,542,323	(126,723)	-	39,415,600
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**Classified / Measured at FVOCI****Federal Government Securities**

Market Treasury Bills

18,728,223	-	45,399	18,773,622
------------	---	--------	------------

Pakistan Investment Bonds

-	-	-	-
---	---	---	---

Pakistan Investment Bonds - Floater

140,326,521	-	1,427,783	141,754,304
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Government of Pakistan - Ijarah Sukuk

3,849,994	-	33,441	3,883,435
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162,904,738	-	1,506,623	164,411,361
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**Equity instruments:****Classified / Measured at FVPL****Shares**

Listed

540,865	-	(27,746)	513,119
---------	---	----------	---------

Mutual funds

123,660	-	119,430	243,090
---------	---	---------	---------

664,525	-	91,684	756,209
---------	---	--------	---------

**Classified / Measured at FVOCI****Shares**

Listed

797,375	-	1,068,633	1,866,008
---------	---	-----------	-----------

Mutual funds

59,203	-	(22,128)	37,075
--------	---	----------	--------

856,578	-	1,046,505	1,903,083
---------	---	-----------	-----------

**Total Investments**

203,968,164	(126,723)	2,644,812	206,486,253
-------------	-----------	-----------	-------------



**SINDH BANK LIMITED****Notes To The consolidated condensed interim financial statements****For The Half Year Ended June 30, 2025**

December 31, 2024 (Audited)

Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value
--------------------------	-----------------------------	------------------------	-------------------

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

**Debt Instruments:****Classified / Measured at amortised cost****Federal Government Securities**

Market Treasury Bills

1,579,177	-	-	1,579,177
-----------	---	---	-----------

Pakistan Investment Bonds

24,364,453	-	-	24,364,453
------------	---	---	------------

**Non-government debt securities**

Term finance certificates - Listed

224,235	(10,327)	-	213,908
---------	----------	---	---------

Term finance certificates - Unlisted

344,509	(10,254)	-	334,255
---------	----------	---	---------

Term deposit receipts

900,000	(191)	-	899,809
---------	-------	---	---------

Preference Shares - Unlisted

77,708	(77,708)	-	-
--------	----------	---	---

27,490,082	(98,480)	-	27,391,602
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**Classified / Measured at FVOCI****Federal Government Securities**

Market Treasury Bills

6,797,209	-	115,314	6,912,523
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Pakistan Investment Bonds

10,910,790	-	(21,734)	10,889,056
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Pakistan Investment Bonds - Floater

149,889,498	-	346,582	150,236,080
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Government of Pakistan - Ijarah Sukuk

3,999,990	-	82,300	4,082,290
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171,597,487	-	522,462	172,119,949
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**Equity instruments:****Classified / Measured at FVPL****Shares**

Listed

38,420	-	(2,872)	35,548
--------	---	---------	--------

Mutual funds

123,660	-	73,260	196,920
---------	---	--------	---------

162,080	-	70,388	232,468
---------	---	--------	---------

**Classified / Measured at FVOCI****Shares**

Listed

604,020	-	1,158,659	1,762,679
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Non-government debt securities

59,203	-	(18,533)	40,670
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Mutual funds

663,223	-	1,140,126	1,803,349
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**Total Investments**

199,912,872	(98,480)	1,732,976	201,547,368
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**SINDH BANK LIMITED**

*Notes To The consolidated condensed interim financial statements  
For The Half Year Ended June 30, 2025*

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	----- (Rupees in '000') -----	
<b>10.1 Investments given as collateral Federal government securities</b>		
Pakistan Investment Bonds	3,498,250	-
Market Treasury Bills	-	-
	<u>3,498,250</u>	<u>-</u>
<b>10.2 Provision for diminution in value of investments</b>		
<b>10.2.1 Opening balance</b>	98,480	962,012
Impact of adoption of IFRS-09	-	(362,786)
Charge / reversals		
Charge for the year	28,244	13,598
Reversals for the year	-	-
Transfer during the period	-	(514,344)
Reversal on disposals	-	-
Transfers - net	28,244	(500,746)
<b>Closing Balance</b>	<u>126,723</u>	<u>98,480</u>

**10.3 Particulars of credit loss allowance**
**10.3.1 Particulars of credit loss allowance against debt securities**

Domestic	June 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
	Outstandig amount	Credit loss allowance held	Outstandig amount	Credit loss allowance held
	Rupees in '000			
Performing Stage 1	200,539,616	1,781	198,560,806	193
Underperforming Stage 2	449,055	47,234	449,055	20,579
Non-Performing Stage 3				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	77,708	77,708	77,708	77,708
	77,708	77,708	77,708	77,708
<b>Total</b>	<u>201,066,379</u>	<u>126,723</u>	<u>199,087,569</u>	<u>98,480</u>



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**11.**

**ADVANCES**

Loans, cash credits, agriculture, running finances etc.

Commodity finance

Net investment in finance lease

Islamic financing and related assets

Diminishing musharakah financing

Running musharakah

Murabaha Financing

Ijarah financing under IFAS 2

**Bills discounted and purchased**

Payable in Pakistan

Payable outside Pakistan

**Advances - gross**

Credit loss allowance against advances

- Stage 1

- Stage 2

- Stage 3

**Total Advances - Net credit loss allowance**

**11.1 Particulars of advances (gross)**

In local currency

In foreign currencies

	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
	Performing	Non Performing	Total	Performing	Non Performing	Total
	----- Rupees in '000' -----			----- Rupees in '000' -----		
	32,857,560	30,793,876	63,651,436	31,490,726	29,425,694	60,916,420
	66,119,740	-	66,119,740	38,921,334	-	38,921,334
	498,485	184,908	683,393	147,427	195,882	343,309
	-	-	-	-	-	0
	42,159	121,353	163,512	45,517	121,353	166,870
	5,000,000	-	5,000,000	-	-	-
	80,000	-	80,000	80,000	-	80,000
	10,718	-	10,718	11,190	-	11,190
	<b>104,608,662</b>	<b>31,100,137</b>	<b>135,708,799</b>	<b>70,696,194</b>	<b>29,742,929</b>	<b>100,439,123</b>
	19,803	354,904	374,707	45,739	348,639	394,378
	-	2,500	2,500	-	3,405	3,405
	<b>19,803</b>	<b>357,404</b>	<b>377,207</b>	<b>45,739</b>	<b>352,044</b>	<b>397,783</b>
	<b>104,628,465</b>	<b>31,457,541</b>	<b>136,086,006</b>	<b>70,741,933</b>	<b>30,094,973</b>	<b>100,836,906</b>
	-	-	-	-	-	-
	521,097	-	521,097	442,926	-	442,926
	226,808	-	226,808	961,229	-	961,229
	-	25,512,888	25,512,888	-	25,149,913	25,149,913
	<b>747,905</b>	<b>25,512,888</b>	<b>26,260,793</b>	<b>1,404,155</b>	<b>25,149,913</b>	<b>26,554,068</b>
	<b>103,880,560</b>	<b>5,944,653</b>	<b>109,825,213</b>	<b>69,337,778</b>	<b>4,945,060</b>	<b>74,282,838</b>
				<b>June 30,</b>	<b>December 31,</b>	
				<b>2025</b>	<b>2024</b>	
				<b>(Un-audited)</b>	<b>(Audited)</b>	
				----- Rupees in '000' -----		
				<b>136,086,006</b>	<b>100,836,906</b>	
				<b>-</b>	<b>-</b>	
				<b>136,086,006</b>	<b>100,836,906</b>	

