IN MEMORY OF SHAHEED MOHTARMA BENAZIR BHUTTO

شہید محترمہ بینظیر بھٹو کی یاد میں

SINDH BANK

سندھ بینک

POWER TO THE PEOPLE

بااختیار عوام

Half Yearly Financial Statements June 30, 2025

Contents

VISION

Our vision is to be a leading bank which would play a positive role to generate economic activities for empowering the people by meeting their financial needs for running a successful business and create employment opportunities.

MISSION

To develop as a leading Commercial Bank in the country by meeting its stated objectives of promoting economic development of the country in general and in the Province of Sindh in particular.

Corporate Information

Board of Directors

Mr. Mohammed Aftab Alam	Chairman/Independent Director
Mr. Fayaz Ahmed Jatoi	Finance Secretary (GoS)/Non Executive Director
Mr. Javaid Bashir Sheikh	Non Executive Director
Mrs. Shaista Bano Gilani	Independent Director
Mr. Imtiaz Ahmad Butt	Independent Director
Mr. Imran Samad	Non Executive Director
Mr. Farhan Ashraf Khan	Non Executive Director
Mr. Muhammad Anwaar	President & CEO

Chief Financial Officer	Dilshad Hussain Khan
Company Secretary	Muhammad Irfan Zafar
Auditors'	Riaz Ahmad and Company Chartered Accountants.
Legal Advisors	Mohsin Tayebaly & Co
Share Registrar	CDC Share Registrar Services Ltd.
Registered/Head Office	3rd, Floor Federation House Abdullah Shah Ghazi Road Clifton, Karachi-75600 UAN : +92-21-111-333-225 Fax : +92-21-35870543

Registration Number	0073917
NTN Number	3654008-7
Website	www.sindhbank.com.pk
Facebook	/SindhBankLimitedOfficial
Instagram	/SindhBankLimited
LinkedIn	/Company/Sindh-bank-limited

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:

(Rs. 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%)
Paid up Capital net of accumulated losses	**28,812,924**	**28,267,602**	**1.93%**
Surplus/(deficit) on Revaluation of Assets -net	1,311,901	884,442	48.33%
Equity	**30,124,825**	**29,152,044**	**3.34%**
Borrowings	**4,794,200**	**1,457,900**	**228.84%**
Deposits	**326,143,622**	**312,718,297**	**4.29%**
Investment (carrying value)	**205,855,811**	**201,164,585**	**2.33%**
Gross Advances	**133,800,675**	**98,957,498**	**35.21%**
Profit & Loss Account	**Half Year Ended**		
	June 30, 2025	**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%)
Net markup/return/interest income	**5,005,344**	**4,198,514**	**19.22%**
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%
Non-mark-up/non-interest income	**938,264**	**516,400**	**81.69%**
Total Income	**5,943,608**	**4,714,914**	**26.06%**
Non-mark-up/interest expenses	**5,193,548**	**4,541,659**	**14.35%**
Profit / (Loss) before Tax & Provisions	**750,060**	**173,255**	**332.92%**
Credit allowance and write offs	809,837	186,739	333.67%
Reversal of credit allowance	(1,143,369)	(1,305,700)	(12.43%)
Credit allowance and write offs-net	**(333,532)**	**(1,118,961)**	**(70.20%)**
Profit / (Loss) Before Tax	**1,083,592**	**1,292,216**	**(16.14%)**
Profit / (Loss) After Tax	**500,380**	**611,319**	**(18.15%)**
Profit / (Loss) per share (Rupees)	**0.14**	**0.18**	**(22.22%)**
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
President & CEO

Farhan Ashraf Khan
Non Executive Director

Karachi,
August 26, 2025

ڈائریکٹرز رپورٹ

سندھ بینک کے بورڈ آف ڈائریکٹرز کی جانب سے میں 30 جون 2025 کو ختم ہونے والی ششماہی کے مالیاتی نتائج پیش کررہا ہوں۔ کارکردگی کا جائزہ ذیل میں پیش کیا جارہاہے:

('000 میں روپے)

بیلنس شیٹ	30 جون 2025	31 دسمبر 2024	فیصد تبدیلی
اداشدہ سرمایہ	34,524,428	34,524,428	-
ذخائر	2,548,507	2,448,431	4.09%
جمع شدہ نقصان	(8,260,011)	(8,705,257)	(5.11%)
خالص جمع شدہ خسارے نکالنے کے بعد اداشدہ سرمایہ	28,812,924	28,267,602	**1.93%**
اثاثوں کی ازسرنو مالیت پر منافع (خسارہ)	1,311,901	884,442	48.33%
ملکیتی سرمایہ	30,124,825	29,152,044	3.34%
ادھار	4,794,200	1,457,900	228.84%
جمع شدہ ڈپازٹس	326,143,622	312,718,297	4.29%
سرمایہ کاری (موجودہ مالیت) (Carring Value)	205,855,811	201,164,585	2.33%
مجموعی ایڈوانسز	133,800,675	98,957,498	35.21%

('000 میں روپے)

نفع و نقصان کا کھاتہ	30 جون 2025 کو اختتام پذیر ششماہی پر	30 جون 2024 کو اختتام پذیر ششماہی پر	فیصد تبدیلی اضافہ/(کمی)
مارک اپ/ریٹرنز/سودی آمدنی	18,522,116	22,587,634	(18.00%)
مارک اپ/ریٹرنز/سود کے اخراجات	13,516,772	18,389,120	(26.50%)
خالص مارک اپ/منفعت/سودی آمدنی	5,005,344	4,198,514	**19.22%**
فیس، کمیشن اور دیگر آمدنی	367,955	344,549	6.79%
زرمبادلہ کی آمدنی	48,534	20,718	134.26%
منافع منقسمہ کی آمدنی	27,248	31,691	(14.02%)