**SINDH BANK LIMITED**
**Notes To The consolidated condensed interim financial statements**
**For The Half Year Ended June 30, 2025**

- 11.2 Advances include Rs. 31,457.54 million (2024: Rs. 30,094.97) million which have been placed under non-performing status are as detailed below:

		June 30, 2025 Un-audited	December 31, 2024 (Audited)		
		Non Performing Loans	Credit loss allowance	Non Performing Loans	Provision
Category of Classification of stage 3					
----- Rupees in '000' -----					
Other Assets Especially Mentioned	11.2.1	2,284	-	1,821	11
Substandard		1,227	-	10,053	2,301
Doubtful		133,710	2,711	37,231	6,794
Loss		31,320,320	25,510,177	30,045,867	25,140,807
Total		31,457,541	25,512,888	30,094,972	25,149,913

- 11.2.1 This represents non-performing portfolio of agricultural and small and medium enterprise financing classified as OAEM as per the requirements of the Prudential Regulations for Agricultural, Infrastructure Project Financing and Small and Medium Enterprise Financing issued by the State Bank of Pakistan.

- 11.2.2 The Bank has availed the benefit of forced sale value on plant and machinery under charge and mortgaged residential and commercial property (land and building only) held as collateral against non-performing advances under the prudential regulation issued by the State Bank of Pakistan. Had the benefit not been taken by the Bank, specific provision against non-performing advances would have been higher by Rs. 6,128.82 (2024: Rs. 5,126.65) million. The resultant increase in profit due to FSV benefit taken will not be available for distribution as cash and stock dividend to shareholders.

**11.3 Particulars of credit loss allowance**

	June 30, 2025 (Un-audited)			
	Stage 1	Stage 2	Stage 3	Total
	-----Rupees in '000' -----			
Opening balance	442,926	961,229	25,149,913	26,554,068
Exchange adjustments	-	-	-	-
Impact of adoption of IFRS 9	-	-	-	-
Charge for the period	419,354	186,435	1,513,400	2,119,189
Reversals	-	-	(1,143,282)	(1,143,282)
	419,354	186,435	370,118	975,907
Transfer in / out	(337,807)	(920,707)	9,990	(1,248,524)
Amount written off	(3,376)	(147)	(17,134)	(20,658)
Closing balance	521,097	226,808	25,512,888	26,260,793

	December 31, 2024 (Audited)			
	Stage 1	Stage 2	Stage 3	Total
	-----Rupees in '000' -----			
Opening balance	29,130	-	26,880,753	26,909,883
Exchange adjustments	-	-	-	-
Impact of adoption of IFRS 9	135,654	297,744	280,101	713,499
Charge for the period	284,827	735,024	666,343	1,686,194
Reversals	-	(71,028)	(3,145,403)	(3,216,431)
	284,827	663,996	(2,479,060)	(1,530,237)
Amounts charged off - Agriculture loans	-	-	(31,275)	(31,275)
Net charge / (reversal) during the period	284,827	663,996	(2,510,335)	(1,561,512)
Transfer from investments -TFC	-	-	514,344	514,344
Amounts written off	(6,685)	(511)	(14,951)	(22,147)
Closing balance	442,926	961,229	25,149,913	26,554,068



**SINDH BANK LIMITED**

*Notes To The consolidated condensed interim financial statements  
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**11.4 Advances -Particulars of credit loss allowance**

	June 30, 2025 (Un-audited)			
	Stage 1	Stage 2	Stage 3	Total
	----- Rupees in '000' -----			
Gross carrying amount - current year	24,480,963	46,260,970	30,094,973	100,836,906
New Advances	44,463,155	3,586,816	2,225,658	50,275,629
Advances derecognised or repaid	(7,220,320)	(5,000,526)	(2,785,027)	(15,005,873)
Transfer to stage 1	529,766	(529,766)	-	-
Transfer to stage 2	(40,990)	843,153	(802,163)	-
Transfer to stage 3	(9,076)	(2,732,157)	2,741,233	-
	37,722,535	(3,832,480)	1,379,701	35,269,756
Amounts written off	(3,376)	-	147	(20,657)
Closing balance	62,200,122	42,428,343	31,457,541	136,086,006

	December 31, 2024 (Audited)			
	Stage 1	Stage 2	Stage 3	Total
	----- Rupees in '000' -----			
Gross carrying amount - prior year	30,682,798	15,533,271	33,210,700	79,426,769
New Advances	10,975,492	33,691,165	-	44,666,657
Advances derecognised or repaid	(20,748,443)	(1,818,625)	(1,181,651)	(23,748,719)
Transfer to stage 1	3,941,417	(3,941,417)	-	-
Transfer to stage 2	(304,221)	2,915,212	(2,610,991)	-
Transfer to stage 3	(59,395)	(118,126)	177,521	-
	(6,195,150)	30,728,209	(3,615,121)	20,917,938
Transfer from investments -TFC	-	-	514,344	514,344
Amounts charged off	(6,685)	(510)	(14,950)	(22,145)
Closing balance	24,480,963	46,260,970	30,094,973	100,836,906

**11.5 Particulars of credit loss allowance**

	June 30, 2025 (Un-audited)			
	Stage 1	Stage 2	Stage 3	Total
	----- Rupees in '000' -----			
Opening balance	442,926	961,228	25,149,913	26,554,067
New Advances	187,440	-	-	187,440
Due to credit deterioration	-	-	-	-
Changes in risk parameters (PDs/LGDs/EADs)	231,914	122,210	1,056,187	1,410,311
Advances derecognised or repaid	(337,643)	(37,037)	(1,495,688)	(1,870,368)
Transfer to stage 1	-	-	-	-
Transfer to stage 2	(16)	65,114	(65,098)	-
Transfer to stage 3	(148)	(884,559)	884,707	-
Reversals	-	-	-	-
	81,547	(734,272)	380,108	(272,617)
Amounts written off	(3,376)	(147)	(17,134)	(20,657)
Closing balance	521,097	226,808	25,512,888	26,260,793

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	December 31, 2024 (Audited)			
	Stage 1	Stage 2	Stage 3	Total
	----- Rupees in '000' -----			
Opening balance	29,130	-	26,880,754	26,909,884
Exchange adjustments	-	-	-	-
Impact of adoption of IFRS 9	135,654	297,744	280,101	713,499
	164,784	297,744	27,160,855	27,623,383
New Advances	205,605	-	-	205,605
Changes in risk parameters (PDs/LGDs/EADs)	134,510	927,357	2,494,662	3,556,529
Advances derecognised or repaid	(85,582)	(211,485)	(5,026,581)	(5,323,648)
Transfer to stage 1	46,024	(46,024)	-	-
Transfer to stage 2	(13,651)	57,851	(44,200)	-
Transfer to stage 3	(2,078)	(63,704)	65,782	-
Reversals	-	-	-	-
	284,827	663,995	(2,510,337)	(1,561,514)
Amounts charged off - Agriculture loans	-	-	-	-
	284,827	663,995	(2,510,337)	(1,561,515)
Transfer from investments -TFC	-	-	514,344	514,344
Amounts written off	(6,685)	(511)	(14,950)	(22,146)
Closing balance	442,926	961,228	25,149,913	26,554,066

		June 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
11.6 Advances-Category of Classification	Note	Outstanding amount	Credit loss allowance / provision	Outstanding amount	Credit loss allowance / provision
		----- Rupees in '000' -----		----- Rupees in '000' -----	
Performing	Stage 1	62,200,122	521,097	24,480,963	442,926
Underperforming	Stage 2	42,428,343	226,808	46,260,970	961,229
Non-Performing	Stage 3				
OAEM		2,284	-	1,821	11
Substandard		1,227	-	10,053	2,301
Doubtful		133,710	2,711	37,231	6,794
Loss		31,320,320	25,510,177	30,045,867	25,140,807
		31,457,541	25,512,888	30,094,972	25,149,913
<b>Total</b>		<b>136,086,006</b>	<b>26,260,793</b>	<b>100,836,905</b>	<b>26,554,068</b>



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		June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		----- (Rupees in '000') -----	
<b>12. PROPERTY AND EQUIPMENT</b>	Note		
Capital work-in-progress	12.1	46,011	24,517
Property and equipment		1,387,380	1,332,993
		<u>1,433,391</u>	<u>1,357,510</u>
<b>12.1 Capital work-in-progress</b>			
Civil works		5,434	3,862
Equipment		-	-
Advances to suppliers		40,577	20,656
		<u>46,011</u>	<u>24,518</u>
		June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
		----- (Rupees in '000') -----	
<b>12.2 Addition to property and equipment</b>			
The following additions have been made to fixed assets during the period:			
<b>Property and equipment</b>			
Leasehold improvements		7,509	9,227
Furniture and fixture		15,495	5,223
Computer and office equipment		184,221	47,509
Vehicles		18,545	14,969
<b>Total</b>		<u>225,770</u>	<u>76,928</u>
<b>12.3 Disposal of property and equipment</b>			
The net book value of fixed assets disposed off during the period is as follows:			
Leasehold improvements		44	-
Computer and office equipment		-	-
Vehicles		-	4,619
<b>Total</b>		<u>44</u>	<u>4,619</u>

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	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	----- (Rupees in '000') -----	
<b>13. RIGHT OF USE ASSETS</b>		
At January 1		
Opening net book value	3,498,477	2,704,359
Reassessment / renewals	689,813	1,596,377
Disposals	-	-
Depreciation charge	(397,203)	(802,259)
Closing net book value	<u>3,791,087</u>	<u>3,498,477</u>
Cost	6,612,356	5,922,543
Accumulated depreciation	<u>(2,821,269)</u>	<u>(2,424,066)</u>
Net book value	<u>3,791,087</u>	<u>3,498,477</u>
<b>14. INTANGIBLE ASSETS</b>		
Computer Software	98,291	84,934
Others	-	-
	<u>98,291</u>	<u>84,934</u>
	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
	----- (Rupees in '000') -----	
<b>14.1 Additions to intangible assets</b>		
The additions intangible assets during the period:		
Computer Software	<u>35,820</u>	<u>188</u>
Disposals of intangible assets		
The net book value of intangible assets disposed off during the period.	<u>-</u>	<u>-</u>

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	----- (Rupees in '000') -----	
<b>15. DEFERRED TAX ASSETS-NET</b>		
<b>Deductible Temporary Differences on</b>		
Credit loss allowance against advances	12,805,487	12,635,167
Tax losses carried forward	2,542,603	2,950,583
Provision for diminution in the value of investments	-	12,243
Deficit on revaluation of investments	(1,376,313)	(864,545)
Others	2,040,360	2,039,020
Right of use assets	563,242	502,184
	<u>16,575,379</u>	<u>17,274,652</u>
<b>Taxable Temporary Differences on</b>		
Accelerated tax depreciation - tangible fixed assets	(11,564)	(13,920)
Net investment in Finance Lease	(131,859)	(131,859)
Surplus on revaluation of non-banking assets	(93,600)	(93,600)
Accelerated tax amortization - intangible assets	(18,588)	(28,143)
	<u>(255,611)</u>	<u>(267,522)</u>
	<u>16,319,768</u>	<u>17,007,130</u>



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- 15.1 The Bank has an aggregate amount of deferred tax assets of Rs. 16,319.77 million (2024: Rs. 17,0017.13 million). Deferred tax asset has been recorded based on management's best estimate of the probable benefits expected to be realised in future years in the form of reduced tax liability as the Bank would be able to set off the profits earned in those years against the deferred tax asset. In this regard, the Bank has prepared financial projections for future taxable profits, which have been approved by the Board of the Bank, to assess the recoverability of deferred tax assets. The projections involve certain key management assumptions underlying the estimation of future taxable profits. The determination of future taxable profits is most sensitive to certain key assumptions such as growth in high yield consumer advances, investment returns, potential reversal of provision against assets, interest rates, cost of funds and expected recoveries of classified loans. Any significant change in such assumptions may have an effect on the recoverability of the deferred tax assets. Management believes that it is probable that the Bank will be able to achieve the profits and consequently, the deferred tax asset will be fully realised in future.

**16. OTHER ASSETS**

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	----- (Rupees in '000') -----	
Income / mark-up accrued in local currency	6,000,724	10,787,406
Accrued commission income	157,731	157,731
Advances, deposits, advance rent and other prepayments	1,776,583	1,312,970
Receivable against sale of shares	38,938	47,925
Mark to market gain on forward foreign exchange contracts	-	136,527
Insurance premium receivable against agriculture loans	7,947	8,623
Stationery and stamps on hand	21,845	22,915
Dividends receivable	-	1,688
Receivable against 1 Link ATM settlement account	-	84,330
Acceptances	169,345	48,741
Insurance claims receivable	13,091	12,835
Non-Banking Assets Acquired in Satisfaction of Claims	16.1 1,770,000	1,770,000
Other receivables	58,556	97,554
	10,014,760	14,489,245
Less: Provision held against other assets	16.2 (871,377)	(872,219)
Other assets (net of provision)	9,143,383	13,617,026
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	180,000	180,000
	<u>9,323,383</u>	<u>13,797,026</u>

**16.1 Market value of non-banking assets acquired in satisfaction of claims**

Non-banking assets acquired in December 2023 in satisfaction of claims have been revalued by an independent professional valuer. As of December 2024, the desktop revaluation was conducted by M/s Iqbal A. Nanjee & Co. Pvt. Ltd. based on their professional assessment of present market values; however, they have reported no significant change in the market value of these assets.