نفع و نقصان کا کھاتہ	جون 2025 کو اختتام پذیر ششماہی پر	30 جون 2024 کو اختتام پذیر ششماہی پر	فیصد تبدیلی اضافہ /(کمی)
سیکورٹیز پر منافع/ (خسارہ)	494,527	119,442	314.03%
نان مارک اپ/ غیر سودی آمدنی	938,264	516,400	81.69%
کل آمدنی	5,943,608	4,714,914	26.06%
غیر مارک اپ/سودی اخراجات	5,193,548	4,541,659	14.35%
ٹیکس اور مختصات سے پہلے منافع/ (خسارہ)	750,060	173,255	332.92%
کریڈٹ الاؤنس اور رائٹ آف	809,837	186,739	333.67%
کریڈٹ الاؤنس کی واپسی	(1,143,369)	(1,305,700)	(12.43%)
کریڈٹ الاؤنس اور رائٹ آف نیٹ	(333,532)	(1,118,961)	(70.20%)
منافع/ (خسارہ) قبل از ٹیکس	1,083,592	1,292,216	(16.14%)
منافع/ (خسارہ) بعد بعد از ٹیکس	500,380	611,319	(18.15%)
منافع/ (خسارہ) فی حصص (روپے)	0.14	0.18	(22.22%)
دیگر معلومات	**30 جون 2025**	**31 دسمبر 2024**	**فیصد تبدیلی اضافہ/ (کمی)**
کھاتوں کی تعداد	1,296,252	1,155,270	12.20%
شاخوں کی تعداد	330	330	–

30 جون، 2025 پر اس ششماہی کا کاروباری منافع 750 ملین روپے رہا جو کہ گزشتہ سال کی اسی مدت میں 173 ملین تھا، جس سے کاروباری منافع میں 334 فیصد اضافہ عکاسی ہوتی ہے ہے، اس تبدیلی سے منسوب عوامل درج ذیل ہیں:

- خالص سودی آمدنی میں اضافہ: 2025 کی پہلی ششماہی میں پالیسی نرخ میں کمی کے باوجود خالص سودی آمدنی میں 807 ملین روپے (یعنی 19.22%) کا اضافہ ہوا۔
- ششماہی کے دوران غیر مارک اپ آمدنی میں 422 ملین روپے کا اضافے کے بنیادی عوامل FX آمدنی میں 27 ملین روپے کا اضافہ اور فیس کمیشن کی آمدنی میں 23 ملین روپے کا اضافہ اور سیکیورٹیز پر 375 ملین کا منافع ہے۔
- بینک کے غیر مارک اپ اخراجات میں 651 ملین روپے یعنی 14.35% کا اضافہ ہوا جس میں افراط زر کے دباؤ اور ترقیاتی اخراجات کی عکاسی ہوتی ہے۔

30 جون 2025 کوختم ہونے والی ششماہی میں قبل از ٹیکس منافع 1,083 ملین روپے رہا جو گزشتہ سال کی اسی مدت میں 1,292 ملین روپے تھا، کمی کی بنیادی وجہ مجموعی طور پر 333.5 ملین روپے کے خالص مختصات کو واپس کرنا تھا جبکہ گزشتہ سال 1,118.9 ملین روپے کے مختصات واپس کئے گئے تھے۔

30 جون 2025 کوختم ہونے والی ششماہی میں بعد از ٹیکس منافع 500 ملین روپے رہا جو کہ گزشتہ سال اسی مدت میں 611 ملین روپے تھا۔

31 دسمبر 2024 کو 360.08 بلین روپے کے مقابلے میں کل اثاثے 389.47 بلین روپے رہے جن میں 8.16 فیصد کا اضافہ ہوا۔ (30 جون 2025 تک سرمایہ کاری کی مالیت 205.85 بلین روپے تھی جو کہ 31 دسمبر 2024 تک 201.16 بلین روپے تھی جس سے 2.33 فیصد اضافے کی عکاسی ہوتی ہے)۔ مجموعی ایڈوانسز 31 دسمبر 2024 کو 98.95 بلین روپے سے 35.21 فیصد بڑھ کر 133.80 بلین روپے ہو گئے۔

کل ڈپازٹس بڑھ کر 326.14 بلین روپے ہو گئے جو کہ 31 دسمبر 2024 کو 312.71 بلین روپے تھے۔ اس مدت کے دوران 140,982 نئے اکاؤنٹس کھلنے کے بعد کسٹمر اکاؤنٹس کی تعداد 1,296,252 (یعنی 12.20% اضافہ) ہو گئی جس سے بینک میں نئے صارفین کی ترجیحات اور برانچوں کی طرف نئے صارفین کے لئے ترغیبات متعارف کرانے کی عکاسی ہوتی ہے۔

IFRS9 کا نفاذ – مالیاتی آلات

اسٹیٹ بینک آف پاکستان (SBP) نے 22 جنوری 2025 کو IFRS9 کے تحت مؤثر شرح سود (EIR) ماڈل کے نفاذ کے لئے ایک سال کی توسیع کر دی جو کہ 31 دسمبر 2025 تک ایک سال کی توسیع کی اجازت دیتا ہے، بینک کو ضروری ایڈجسٹمنٹ کو مکمل کرنے کے لئے مزید وقت فراہم کرتا ہے اور ضرورتوں کے مطابق منتقلی کے عمل کو ترتیب دیتا ہے۔ اس کے نفاذ کی سہ ماہی نوعیت باقاعدگی سے بورڈ آف ڈائریکٹرز کو اسٹیٹ بینک کو اطلاع کے ساتھ پیش کی جاتی ہے۔

کریڈٹ ریٹنگ

VIS کریڈٹ ریٹنگ کمپنی لمیٹڈ نے 30 جون 2025 کو اپنی رپورٹ میں '-AA' (ڈبل اے مائنس) پر ادارے کی طویل مدتی درجہ بندی اور '+A-1' (اے ون پلس) پر مختصر مدت کی درجہ بندی کی تصدیق کی ہے۔

کم از کم سرمائے کی موزونیت اور سرمائے کا تناسب

30 جون 2025 کو بینک کی سرمائے کی موزونیت کا تناسب 22.77 فیصد رہی جب کہ کم از کم ضرورت 11.50 فیصد اور لیوریج ریشو 3.85 فیصد رہا جبکہ 30 جون 2025 کو کم از کم 3.0 فیصد کی ضرورت تھی۔

معاشی جائزہ

پاکستان کی معیشت نے مالی سال 25 میں درمیانی نمو کا مظاہرہ کیا جو کہ عارضی تخمینوں کے مطابق 2.7 فیصد کی شرح سے بڑھ رہی ہے، جو کہ مالی