**16.2 Movement in credit loss allowance / provision held against other assets**

Opening balance	(872,219)	(1,222,785)
Impact of adoption of IFRS-09	-	(663)
Charge for the period / year	842	(6,942)
Reversals	-	358,171
Amount written off	-	-
Closing balance	<u>(871,377)</u>	<u>(872,219)</u>

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	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	(Rupees in '000')	
<b>17. BILLS PAYABLE</b>		
In Pakistan	2,390,803	1,446,526
Outside Pakistan	-	-
	<u>2,390,803</u>	<u>1,446,526</u>
<b>18. BORROWINGS</b>		
<b>Secured</b>		
Borrowings from State Bank of Pakistan		
- Under export refinance scheme	1,297,000	1,457,900
- Under long term finance facility	-	-
Repurchase agreement borrowings - Secured		
- State Bank of Pakistan (SBP)	3,497,200	-
- Other commercial banks / DFI's	-	-
	<u>3,497,200</u>	<u>-</u>
<b>Unsecured</b>		
- State Bank of Pakistan (SBP)	917,000	495,000
- Other commercial banks / DFI's	200,000	18,750
	<u>1,117,000</u>	<u>513,750</u>
	<u>5,911,200</u>	<u>1,971,650</u>
<b>18.1 Particulars of borrowings with respect to Currencies</b>		
In local currency	5,911,200	1,971,650
In foreign currencies	-	-
	<u>5,911,200</u>	<u>1,971,650</u>

**19. DEPOSITS AND OTHER ACCOUNTS**

	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
	In Local Currency	In Foreign currencies	Total	In Local Currency	In Foreign currencies	Total
	(Rupees in '000')					
<b>Customers</b>						
Current deposits	91,101,722	1,119,891	92,221,613	75,951,930	1,089,573	77,041,503
Savings deposits	182,549,377	1,322,562	183,871,939	174,761,565	1,248,851	176,010,416
Term deposits	47,604,689	223,214	47,827,903	56,540,153	316,021	56,856,174
Margin and other deposits	1,357,270	-	1,357,270	1,567,533	-	1,567,533
	<u>322,613,058</u>	<u>2,665,667</u>	<u>325,278,725</u>	<u>308,821,181</u>	<u>2,654,445</u>	<u>311,475,626</u>
<b>Financial Institutions</b>						
Current deposits	312,521	31	312,552	721,673	30	721,703
Savings deposits	1,355,639	-	1,355,639	1,291,194	-	1,291,194
Term deposits	1,000,000	-	1,000,000	1,000,000	-	1,000,000
Margin and other deposits	120,062	-	120,062	62	-	62
	<u>2,788,222</u>	<u>31</u>	<u>2,788,253</u>	<u>3,012,929</u>	<u>30</u>	<u>3,012,959</u>
	<u>325,401,280</u>	<u>2,665,698</u>	<u>328,066,978</u>	<u>311,834,110</u>	<u>2,654,475</u>	<u>314,488,585</u>



**SINDH BANK LIMITED**
**Notes To The consolidated condensed interim financial statements  
For The Half Year Ended June 30, 2025**

		June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	Note	----- (Rupees in '000') -----	
<b>20. Lease liabilities</b>			
Opening balance		4,441,555	3,231,133
Reassessment / renewals		689,813	1,596,378
Interest expense		335,413	718,698
Lease payments including interest		(609,360)	(1,267,060)
Other adjustments / transfers		31,510	162,406
Closing balance		<u>4,888,931</u>	<u>4,441,555</u>
<b>20.1 Contactual maturity of lease liabilities</b>			
Short-term lease liabilities - within one year		489,871	595,664
Long-term lease liabilities			
- 1 to 5 years		2,157,563	1,841,905
- 5 to 10 years		2,236,275	1,994,988
- More than 10 years		5,222	8,998
		<u>4,399,060</u>	<u>3,845,891</u>
Total lease liabilities		<u>4,888,931</u>	<u>4,441,555</u>
<b>21. OTHER LIABILITIES</b>			
Mark-up / return / interest payable in local currency		7,219,734	9,105,076
Mark-up / return / interest payable in foreign currency		2,841	4,158
Accrued expenses		448,007	311,235
Net defined benefit liability		127,231	186,857
Payable to defined contribution plan		1,516	1,107
Provision for compensated absences		386,532	392,930
Payable against 1 Link ATM settlement account		471,425	-
Payable against purchase of shares		5,594	18,765
Retention money		62,164	60,329
Federal excise duty / sales tax on services payable		10,372	9,002
Withholding tax payable		27,894	159,893
Acceptances		169,345	48,741
Provision for taxation - net		316,125	579,198
Mark to market loss on forward foreign exchange contracts		33,458	-
Security deposit against leases	21.1.1	142,955	89,925
Others		<u>12,232,812</u>	<u>308,559</u>
		<u>21,658,005</u>	<u>11,275,775</u>
Credit loss allowance against off-balance sheet obligations	21.1.2	<u>3,064</u>	<u>3,898</u>
		<u>21,661,068</u>	<u>11,279,673</u>
<b>21.1 Opening balance</b>		3,898	-
Impact of adoption of IFRS-09		-	3,103
Charge / reversals;			
Charge for the year		-	795
Reversals for the year		(834)	-
		<u>(834)</u>	<u>795</u>
<b>Closing Balance</b>		<u>3,064</u>	<u>3,898</u>
<b>21.1.1</b>	These represent interest free security deposits received from lessees against lease contracts of Sindh Leasing Company Limited which was amalgamated into the Bank, and are adjustable against residual value of leased assets at the expiry of the respective lease terms. These security deposits have not been discounted to their present values as the financial impact thereof is not considered to be material.		
<b>21.1.2</b>	Credit loss allowance against off balance sheet obligations include ECL in respect of letter of credit, letter of guarantees, shipping guarantees, acceptances and commitments against forward lendings etc.		

**SINDH BANK LIMITED****Notes To The consolidated condensed interim financial statements****For The Half Year Ended June 30, 2025****22. SHARE CAPITAL - NET****22.1 Authorised capital**

June 30, 2025 (Un-audited)	December 31, 2024 (Audited)		Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Number of shares				----- (Rupees in '000') -----	
<u>3,500,000,000</u>	<u>3,500,000,000</u>	Ordinary shares of Rs.10 each		<u>35,000,000</u>	<u>35,000,000</u>

**22.2 Issued, subscribed and paid-up share capital**

June 30, 2025 (Un-audited)	December 31, 2024 (Audited)			June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Number of shares					
3,071,013,000	3,071,013,000	Fully paid in cash: Ordinary shares of Rs.10 each		30,710,130	30,710,130
-	-	Right shares of Rs.10 each issued during the year		-	-
<u>381,429,817</u>	<u>381,429,817</u>	Ordinary shares of Rs. 10 issued as consideration of amalgamation		<u>3,814,298</u>	<u>3,814,298</u>
<u>3,452,442,817</u>	<u>3,452,442,817</u>			<u>34,524,428</u>	<u>34,524,428</u>

22.3 The Government of Sindh, through its Finance Department, owns 99.97% ordinary shares of the Bank.

**23. SURPLUS/(DEFICIT) ON REVALUATION OF ASSETS - NET****Surplus / (deficit) on revaluation of**

- Securities measured at FVOCI - Debt	10	1,506,622	522,462
- Securities measured at FVOCI - Equity	10	1,046,505	1,140,126
- Non-banking assets acquired in satisfaction of claims	23.1	180,000	180,000
		<u>2,733,127</u>	<u>1,842,588</u>

**Deferred tax on surplus / (deficit) on revaluation of:**

- Securities measured at FVOCI - Debt		(783,443)	(271,680)
- Securities measured at FVOCI - Equity		(544,183)	(592,866)
- Non-banking assets acquired in satisfaction of claims	23.1	(93,600)	(93,600)
		<u>(1,421,226)</u>	<u>(958,146)</u>
		<u>1,311,901</u>	<u>884,442</u>

**23.1 Surplus on revaluation of non-banking assets acquired in satisfaction of claims**

Surplus on revaluation as at January 01	180,000	180,000
Recognised during the period	-	-
Surplus on revaluation as at March 31	<u>180,000</u>	<u>180,000</u>
Less: related deferred tax liability	<u>(93,600)</u>	<u>(93,600)</u>
	<u>86,400</u>	<u>86,400</u>



**SINDH BANK LIMITED****Notes To The consolidated condensed interim financial statements****For The Half Year Ended June 30, 2025**

		June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	Note	----- (Rupees in '000') -----	
<b>24</b>	<b>CONTINGENCIES AND COMMITMENTS</b>		
-Guarantees	24.1	8,861,559	7,476,280
-Commitments	24.2	123,296,964	137,865,487
-Other contingent liabilities		-	-
		<u>132,158,523</u>	<u>145,341,767</u>
<b>24.1</b>	<b>Guarantees:</b>		
Financial guarantees		1,152,691	1,157,718
Performance guarantees		5,762,903	3,962,839
Other guarantees		1,945,965	2,355,723
		<u>8,861,559</u>	<u>7,476,280</u>
<b>24.2</b>	<b>Commitments:</b>		
<b>Documentary credits and short-term trade-related transactions</b>			
- letters of credit		3,130,865	2,964,551
<b>Commitments in respect of:</b>			
- forward foreign exchange contracts	24.2.1	78,447,468	107,432,384
- forward lending, borrowings and credits	24.2.2	41,528,359	27,313,192
<b>Commitments for acquisition of:</b>			
- fixed assets		190,272	155,360
		<u>123,296,964</u>	<u>137,865,487</u>
<b>24.2.1</b>	<b>Commitments in respect of forward foreign exchange contracts</b>		
Purchase		38,813,892	52,858,154
Sale		39,633,576	54,574,230
		<u>78,447,468</u>	<u>107,432,384</u>
<b>24.2.2</b>	<b>Commitments in respect of forward lending, borrowings and credits</b>		
Forward repurchase agreement borrowing		3,501,454	-
Forward resale agreement lending		20,437,769	14,337,675
Undrawn formal standby facilities, credit lines and other commitments to lend	24.2.2.1	17,589,136	12,975,517
		<u>41,528,359</u>	<u>27,313,192</u>
<b>24.2.2.1</b>	<b>Commitments to extend credit</b>		

The Bank enters into commitments to extend credit in the normal course of its business but these are revocable commitments that do not attract any significant penalty or expense if the facility is unilaterally withdrawn.

**SINDH BANK LIMITED****Notes To The consolidated condensed interim financial statements****For The Half Year Ended June 30, 2025**

		Half Year ended	
		June 30, 2025	June 30, 2024
		(Un-audited)	
		----- (Rupees in '000') -----	
<b>25.</b>	<b>MARK-UP/RETURN/INTEREST EARNED</b>		
	On loans and advances	5,007,817	6,113,039
	On investments	13,908,436	16,575,209
	On lendings to financial institutions	309,967	399,647
	On balances with banks	108,592	139,152
		<u>19,334,812</u>	<u>23,227,047</u>
<b>26.</b>	<b>MARK-UP/RETURN/INTEREST EXPENSED</b>		
	Deposits	12,108,921	17,349,143
	Borrowings	1,282,080	968,808
	Finance charge on lease liability against right of use assets	335,414	310,265
		<u>13,726,415</u>	<u>18,628,216</u>
<b>27.</b>	<b>FEE AND COMMISSION INCOME</b>		
	Branch banking customer fees	60,814	53,331
	Consumer finance related fees	2,234	1,623
	Card related fees (debit cards)	175,549	154,732
	Commission on trade	77,317	72,976
	Commission on guarantees	41,104	33,783
	Credit related fees	4,349	9,582
	Commission on remittances including home remittances	4,424	9,238
	Others	819	1,363
		<u>366,610</u>	<u>336,628</u>
<b>28.</b>	<b>GAIN ON SECURITIES</b>		
	Realised	28.1 473,231	26,144
	Unrealised - Measured at FVPL	28.2 21,296	93,298
		<u>494,527</u>	<u>119,442</u>
<b>28.1</b>	<b>Realised gain on:</b>		
	Federal Government Securities	427,899	113
	Shares of listed companies	45,332	26,031
		<u>473,231</u>	<u>26,144</u>
<b>28.2</b>	<b>Net gain on financial assets measured at FVPL:</b>		
	Designated upon initial recognition	-	-
	Mandatorily measured at FVPL	21,296	93,298
		<u>21,296</u>	<u>93,298</u>



**SINDH BANK LIMITED****Notes To The consolidated condensed interim financial statements****For The Half Year Ended June 30, 2025**

		<b>Half Year ended</b>	
		<b>June 30,</b>	<b>June 30,</b>
		<b>2025</b>	<b>2024</b>
		<b>(Un-audited)</b>	
		<b>----- (Rupees in '000') -----</b>	
<b>29. OTHER INCOME</b>	Note		
Incidental charges		-	290
Gain on sale of operating fixed assets		242	6,777
Rent on premises shared		675	704
Godwon charges		110	-
Others		318	150
		<b>1,345</b>	<b>7,921</b>
<b>30. OPERATING EXPENSES</b>			
Total compensation expense	30.1	3,121,659	2,613,777
<b>Property expense</b>			
Rent & taxes		42,381	18,428
Insurance		31,258	39,271
Utilities cost		240,498	255,040
Security (including guards)		417,852	301,916
Repairs & maintenance		25,755	13,717
Depreciation		36,199	35,363
Depreciation - right of use assets		397,203	414,668
		<b>1,191,146</b>	<b>1,078,403</b>
<b>Information technology expenses</b>			
Software maintenance		112,434	100,019
Hardware maintenance		64,884	76,922
Depreciation		41,081	36,755
Amortisation		22,462	22,075
Network charges		11,420	9,841
Others		51,313	22,900
		<b>303,594</b>	<b>268,512</b>

**SINDH BANK LIMITED**

**Notes To The consolidated condensed interim financial statements**

**For The Half Year Ended June 30, 2025**

**OPERATING EXPENSES**

**Other operating expenses**

Directors' fees and allowances
Fees and allowances to Shariah Board
Legal & professional charges
Travelling & conveyance
NIFT clearing charges
Training & development
Postage & courier charges
Communication
Stationery & printing
Marketing, advertisement & publicity
Auditor's Remuneration
Repairs & maintenance
Brokerage and commission
Entertainment Expenses
Fees and subscription
Insurance expenses
Premium of deposit protection fund
Depreciation
Outsourced service costs
Others

Note

Half Year ended	
June 30, 2025	June 30, 2024
(Un-audited)	
(Rupees in '000')	
15,353	11,006
1,427	1,788
15,439	16,435
41,469	34,191
23,938	17,522
4,297	4,341
10,721	11,986
127,479	149,530
89,858	95,673
48,422	40,719
9,551	8,542
96,232	76,787
6,864	2,653
41,534	35,770
59,725	51,920
5,513	7,508
54,641	44,375
94,060	79,551
110,919	108,032
31,062	30,244
888,504	828,573
5,504,903	4,789,265