سال 24 میں جی ڈی پی کی 2.5 فیصد شرح نمو کے مطابق ہے۔جس میں زرعی شعبے میں مالیاتی سال 2025 میں 0.6 فیصد نمو ہوئی جبکہ مالیاتی سال 2024 میں 6.4 فیصد ہوئی تھی ،نمو میں کمی کی بنیادی وجوہات اہم فصلوں اور کپاس کی پیداوار میں کمی کی وجہ سے خراب زرعی معاشیات اور ناموافق موسمی حالات کی وجہ سے پیداوار میں کمی تھی۔تاہم توقع ہے کہ صنعتی شعبے میں بہتری آئے گی جس میں مالیاتی سال 2025 میں 4.8 فیصد کی نمو ریکارڈ کی گئی جو کہ گزشتہ سال 1.4 فیصد کی کم سطح پر تھی۔خدمات کے شعبے میں مالیاتی سال 2025 میں 2.9 فیصد کا اضافہ ہوا جبکہ مالیاتی سال 2024 میں 2.2 فیصد کا اضافہ ہوا تھا۔

مدت کے دوران بنیادی اثرات کی وجہ سے سال کے آخر میں بلند منافع جات کے باوجود بنیادی افراط زر سال بھر کم رہا۔کم افراط زر کی وجہ ایک سخت مالیاتی اور معاشی ماحول کے درمیان طلب میں اعتدال تھی ،جس کی بڑی وجہ غذائی افراط زر میں کمی اور گیس بجلی وایندھن کی قیمتوں میں نسبتاً استحکام اور روپے کی قدر میں استحکام ہے۔لہذا مجموعی طور پر FY25 میں NCPI اوسطاً 4.6% رہی جو FY24 سے 24% سے کم چلی آ رہی ہے۔نتیجتاً، SBP نے بھی 1HCY25 میں بینچ مارک پالیسی نرخ کو 200 بی پی ایس تک کم کر کے جون 25 کے اختتام تک 11 فیصد کر دیا۔

مزید برآں، ستمبر 2024 میں IMF-EFF کی منظوری کے بعد FY25 کے دوران پاکستان کی بیرونی کھاتے کی پوزیشن میں نمایاں بہتری آئی یعنی FY25 میں کے دوران SBP نے زرمبادلہ کے ذخائر میں 5.1 بلین یو ایس ڈالر کے اضافہ ریکارڈ کیا جس سے جون 25 تک 14.5 یو ایس ڈالر تک پہنچ گیا جس کی بنیادی وجوہات ملک کے رواں کھاتے کے توازن میں بہتری اور سال کے دوران منصوبہ شدہ رقومات کا بہاؤ کا حصول شامل ہیں۔

پاکستان نے FY25 کے دوران 14 سالوں میں پہلی مرتبہ اپنے پہلے مکمل سال کے رواں کھاتے میں منافع دکھایا جو کہ 2.1 بلین امریکی ڈالر تک پہنچ گیا۔جبکہ گزشتہ سال کی بہ نسبت بیرون ممالک مزدوروں کی ترسیلات زر میں 27 فیصد اضافے سے بڑا سہارا ملا جس سے سرکاری بہاؤ میں اضافہ ہوا۔اس کے علاوہ بیرونی قرضوں کی بروقت ادائیگی کے ساتھ غیر ملکی منافع/ ڈیویڈنڈری پیٹری ایشن فنڈز کی تقسیم کے حوالے سے بھی ملک درست سمت میں رہا۔نتیجتاً مالیاتی سال 2025 میں ڈالر کے مقابلے میں روپے کی قدر میں صرف 2 فیصد کمی ہوئی۔

دریں اثنا ابلند مارک اپ کی ادائیگیوں اور بجٹ خسارے کو پورا کرنے کے لیے ملکی بینکنگ سیکٹر پر وفاقی حکومت کے بڑھتے ہوئے انحصار کے ساتھ مالیاتی چیلنجز غالب رہے۔ FBR کی طرف سے FY25 میں ٹیکس کی وصولی کے 11.9 ٹریلین کے نظر ثانی شدہ ہدف کے مقابلے میں 178 بلین روپے کم رہی۔لہذا مالیاتی سال 25 میں پرائمری سرپلس جی ڈی پی کا 2.4 فیصد تک پہنچ گیا جواب تک کا سب سے بلند ترین ہے۔مجموعی مالیاتی خسارہ جی ڈی پی کے 5.4 فیصد تک پہنچ گیا۔

اس کے باوجود IMF کی ہدایات کے تحت اصلاحاتی ایجنڈے کو جاری رکھتے ہوئے وفاقی حکومت نے مالیاتی سال 2026 نے 17.6 ٹریلین روپے کے بجٹ کی بھی نقاب کشائی کی جس میں 2.5 ٹریلین روپے کی اضافی آمدنی کا اندازہ لگایا گیا ہے جس میں علامتی ریلیف کی پیشکشیں، سبسڈیوں میں کمی اور خاص طور نان فائلرز کے گرد گھیرا تنگ کرنا ہے۔بنیادی سرپلس ہدف GDP کا 2.4% مقرر کیا گیا ہے۔ مجموعی مالیاتی خسارے کا ہدف جی ڈی پی کا 3.9 فیصد مقرر کیا گیا ہے۔

مزید برآں اپریل 2025 میں پاکستان بھی اپنے تجارتی شراکت داروں پر امریکہ کی طرف سے عائد کردہ باہمی محصولات کا نشانہ بن گیا۔ تاہم پاکستان نے امریکہ کے ساتھ ایک تجارتی معاہدے کو حتمی شکل دے دی ہے جس میں پاکستان میں تیل اور دیگر معدنی ذخائر کو ترقی دینے کے عزم کے ساتھ ساتھ 19 فیصد کے ٹیرف لگایا گیا ہے۔ اس کے علاوہ، حال ہی میں S&P نے بہتر بیرونی پوزیشن اور زیادہ مستحکم مالیاتی نقطہ نظر کو 2.5 سال کے وقفے کے بعد پاکستان کی طویل مدتی خودمختار کریڈٹ ریٹنگ کو 'CCC+' سے 'B-' میں اپ گریڈ کیا ہے۔

PSX کا جائزہ

1HCY25 کی بنیاد پر، KSE-100 انڈیکس کی کارکردگی میں 9% اضافہ ہوا جو 10,500 پوائنٹس کے اضافے سے 125,627 پوائنٹس پر بند ہوئی۔ جس میں 1HCY25 کے دوران اوسطاً تمام حصص کا یومیہ حجم 574.9 ملین حصص رہا جو گزشتہ سال کی اسی مدت میں 442.6 ملین حصص تھا جو کہ گزشتہ کی سال کی بہ نسبت ناقابل یقین 30 فیصد زیادہ ہے۔ اسی طرح، اوسطاً تمام حصص کی یومیہ تجارتی قیمت 28.6 بلین روپے پر بند ہوئی جو کہ گزشتہ سال کی اسی مدت میں 16.7 بلین روپے تھی جو کہ گزشتہ سال کی بہ نسبت 71 فیصد زیادہ ہے۔ مقامی شرکت اتنی مضبوط تھی کہ مارکیٹ نے آسانی سے غیر ملکی فروخت 304.3 ملین یو ایس ڈالر کو جذب کر لیا۔

توقع ہے کہ اب بھی پرکشش قیمتوں اور بتدریج بنیادی عوامل میں بہتری کے درمیان مستقبل میں سیاسی اور اقتصادی غیر یقینی صورتحال میں کمی کے نتیجے میں مضبوط مثبت رجحانات کے ساتھ مارکیٹ کی سرگرمی صحت مند رہے گی۔ مزید برآں، امریکہ کے ساتھ مضبوط تعلقات اور تیل اور گیس اور معدنیات کے شعبوں میں ممکنہ غیر ملکی سرمایہ کاری رجحانات کو مزید مستحکم رکھے گی۔ افراط زر کے نقطہ نظر سے مشروط مستقبل میں مالیاتی نرمی بھی ایکویٹی میں مزید دلچسپی پیدا کر سکتی ہے۔

سندھ مائیکروفنانس بینک لمیٹڈ (مکمل ملکیت میں ذیلی ادارہ)

سندھ مائیکروفنانس بینک لمیٹڈ (SMFB) ایک SBP کا لائسنس یافتہ (صوبائی سطح کا) مائیکروفنانس ادارہ ہے جس نے مئی 2016 میں 750 ملین روپے کی ابتدائی ایکویٹی کے ساتھ کام شروع کیا۔ 30 جون 2025 تک بینک نے اپنی ایکویٹی بیس کو بڑھا کر PKR 1.4 بلین کر دیا ہے، جو کہ مکمل طور پر اندرونی طور پر پیدا ہونے والے منافع سے چل رہا ہے۔ SMFB پاکستان میں ممکنہ طور پر واحد مائیکروفنانس بینک کے طور پر نمایاں ہے جو تقریباً ایک دہائی قبل اپنے قیام کے بعد سے مسلسل منافع بخش رہا ہے۔

30 جون 2025 کو ختم ہونے والی ششماہی کے لیے، بینک نے PKR 203.9 ملین کا ٹیکس قبل منافع رپورٹ کیا، جو کہ 2024 کی اسی مدت میں PKR 99.7 ملین کے مقابلے میں نمایاں 105% اضافہ ہے۔

قومی سطح کے لائسنس کے لیے کم از کم سرمائے کی ضرورت کو حاصل کرنے کے بعد، SMFB نے باضابطہ طور پر اسٹیٹ بینک آف پاکستان کو صوبائی سے قومی مائیکروفنانس بینک میں منتقلی کے لیے درخواست دی ہے۔ بینک اپنے قدموں کے نشان کو باضابطہ طور پر پھیلانے کا ارادہ رکھتا ہے، جس کا آغاز جنوبی پنجاب سے ہوتا ہے اور آخر کار ملک بھر میں محروم کمیونٹیز تک پہنچے گا۔

SMFB کا کاروباری ماڈل بنیادی طور پر دیہی اور نیم شہری علاقوں میں معاشی سرگرمیوں میں مصروف خواتین کی خدمت کے لیے نچلی سطح پر مائیکروفنانس میں جڑا ہوا ہے۔ بینک تقریبا PKR 48,000 کے چھوٹے اوسط قرضے کو برقرار رکھتا ہے، جس میں NPL کی شرح 1% سے کم ہے۔ اپنے قیام کے بعد سے، اس نے صوبہ کے تمام اضلاع میں 108 کاروباری مقامات کے نیٹ ورک کے ذریعے کام کرتے ہوئے خصوصی طور پر سندھ میں خواتین کو PKR 16.3 بلین مالیت کے 450,263 قرضے تقسیم کیے ہیں۔

بینک نے HY 2025 میں قرض دینے کی سرگرمیوں میں نمایاں اضافہ دیکھا، جس نے کل PKR 2.25 بلین روپے کے 46,637 قرضے تقسیم کیے، جبکہ گزشتہ سال کی اسی مدت میں PKR 1.8 بلین کے 40,070 قرضے تھے۔

28 مارچ 2025 کو، پاکستان کریڈٹ ریٹنگ ایجنسی (PACRA) نے SMFB کی طویل مدت کے لیے 'A' اور مختصر مدت کے لیے 'A1' کی کریڈٹ ریٹنگ کی توثیق کی، جو ادارے کے مالی استحکام اور مائیکروفنانس سیکٹر میں اس کی ٹھوس پوزیشن کی عکاسی کرتی ہے۔ VIS کریڈٹ ریٹنگ نے بھی SMFB کو PACRA جیسی ریٹنگ تفویض کی ہے۔

30 جون 2025 کو ختم ہونے والے ششماہی کے مالیاتی جھلکیوں کا مختصر خلاصہ ذیل میں دکھایا گیا ہے:

بیلنس شیٹ	**30-جون-25**	**31-دسمبر-24**
	(ملین روپے میں)	
مجموعی قرض کا پورٹ فولیو	2,435	2,239
کل اثاثے	5,233	4,531
جمع شدہ رقومات	2,048	1,991
قرضے	1,267	873
کل واجبات	3,850	3,276
خالص ایکویٹی	1,383	1,254
دیگر معلومات	30-جون-25	31-دسمبر-24
اکاؤنٹس کی تعداد (قرضے)	87,308	83,316
اکاؤنٹس کی تعداد (جمع شدہ رقومات)	207,003	193,434