30.2

**30.1 Total compensation expense**

Managerial Remuneration
- Fixed
- Variable Cash Bonus / Awards
Charge for defined benefit plan
Contribution to defined contribution plan
Rent & house maintenance
Utilities
Medical
Conveyance
Dearness Allowance
Employee old age benefits contribution
Leave Fare Assistance Allowances
Leave Encashment
Staff Insurances
Others

1,952,147	1,697,981
31,139	30,622
117,576	64,104
89,740	78,028
446,543	374,605
92,927	77,896
92,927	77,901
111,937	87,957
28,370	23,701
23,982	19,776
21,091	27,830
3,000	3,000
54,967	50,023
55,314	353
3,121,659	2,613,777



**SINDH BANK LIMITED**
**Notes To The consolidated condensed interim financial statements  
For The Half Year Ended June 30, 2025**

		Half Year ended	
		June 30, 2025	June 30, 2024
		(Un-audited)	
		(Rupees in '000')	
<b>30.2</b>	<b>Auditors' remuneration</b>	Note	
	Audit fee	8,220	7,289
	Fee for other statutory certifications	856	778
	Out-of-pocket expenses	475	475
		<u>9,551</u>	<u>8,542</u>
<b>31.</b>	<b>OTHER CHARGES</b>		
	Penalties imposed by the State Bank of Pakistan	-	1,222
	Others	-	-
		<u>-</u>	<u>1,222</u>
<b>32.</b>	<b>CREDIT LOSS ALLOWANCE &amp; WRITE OFFS - NET</b>		
	Credit loss allowance for diminution in value of investments	10.2.1	28,243 (861)
	Reversal of credit loss allowance / provision against loans and advances	11.3	(1,053,643) (710,505)
	Credit loss allowance / provision against loans and advances	11.3	781,026
	Credit loss allowance against lendings to financial institutions	9.2	618 -
	Reversal of credit loss allowance against other assets	16.2	- (357,888)
	Reversal of credit loss allowance against off-balance sheet obligations	21.1	(1,676) 174
	Reversal of credit loss allowance against balance with other banks	8.1	(346) 1,948
	Bad debts directly charged to profit and loss account		- -
		<u>(245,778)</u>	<u>(1,067,132)</u>
<b>33.</b>	<b>TAXATION</b>		
	Current	483,243	337,912
	Prior years	-	-
	Deferred	175,595	371,384
		<u>658,838</u>	<u>709,296</u>
<b>34.</b>	<b>BASIC AND DILUTED EARNINGS PER SHARE</b>		
	Profit for the period (Rupees in '000)	<u>628,698</u>	<u>682,580</u>
	Weighted average number of ordinary shares	<u>3,452,442,817</u>	<u>3,452,442,817</u>
	Basic and diluted earnings per share (Rupee)	<u>0.18</u>	<u>0.20</u>
<b>35.</b>	<b>CASH AND CASH EQUIVALENTS</b>		
	Cash and balance with treasury banks	21,697,877	19,298,126
	Balance with other banks	3,570,834	2,442,807
		<u>25,268,711</u>	<u>21,740,933</u>

**SINDH BANK LIMITED****Notes To The consolidated condensed interim financial statements****For The Half Year Ended June 30, 2025****36. FAIR VALUE MEASUREMENTS**

The fair values of traded investments are based on quoted market prices.

Unquoted equity investments are carried at the lower of cost or break-up value of the investee company. The fair value of the same is not required to be calculated.

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

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

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

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 asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Level 3: Fair value measurements using inputs that are not based on observable market data

**36.1 Fair value of financial and non-financial assets**

The table below analyses the financial and non-financial assets carried at fair values, by valuation methods. For financial assets, the Bank essentially carries its investments in debt and equity securities at fair values. Valuation of investments is carried out as per guidelines specified by the SBP.

	June 30, 2025 (Un-audited)			
	Fair Value			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000') -----			
<b>On balance sheet financial instruments</b>				
<b>Financial assets measured at fair value</b>				
<b>Investments</b>				
Pakistan Investment Bonds	-	141,754,304	-	141,754,304
Market Treasury Bills	-	18,773,622	-	18,773,622
Shares of listed companies	2,379,127	-	-	2,379,127
Units of mutual funds	280,165	-	-	280,165
Ijarah Sukuk - GoP	-	3,883,435	-	3,883,435
Sukuk bonds	-	-	-	-
	<u>2,659,292</u>	<u>164,411,361</u>	<u>-</u>	<u>167,070,653</u>
<b>Financial assets disclosed but not measured at fair value</b>				
<b>Investments</b>				
Market Treasury Bills	-	23,119,019	-	23,119,019
Pakistan Investment Bonds	-	14,751,853	-	14,751,853
Term finance certificates - Listed	-	177,001	-	177,001
Term finance certificates - Unlisted	-	230,468	-	230,468
Term deposit receipts	-	1,137,259	-	1,137,259
	<u>-</u>	<u>39,415,600</u>	<u>-</u>	<u>39,415,600</u>
<b>Off balance sheet financial instruments</b>				
Foreign exchange contracts (purchase)	-	38,813,892	-	38,813,892
Foreign exchange contracts (sale)	-	39,633,576	-	39,633,576



**SINDH BANK LIMITED**
**Notes To The consolidated condensed interim financial statements  
For The Half Year Ended June 30, 2025**

December 31, 2024 (Audited)				
Fair Value				
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000') -----			
<b>On balance sheet financial instruments</b>				
<b>Financial assets measured at fair value</b>				
<b>Investments</b>				
Pakistan Investment Bonds	-	161,125,136	-	161,125,136
Market Treasury Bills	-	6,912,523	-	6,912,523
Shares of listed companies	1,798,227	-	-	1,798,227
Units of mutual funds	237,590	-	-	237,590
Ijarah Sukuk - GoP	-	4,082,290	-	4,082,290
Sukuk bonds	-	-	-	-
	<u>2,035,817</u>	<u>172,119,949</u>	<u>-</u>	<u>174,155,766</u>
<b>Financial assets disclosed but not measured at fair value</b>				
<b>Investments</b>				
Market Treasury Bills	-	1,579,177	-	1,579,177
Pakistan Investment Bonds	-	24,364,453	-	24,364,453
Term finance certificates - Listed	-	213,908	-	213,908
Term finance certificates - Unlisted	-	334,255	-	334,255
Term Deposit Receipts	-	899,809	-	899,809
	<u>-</u>	<u>27,391,602</u>	<u>-</u>	<u>27,391,602</u>
<b>Off balance sheet financial instruments</b>				
Foreign exchange contracts (purchase)	-	52,858,154	-	52,858,154
Foreign exchange contracts (sale)	-	54,574,230	-	54,574,230

The valuation techniques used for the above assets are disclosed below:

Item	Valuation techniques and input used
Fully paid-up ordinary shares /close end mutual funds	Fair value is determined on the basis of closing quoted market prices available at the Pakistan Stock Exchange.
Open ended mutual funds	Fair value is based on redemption prices as at the close of the business day.
Pakistan Investment Bonds / Market Treasury Bills	Fair values of Pakistan Investment Bonds and Treasury Bills are derived using the PKRV rates (Reuters page).
Government of Pakistan (GoP) - Ijarah Sukuks	Fair values derived using the PKISRV rates announced by the Financial Market Association (FMA) through Reuters.
Term Finance, Bonds and Sukuk certificates	Investments in debt securities (comprising term finance certificates, bonds, sukuk certificates and any other security issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital) are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan.