منافع وخسارے کا کھاتہ	**30 جون 2025 کو اختتام پذیر ششماہی پر**	**30 جون 2024 کو اختتام پذیر ششماہی پر**
	(ملین روپے میں)	
خالص سودی آمدنی	603	400
منافع قبل از ٹیکس	204	99
ٹیکس	(76)	(28)
منافع بعد از ٹیکس	128	71

مستقبل کا منظر نامہ

سندھ بینک لمیٹڈ کو اسلامی بینک میں تبدیل کرنا

SBP کے نصب العین 2028 کے مطابق 2025 کے لیے بینک کے سالانہ برانچ کنورژن پلان (ABCP) کے طور پر 45 میں سے 10 روایتی برانچیں اسلامی بینکاری میں تبدیل ہونے کے آخری مراحل میں ہیں اور 2025 کی تیسری سہ ماہی کے دوران ان کو تبدیل کرنے کا منصوبہ ہے۔ بقیہ شاخیں نومبر 2025 تک تبدیل ہو جائیں گی۔

دیگر اہم اہداف

I. اب تک حاصل شدہ حوصلہ افزا نتائج کے ساتھ انتظامیہ اپنی توجہ (i) کم لاگت کے حامل ڈپازٹس کو متحرک کرنے، (ii) صارفین کی شکل میں ایس ایم ایز، کمرشل اور کارپوریٹ کاروبار میں اضافہ اور (iii) اپنے صارفین کی سہولت کے لئے ٹیکنالوجی پلیٹ فارمز پر مبنی متبادل ترسیل اور خدمات کے ذرائع اور (iv) غیر فعال قرضوں کی وصولی اور کمی کے لئے پرعزم ہے۔

II. موسمیاتی تبدیلیوں اور اس کے نتیجے میں پیدا ہونے والے معاشی اور سماجی چیلنجوں کی روشنی میں بینک درج ذیل شعبوں پر توجہ مرکوز کرے گا:

☆ موسمیاتی تبدیلی کے منفی اثرات کو کم کرنے میں اپنے کردار کو مضبوط بنانے پر۔

☆ پائیدار مالیات کو فروغ دینے پر۔

☆ مالیات تک رسائی کو بہتر بنا کر بنیادی ڈھانچے میں توسیع اور پائیدار مالیاتی حل کو آگے بڑھانا، خاص طور پر خوراک اور پانی کے بحران سے متعلق چیلنجوں سے نمٹنے پر۔

III. بینک کا مقصد زراعت، ایس ایم ایز، آئی ٹی، مائیکروفنانس جیسے اہم شعبوں میں مالیاتی شمولیت کے ترجیحی شعبے کے اقدامات میں تعاون کرنا ہے جن کی تعریف مالی خواندگی کے پروگراموں میں وضع کی گئی ہے۔

اعترافات

بورڈ آف ڈائریکٹرز کی جانب سے میں نگراں اداروں، حصص یافتگان اور صارفین کی مسلسل رہنمائی، تعاون اور بینک اور اس کی انتظامیہ پر اعتماد پر ان کا تہہ دل سے مشکور ہوں۔

بورڈ آف ڈائریکٹرز کی جانب سے

محمد انوار	فرحان اشرف خان
صدر/ CEO	(نان ایگزیکیٹیو ڈائریکٹر)

کراچی،

26 اگست 2025

Riaz Ahmad & Company
Chartered Accountants

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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.

Riaz Ahmad & Company
Chartered Accountants

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 unconsolidated condensed interim statement of profit and loss account and unconsolidated 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: 28 AUGUST 2025
UDIN: RR202510045kwG489Oe5

UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
HALF YEAR AND QUARTER ENDED
JUNE 30, 2025

Unconsolidated Condensed Interim Statement of Financial Position As at June 30, 2025

	Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		------ (Rupees in '000) ------	
ASSETS			
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
LIABILITIES			
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 liabilites	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
NET ASSETS		**30,124,825**	29,152,044
REPRESENTED BY			
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
CONTINGENCIES AND COMMITMENTS	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

Unconsolidated Condensed Interim Profit and Loss Account (Un-audited)
For the Quarter and Half Year Ended June 30, 2025

	Note	Quarter ended June 30, 2025	Quarter ended June 30, 2024	Half year ended June 30, 2025	Half year ended 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
PROFIT BEFORE PROVISIONS		**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)
PROFIT BEFORE TAXATION		**831,518**	763,683	**1,083,592**	1,292,216
Taxation	33	**450,787**	422,259	**583,212**	680,897
PROFIT AFTER TAXATION		**380,731**	341,424	**500,380**	611,319
		--------------------(Rupees)			--------------------
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 statements.

President and Chief Executive Officer	Chief Financial Officer	Director	Director	Chairman

Unconsolidated Condensed Interim Statement of Comprehensive Income (Un-audited)
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**	(2,931)	472,397	(57,384)
	1,014,653	338,493	**972,777**	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

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**

Unconsolidated Condensed Interim Statement of Changes in Equity (Un-audited)
For the Half Year Ended June 30, 2025

			Capital Reserves			Surplus / (Deficit) on revaluation			
	Share Capital	Shares Deposit Money	Reserves on amalgamation	Share Premium	Statutory Reserve *	Investments	Fixed / Non-banking assets	Accumulated loss**	Total
	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									
Effect of reclassification on adoption of IRFS-09 net of tax	-	-	-	-	-	1,113,779	-	-	1,113,779
Effect of adoption of IFRS 09 on shares FVOCI	-	-	-	-	-	(363,757)	-	363,757	-
Effect of adoption of IFRS 09 on shares FVTPL	-	-	-	-	-	(54,554)	-	54,554	-
Effect of reclassification on adoption of IRFS-09 ECL net of tax	-	-	-	-	-	-	-	(373,804)	(373,804)
	-	-	-	-	-	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									
Movement in revaluation reserve of investments in debt instruments - net of tax	-	-	-	-	-	(57,384)	-	-	(57,384)
Movement in revaluation reserve of equity investments - net of tax	-	-	-	-	-	192,702	-	-	192,702
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	(3,580)	(3,580)
Movement in revaluation reserve of non-banking assets - net of tax	-	-	-	-	-	-	-	-	-
Total other comprehensive income - net of tax	-	-	-	-	-	135,318	-	(3,580)	131,738
Transfer to statutory reserve	-	-	-	-	122,263	-	-	(122,263)	-
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									
Movement in revaluation reserve of investments in debt instruments - net of tax	-	-	-	-	-	449,653	-	-	449,653
Movement in revaluation reserve of equity investments - net of tax	-	-	-	-	-	643,031	-	-	643,031
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	(49,627)	(49,627)
Movement in revaluation reserve of non-banking assets - net of tax	-	-	-	-	-	-	(5,400)	-	(5,400)
Total other comprehensive income - net of tax	-	-	-	-	-	1,092,684	(5,400)	(49,627)	1,037,657
Transfer to statutory reserve	-	-	-	-	431,803	-	-	(431,803)	-
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									
Movement in revaluation reserve of investments in debt instruments - net of tax	-	-	-	-	-	472,397	-	-	472,397
Movement in revaluation reserve of equity investments - net of tax	-	-	-	-	-	(44,938)	-	-	(44,938)
Gain on sale of equity securities carried at FVOCI - net of tax	-	-	-	-	-	-	-	44,942	44,942
Remeasurement 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	-	-	-	-	-	427,459	-	44,942	472,401
Transfer to statutory reserve	-	-	-	-	100,076	-	-	(100,076)	-
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.