**SINDH BANK LIMITED**

Notes To The consolidated condensed interim financial statements  
For The Half Year Ended June 30, 2025

**37. SEGMENT INFORMATION****37.1 Segment Details with respect to Business Activities**

	June 30, 2025 (Un-audited)			
	Trading and sales	Retail banking	Commercial banking and others	Total
	(Rupees in '000')			
<b>Profit &amp; Loss</b>				
Net mark-up/return/interest income	12,926,693	842,350	(8,160,646)	5,608,397
Inter segment revenue - net	(16,452,211)	-	16,452,211	-
Non mark-up / interest income	562,818	723	374,723	938,264
Total Income	(2,962,700)	843,073	8,666,288	6,546,661
Segment direct expenses	(72,865)	(55,081)	(4,069,034)	(4,196,980)
Inter segment expense allocation	(99,657)	(490,828)	(717,438)	(1,307,923)
Total expenses	(172,522)	(545,909)	(4,786,472)	(5,504,903)
Provisions	-	87,754	333,532	245,778
(Loss) / Profit before tax	(3,135,222)	209,410	4,213,348	1,287,536
<b>Balance Sheet</b>				
Cash & Bank balances	14,812,868	1,197,344	9,258,499	25,268,711
Investments	205,855,811	630,442	-	206,486,253
Net inter segment lending	-	-	244,082,090	244,082,090
Lendings to financial institutions	21,130,416	-	-	21,130,416
Advances - performing	46,049	8,023,968	95,810,543	103,880,560
Advances - non-performing	-	87	5,944,566	5,944,653
Others	4,048,729	337,491	26,579,700	30,965,920
<b>Total Assets</b>	<b>245,893,873</b>	<b>10,189,332</b>	<b>381,675,398</b>	<b>637,758,603</b>
Borrowings	3,497,200	1,114,000	1,300,000	5,911,200
Subordinated debt	-	-	-	-
Deposits & other accounts	-	1,923,356	326,143,622	328,066,978
Net inter segment borrowing	238,117,980	5,964,110	-	244,082,090
Others	170,983	552,159	28,217,661	28,940,802
<b>Total liabilities</b>	<b>241,786,163</b>	<b>9,553,625</b>	<b>355,661,283</b>	<b>607,001,070</b>
Equity	4,107,710	632,707	26,017,115	30,757,533
<b>Total Equity &amp; liabilities</b>	<b>245,893,873</b>	<b>10,186,332</b>	<b>381,678,398</b>	<b>637,758,603</b>
<b>Contingencies &amp; Commitments</b>	<b>102,386,691</b>	<b>-</b>	<b>29,771,832</b>	<b>132,158,523</b>



**SINDH BANK LIMITED****Notes To The consolidated condensed interim financial statements****For The Half Year Ended June 30, 2025****Segment Details with respect to Business Activities**

	June 30, 2024 Un-audited			
	Trading and sales	Retail banking	Commercial banking and others	Total
	(Rupees in '000')			
<b>Profit &amp; Loss</b>				
Net mark-up/return/interest income	16,153,949	24,320	(11,579,438)	4,598,831
Inter segment revenue - net	(21,593,521)	-	21,593,521	-
Non mark-up / interest income	218,109	130	298,162	516,400
Total Income	(5,221,464)	24,450	10,312,245	5,115,231
Segment direct expenses	(49,688)	(3,136)	(3,616,308)	(3,669,132)
Inter segment expense allocation	(84,294)	(18,240)	(1,018,821)	(1,121,355)
Total expenses	(133,982)	(21,376)	(4,635,129)	(4,790,487)
Provisions	-	-	1,067,132	1,067,132
(Loss) / Profit before tax	(5,355,446)	3,074	6,744,248	1,391,876
	December 31, 2024 (Audited)			
	Trading and sales	Retail banking	Commercial banking and others	Total
	(Rupees in '000')			
<b>Balance Sheet</b>				
Cash & Bank balances	16,634,277	1,016,492	9,543,927	27,194,696
Investments	200,414,330	1,133,038	-	201,547,368
Net inter segment lending	-	-	245,749,981	245,749,981
Lendings to financial institutions	24,514,444	-	-	24,514,444
Advances - performing	77,892	2,922,766	66,337,120	69,337,778
Advances - non-performing	-	-	4,945,060	4,945,060
Others	6,388,316	288,332	29,068,429	35,745,077
<b>Total Assets</b>	<b>248,029,259</b>	<b>5,360,628</b>	<b>355,644,517</b>	<b>609,034,404</b>
Borrowings	-	873,750	1,097,900	1,971,650
Deposits & other accounts	-	1,991,165	312,497,420	314,488,585
Net inter segment borrowing	243,676,669	2,073,312	-	245,749,981
Others	162,215	422,401	16,583,138	17,167,754
Total liabilities	243,838,884	5,360,628	330,178,458	579,377,970
Equity	4,190,375	-	25,466,059	29,656,434
<b>Total Equity &amp; liabilities</b>	<b>248,029,259</b>	<b>5,360,628</b>	<b>355,644,517</b>	<b>609,034,404</b>
<b>Contingencies &amp; Commitments</b>	<b>121,770,059</b>	<b>-</b>	<b>23,571,708</b>	<b>145,341,767</b>

**38. RELATED PARTY TRANSACTIONS**

The related parties of the Bank comprise associated undertakings, directors, staff retirement funds and key management personnel (including their associates).

The Bank enters into transactions with related parties in the ordinary course of business and on substantially the same terms as for comparable transactions with person of similar standing. Transaction with executives and key management persons are undertaken at terms in accordance with employment agreements and service rules. Contributions to and accruals in respect of staff retirement benefit plans are made in accordance with the terms of the benefit plan. Remuneration of the President & Chief Executive Officer and directors are determined in accordance with the terms of their appointment.

Government of Sindh (GoS) through its Finance Department holds 99.97% shareholding in the Bank and therefore entities which are owned and / or controlled by the GoS, or where the GoS may exercise significant influence, are related parties of the Bank. The Bank in the ordinary course of business enters into transactions with Government-related entities. Such transactions include lending to, deposits from and provision of other banking services to such entities. However, it is impracticable to disclose transactions with all other entities owned or controlled by GoS.

**SINDH BANK LIMITED**  
**Notes To The consolidated condensed interim financial statements**  
**For The Half Year Ended June 30, 2025**

The details of balances and transactions with related parties, other than those disclosed under respective notes, during the period are as follows:

	June 30, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Directors	Key management personnel	Subsidiaries	Other related parties	Directors	Key management personnel	Subsidiaries	Other related parties
	(Rupees in '000')							
<b>Investments</b>								
Opening balance	-	-	-	-	-	-	-	-
Investment made during the period/year	-	-	-	-	-	-	-	-
Investment redeemed / disposed off during the period /year	-	-	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-	-	-
<b>Advances</b>								
Opening balance	-	171,457	-	64,377	-	208,690	-	64,377
Addition during the period/year	-	31,671	-	1	-	34,259	-	-
Repaid during the period/year	-	(31,765)	-	-	-	(74,399)	-	-
Transfer in / (out) - net	-	42,235	-	-	-	2,907	-	-
Closing balance	-	213,598	-	64,378	-	171,457	-	64,377
<b>Other Assets</b>								
Interest / mark-up accrued	-	150	-	2,319	-	191	-	2,978
Other receivable	-	-	-	-	-	-	-	-
	-	150	-	2,319	-	191	-	2,978
<b>Deposits and other accounts</b>								
Opening balance	20,863	74,473	-	2,824,555	1,040	66,089	-	1,616,287
Received during the period/year	65,989	278,159	-	7,437,446	34,786	1,470,161	-	12,085,409
Withdrawn during the period/year	(69,071)	(258,181)	-	(5,440,883)	(44,400)	(1,429,974)	-	(10,877,141)
Transfer in / (out) - net	9,311	11,860	-	-	29,437	(31,803)	-	-
Closing balance	27,092	106,311	-	4,821,118	20,863	74,473	-	2,824,555
<b>Other Liabilities</b>								
Payable to staff retirement fund	-	13,572	-	-	-	-	-	-
Interest / mark-up payable	495	2,077	-	69,439	344	7,080	-	86,448



**SINDH BANK LIMITED**

**Notes To The consolidated condensed interim financial statements  
For The Half Year Ended June 30, 2025**

	June 30, 2025 (Un-audited)					June 30, 2024 Un-audited			
	Directors	Key management personnel	Subsidiaries	Other related parties	(Rupees in '000')	Directors	Key management personnel	Subsidiaries	Other related parties
<b>Income</b>									
Mark-up / return / interest earned	-	3,431	-	4,840	-	-	4,366	-	7,915
Fee and commission income	-	2	-	1,196	-	-	9	-	3,123
Net gain on sale of securities	-	-	-	-	-	-	-	-	-
Other income	-	-	-	675	-	-	-	-	704
<b>Expense</b>									
Mark-up / return / interest paid	1,016	4,584	-	133,009	77	-	14,142	-	207,762
Remuneration paid	-	186,802	-	-	-	-	177,983	-	-
Contribution to provident fund	-	9,095	-	-	-	-	7,728	-	-
Provision for gratuity	-	31,946	-	-	-	-	20,924	-	-
Other staff benefits	-	31,736	-	-	-	-	35,110	-	-
Directors' meeting fee	14,375	-	-	-	10,820	-	-	-	-
Other expenses	213	-	-	-	150	-	-	-	-
Insurance premium paid	-	-	-	33,139	-	-	-	-	85,576
<b>Others</b>									
Sale of Government Securities	-	-	-	1,200,000	-	-	-	-	-
Purchase of Government Securities	-	-	-	120,000	-	-	-	-	360,000
Gratuity paid	-	2,786	-	-	-	-	6,069	-	-
Leave encashment paid	-	2,298	-	-	-	-	1,540	-	-
Insurance claims settled	-	-	-	1,199	-	-	-	-	5,862
Expenses recovered under agency arrangement	-	-	-	65	-	-	-	-	25

As at the date of unconsolidated statement of financial position, loans/advances and deposits related to government related entities and its related entities amounted to Rs. 36,119.74 million (2024: Rs. 38,921.3 million) note 11 and Rs.173,054.66 million (2024: Rs. 167,727.27 million) note 19. The above includes deposits amounting to Rs. 53,609.02 million (2024: Rs.53,537.25 million) received through the Finance Department, Government of Sindh.

**SINDH BANK LIMITED**

*Notes To The consolidated condensed interim financial statements  
For The Half Year Ended June 30, 2025*

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Note	----- (Rupees in '000') -----	
<b>39. CAPITAL ADEQUACY, LEVERAGE RATIO &amp; LIQUIDITY REQUIREMENTS</b>		
<b>Minimum Capital Requirement (MCR):</b>		
Paid-up capital (net of losses)	26,729,540	26,190,277
<b>Capital Adequacy Ratio (CAR):</b>		
Eligible Common Equity Tier 1 (CET 1) Capital	15,455,912	15,683,877
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	15,455,912	15,683,877
Eligible Tier 2 Capital	1,473,302	974,599
<b>Total Eligible Capital (Tier 1 + Tier 2)</b>	<b>16,929,213</b>	<b>16,658,476</b>
<b>Risk Weighted Assets (RWAs):</b>		
Credit Risk	43,847,752	43,428,287
Market Risk	14,167,592	14,050,153
Operational Risk	17,273,395	17,273,395
<b>Total</b>	<b>75,288,739</b>	<b>74,751,835</b>
<b>Common Equity Tier 1 Capital Adequacy ratio</b>	<b>20.53%</b>	<b>20.98%</b>
<b>Tier 1 Capital Adequacy Ratio</b>	<b>20.53%</b>	<b>20.98%</b>
<b>Total Capital Adequacy Ratio</b>	<b>22.49%</b>	<b>22.29%</b>
<b>National minimum capital requirements prescribed by SBP</b>		
CET1 minimum ratio	6.00%	6.00%
Tier 1 minimum ratio	7.50%	7.50%
Total capital minimum ratio	10.00%	10.00%
Total capital minimum ratio plus CCB	11.50%	11.50%
<b>Approach followed for detrmining Risk Weighted Assets</b>		
Credit Risk	Comprehensive	Comprehensive
Market Risk	Maturity method	Maturity method
Operational Risk	Basic Indicator	Basic Indicator
	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	----- (Rupees in '000') -----	
<b>Leverage Ratio (LR):</b>		
Eligiblle Tier-1 Capital	15,455,912	15,683,877
Total Exposures	391,917,501	361,421,346
<b>Leverage Ratio (%)</b>	<b>3.94%</b>	<b>4.34%</b>
<b>Liquidity Coverage Ratio (LCR):</b>		
Total High Quality Liquid Assets	189,183,786	144,053,221
Total Net Cash Outflow	41,935,434	37,606,353
<b>Liquidity Coverage Ratio (%)</b>	<b>451%</b>	<b>383%</b>
<b>Net Stable Funding Ratio (NSFR):</b>		
Total Available Stable Funding	232,505,804	236,076,978
Total Required Stable Funding	113,006,635	96,310,093
<b>Net Stable Funding Ratio</b>	<b>206%</b>	<b>245%</b>



**SINDH BANK LIMITED****Notes To The consolidated condensed interim financial statements  
FOR THE HALF YEAR ENDED JUNE 30, 2025****40. GENERAL**

40.1 Figures have been rounded off to the nearest thousand Rupees.



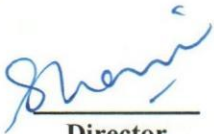
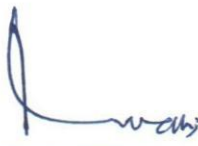

**41. CORRESPONDING FIGURES**

The corresponding figures have been re-arranged and re-classified to ensure a more appropriate presentation and comparison.

From	To	Note	Rupees in '000'
Credit loss allowance held against balances with other banks	Credit loss allowance held against balances with treasury banks	7	3
Fees and Subscription	Premium of deposit protection fund	30	44,375
Rent & house maintenance	Dearness Allowance	30.1	23,701
Others	Leave encashment	30.1	3,000

**42. DATE OF AUTHORISATION FOR ISSUE**

These consolidated financial statements were authorised for issue by the Board of Directors on \_\_\_\_\_

 _____ President and Chief Executive Officer	 _____ Chief Financial Officer	 _____ Director	 _____ Director	 _____ Chairman
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