President and Chief Executive Officer	Chief Financial Officer	Director	Director	Chairman

Unconsolidated Condensed Interim Cash Flow Statement (Un-audited) For the Half Year Ended June 30, 2025

	Note	June 30, 2025	June 30, 2024
		------ (Rupees in '000) ------	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		1,083,592	1,292,216
Less: Dividend income		(27,248)	(31,691)
		1,056,344	1,260,525
Adjustments:			
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)
		534,250	(352,356)
		1,590,594	908,169
Increase in operating assets			
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)
		(27,467,066)	(30,919,157)
Increase / (decrease) in operating liabilities			
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
		28,289,766	29,843,261
		2,413,294	(167,727)
Contribution to gratuity fund		-	-
Income tax paid		(705,364)	(281,191)
Net cash generated from / (used in) operating activities		1,707,930	(448,918)
CASH FLOW FROM INVESTING ACTIVITIES			
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
Net cash used in investing activities		(3,442,506)	(32,128,211)
CASH FLOW FROM FINANCING ACTIVITIES			
Payment of lease liability against right of use assets		(592,314)	(580,894)
Shares capital		-	-
Net cash used in financing activities		(592,314)	(580,894)
Decrease in cash and cash equivalents		(2,326,890)	(33,158,023)
Cash and cash equivalents at the beginning of the year		26,399,081	54,365,654
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)
Cash and cash equivalents at the end of the period	35	24,071,367	21,195,603

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

Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)
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, Karachi, Pakistan.

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.

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.

- 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.

7. CASH AND BALANCES WITH TREASURY BANKS

	Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		------ (Rupees '000) ------	
In hand			
Local currency		**5,119,036**	5,592,829
Foreign currency		**167,277**	212,371
		5,286,313	5,805,200
With State Bank of Pakistan (SBP) in			
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
With National Bank of Pakistan in			
Local currency current accounts		**1,465,531**	165,889
Local currency deposit accounts		**45**	6
		1,465,576	165,895
Prize bonds		**6,989**	7,756
Less: Credit Loss allowance held against balances with other banks		**(24)**	(3)
		21,570,629	22,612,091

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

	Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		------ (Rupees '000) ------	
In Pakistan			
In current accounts		**30**	30
In savings account		**2,171**	2,040
		2,201	2,070
Outside Pakistan			
In current accounts		**2,499,337**	3,786,140
Less: Credit Loss allowance held against balances with other banks	8.1	**(800)**	(1,220)
		2,500,738	3,786,990

		June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		------ (Rupees '000) ------	
8.1	**Opening balance**	**1,220**	-
	Impact of adoption of IFRS-09	**-**	10,190
	Charge / reversals;		
	Charge for the year	**-**	-
	Reversals for the year	**(420)**	(8,970)
		(420)	(8,970)
	Closing Balance	**800**	1,220

9. LENDINGS TO FINANCIAL INSTITUTIONS

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

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
In local currency	**21,130,416**	24,514,444
In foreign currencies	**-**	-
	21,130,416	24,514,444

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 ------			
Domestic					
Performing	Stage 1	**21,131,600**	**1,184**	24,515,010	566
Under performing	Stage 2	**-**	**-**	-	-
Non-performing	Stage 3				
Substandard		**-**	**-**	-	-
Doubtful		**-**	**-**	-	-
Loss		**-**	**-**	-	-
		-	**-**	-	-
Total		**21,131,600**	**1,184**	24,515,010	566

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

10 INVESTMENTS

Investments by type	June 30, 2025 (Un-audited)			
	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 - 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 FVTPL				
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				
Mutual funds	59,203	-	(22,128)	37,075
	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

	December 31, 2024 (Audited)			
	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	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 FVTPL				
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				
Mutual funds	59,203	-	(18,533)	40,670
	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

		June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		------ (Rupees '000) ------	
10.1	**Investments given as collateral Federal government securities**		
	Pakistan Investment Bonds	3,498,250	-
	Market Treasury Bills	-	-
		3,498,250	-
10.2	**Provision for diminution in value of investments**		
10.2.1	**Opening balance**	98,289	962,012
	Impact of adoption of IFRS-09	-	(362,897)
	Charge / reversals		
	Charge for the period	28,194	13,518
	Reversals for the period	-	-
	Transfer during the period	-	(514,344)
	Reversal on disposals	-	-
	Transfers - net	28,194	(500,826)
	Closing Balance	126,483	98,289

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)	
	Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
	---------------------- Rupees in '000 ----------------------			
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
	77,708	77,708	77,708	77,708
Total	201,066,379	126,483	197,954,595	98,289

11 ADVANCES

	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
	Performing	Non Performing	Total	Performing	Non Performing	Total
	---------------------------- Rupees in '000 ----------------------------					
Loans, cash credits, agriculture, running finances etc.	30,580,022	30,786,083	61,366,105	29,627,478	29,409,534	59,037,012
Commodity finance	66,119,740	-	66,119,740	38,921,334	-	38,921,334
Net investment in finance lease	498,485	184,908	683,393	147,427	195,882	343,309
Islamic financing and related assets						
Diminishing musharakah financing	42,159	121,353	163,512	45,517	121,353	166,870
Running musharakah	5,000,000	-	5,000,000	-	-	-
Murabaha Financing	80,000	-	80,000	80,000	-	80,000
Ijarah financing under IFAS 2	10,718	-	10,718	11,190	-	11,190
	102,331,124	31,092,344	133,423,468	68,832,946	29,726,769	98,559,715
Bills discounted and purchased						
Payable in Pakistan	19,803	354,904	374,707	45,739	348,639	394,378
Payable outside Pakistan	-	2,500	2,500	-	3,405	3,405
	19,803	357,404	377,207	45,739	352,044	397,783
Advances - gross	102,350,927	31,449,748	133,800,675	68,878,685	30,078,813	98,957,498
Credit loss allowance against advances						
- Stage 1	321,589	-	321,589	319,579	-	319,579
- Stage 2	223,927	-	223,927	958,312	-	958,312
- Stage 3	-	25,505,182	25,505,182	-	25,133,917	25,133,917
	545,516	25,505,182	26,050,698	1,277,891	25,133,917	26,411,808
Total Advances - Net credit loss allowance	101,805,411	5,944,566	107,749,977	67,600,794	4,944,896	72,545,690

11.1 Particulars of advances (gross)

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

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:

	Note	June 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
		Non Performing Loans	Credit loss allowance	Non Performing Loans	Credit loss allowance
		--------------------- Rupees in '000 ---------------------			
Category of Classification of stage 3					
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
Total		31,449,748	25,505,182	30,078,813	25,133,918

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**
Transafer in / (out)	**(232,042)**	**(918,681)**	**-**	**(1,150,723)**
Amounts charged off - agriculture loans	**-**	**-**	**-**	**-**
Closing balance	**319,451**	**226,065**	**25,505,182**	**26,050,698**

	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
Closing balance	319,579	958,311	25,133,918	26,411,808

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	**-**	**-**	**-**	**-**
Closing balance	**59,923,336**	**42,427,591**	**31,449,748**	**133,800,675**

	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	-	-	-	-
Closing balance	22,620,663	46,258,023	30,078,812	98,957,498

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	**-**	**-**	**-**	**-**
Closing balance	**319,451**	**226,065**	**25,505,182**	**26,050,698**

	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

11.6 Advances-Category of Classification

		June 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
		Outstanding amount	Credit loss allowance / provision	Outstanding amount	Credit loss allowance / provision
		Rupees in '000			
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

12. PROPERTY AND EQUIPMENT

	Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		------ (Rupees '000) ------	
Capital work-in-progress	12.1	**46,011**	24,518
Property and equipment		**1,367,719**	1,308,170
		1,413,730	1,332,688

12.1 Capital work-in-progress

Civil works	**5,434**	3,862
Equipment	**-**	-
Advances to suppliers	**40,577**	20,656
	46,011	24,518

12.2 Addition to property and equipment

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

	June 30, 2025	June 30, 2024
	------------- (Un-audited) -------------	
	------ (Rupees '000) ------	
Property and equipment		
Leasehold improvements	**7,509**	8,976
Furniture and fixture	**15,495**	5,108
Computer and office equipment	**182,848**	44,612
Vehicles	**18,545**	9,934
Total	**224,397**	68,630

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	**-**	4,619
Total	**44**	4,619

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
13. RIGHT OF USE ASSETS		
	------ (Rupees '000) ------	
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	**3,695,253**	3,385,962
Cost	**6,418,869**	5,731,542
Accumulated depreciation	**(2,723,616)**	(2,345,580)
Net book value	**3,695,253**	3,385,962
14. INTANGIBLE ASSETS		
Computer Software	**94,549**	80,162
Others	**-**	-
	94,549	80,162

	June 30, 2025	June 30, 2024
14.1 Additions to intangible assets	(Un-audited)	
	------- Rupees in '000 -------	
The additions intangible assets during the period:		
Computer Software	**35,820**	-
Disposals of intangible assets		
The net book value of intangible assets disposed off during the period.	**-**	-

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
15. DEFERRED TAX ASSETS-NET		
	------ (Rupees '000) ------	
Deductible Temporary Differences on		
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
	16,500,975	17,223,677
Taxable Temporary Differences on		
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)
	(257,511)	(268,401)
	16,243,464	16,955,276

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.

16. OTHER ASSETS

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

	June 30, 2025	December 31, 2024
Opening balance	**(864,614)**	(1,222,785)
Charge for the period / year	**-**	-
Reversals	**-**	358,171
Amount written off	**-**	-
Closing balance	**(864,614)**	(864,614)

	Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		------ (Rupees '000) ------	
17. BILLS PAYABLE			
In Pakistan		**2,390,803**	1,446,526
Outside Pakistan		**-**	-
		2,390,803	1,446,526
18. BORROWINGS			
Secured			
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		**-**	-
		3,497,200	-
		4,794,200	1,457,900
18.1 Particulars of borrowings with respect to Currencies			
In local currency		**4,794,200**	1,457,900
In foreign currencies		**-**	-
		4,794,200	1,457,900

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 ------------					
Customers						
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
	320,853,523	**2,665,667**	**323,519,190**	307,100,023	2,654,445	309,754,468
Financial Institutions						
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
	2,624,401	**31**	**2,624,432**	2,963,799	30	2,963,829
	323,477,924	**2,665,698**	**326,143,622**	310,063,822	2,654,475	312,718,297

	Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		------ (Rupees '000) ------	
20. LEASE LIABILITIES			
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		**4,759,894**	4,308,326
20.1 Contractual maturity of lease laibilities			
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
		4,270,023	3,785,594
Total lease liabilities		**4,759,894**	4,308,326
21. OTHER LIABILITIES			
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 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		**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
		21,251,178	11,000,132
Credit loss allowance against off-balance sheet obligations	21.1.2	**3,064**	3,898
		21,254,242	11,004,030

		June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		------ (Rupees '000) ------	
21.1	**Opening balance**	**3,898**	-
	Impact of adoption of IFRS-09	-	3,103
	Charge / reversals;		
	Charge for the period	-	795
	Reversals for the period	(834)	-
		(834)	795
	Closing Balance	**3,064**	3,898

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

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 -------	
3,500,000,000	3,500,000,000	Ordinary shares of Rs.10 each	**35,000,000**	35,000,000

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			------- 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	-	-
381,429,817	381,429,817	Ordinary shares of Rs. 10 issued as consideration of amalgamation	**3,814,298**	3,814,298
3,452,442,817	3,452,442,817		**34,524,428**	34,524,428

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

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

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

	Note	June 30, 2025	December 31, 2024
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
		2,733,127	1,842,588
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)
		(1,421,226)	(958,146)
		1,311,901	884,442

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

		June 30, 2025	December 31, 2024
Surplus on revaluation as at January 01		**180,000**	180,000
Recognised during the period		**-**	-
Surplus on revaluation as at June 30		**180,000**	180,000
Less: related deferred tax liability		**(93,600)**	(93,600)
		86,400	86,400

24 CONTINGENCIES AND COMMITMENTS

	Note	June 30, 2025	December 31, 2024
-Guarantees	24.1	**8,861,559**	7,476,280
-Commitments	24.2	**123,296,964**	137,865,487
-Other contingent liabilities		**-**	-
		132,158,523	145,341,767

24.1 Guarantees:

		June 30, 2025	December 31, 2024
Financial guarantees		**1,152,691**	1,157,718
Performance guarantees		**5,762,903**	3,962,839
Other guarantees		**1,945,965**	2,355,723
		8,861,559	7,476,280

24.2 Commitments:

	Note	June 30, 2025	December 31, 2024
Documentary credits and short-term trade-related transactions			
- letters of credit		**3,130,865**	2,964,551
Commitments in respect of:			
- 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
Commitments for acquisition of:			
- fixed assets		**190,272**	155,360
		123,296,964	137,865,487

	Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		------ (Rupees '000) ------	
24.2.1 Commitments in respect of forward foreign exchange contracts			
Purchase		**38,813,892**	52,858,154
Sale		**39,633,576**	54,574,230
		78,447,468	107,432,384
24.2.2 Commitments in respect of forward lending, borrowings and credits			
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
		41,528,359	27,313,192

24.2.2.1 Commitments to extend credit

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.

	Half Year Ended	
	June 30, 2025	June 30, 2024
	(Un-audited)	
	------- Rupees in '000 -------	
25. MARK-UP/RETURN/INTEREST EARNED		
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
	18,522,116	22,587,634
26. MARK-UP/RETURN/INTEREST EXPENSED		
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
	13,516,772	18,389,120
27. FEE AND COMMISSION INCOME		
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
	366,610	336,628

		Note	Half Year Ended	
			June 30, 2025	June 30, 2024
			(Un-audited)	
			------- Rupees in '000 -------	
28.	**GAIN ON SECURITIES**			
	Realised	28.1	**473,231**	26,144
	Unrealised - Measured at FVPL	28.2	**21,296**	93,298
			494,527	119,442
28.1	**Realised gain on:**			
	Federal Government Securities		**427,899**	113
	Shares of listed companies		**45,332**	26,031
			473,231	26,144
28.2	**Net gain on financial assets measured at FVPL**			
	Designated upon initial recognition		**-**	-
	Mandatorily measured at FVPL		**21,296**	93,298
			21,296	93,298
29.	**OTHER INCOME**			
	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
			1,345	7,921
30.	**OPERATING EXPENSES**			
	Total compensation expense	30.1	**2,889,406**	2,440,686
	Property expense			
	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
			1,161,337	1,044,060
	Information technology expenses			
	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
			297,962	263,188

OPERATING EXPENSES	Note	Half Year Ended June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
		------- Rupees in '000 -------	
Other operating expenses			
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	30.2	**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

30.1 Total compensation expense

Managerial Remuneration		
- Fixed	**1,726,295**	1,530,377
- Variable Cash Bonus / Awards	**31,139**	30,622
Charge for defined benefit plan	**115,176**	61,704
Contribution to defined contribution plan	**85,738**	74,941
Rent & house maintenance	**446,543**	374,605
Utilities	**92,927**	77,896
Medical	**92,927**	77,901
Conveyance	**111,937**	87,957
Dearness Allowance	**28,370**	23,701
Employee old age benefits contribution	**23,982**	19,776
Leave Fare Assistance Allowances	**21,091**	27,830
Leave Encashment	**3,000**	3,000
Staff Insurances	**54,967**	50,023
Others	**55,314**	353
	2,889,406	2,440,686

		Note	Half Year Ended	
			June 30, 2025	June 30, 2024
			(Un-audited)	
30.2	**Auditors' remuneration**		------- Rupees in '000 -------	
	Audit fee		**7,795**	7,087
	Fee for other statutory certifications		**856**	778
	Out-of-pocket expenses		**475**	475
			9,126	8,340
31.	**OTHER CHARGES**			
	Penalties imposed by the State Bank of Pakistan		**-**	21
	Others		**-**	-
			-	21
32.	**CREDIT LOSS ALLOWANCE & WRITE OFFS - NET**			
	Credit loss allowance for dimunition 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		**-**	-
			(333,532)	(1,118,961)

		Half Year Ended	
		June 30, 2025	June 30, 2024
		(Un-audited)	
33.	**TAXATION**	------- Rupees in '000 -------	
	Current	**383,167**	295,612
	Deferred	**200,045**	385,285
		583,212	680,897
34.	**BASIC AND DILUTED EARNINGS PER SHARE**		
	Profit for the period (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
35.	**CASH AND CASH EQUIVALENTS**		
	Cash and balance with treasury banks	**21,570,629**	19,199,835
	Balance with other banks	**2,500,738**	1,995,768
		24,071,367	21,195,603

36. FAIR VALUE MEASUREMENTS

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

Unquoted equity investments are caried 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 rearding market rates for similar instruments and therefore, are not reported aspart 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			
On balance sheet financial instruments				
Financial assets measured at fair value				
Investments				
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	-	-	-	-
	2,659,292	164,411,361	-	167,070,653
Financial assets disclosed but not measured at fair value				
Investments				
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
	-	38,035,158	-	38,035,158
Off balance sheet financial instruments				
Foreign exchange contracts (purchase)	-	38,813,892	-	38,813,892
Foreign exchange contracts (sale)	-	39,633,576	-	39,633,576

	December 31, 2024 (Audited)			
	Fair Value			
	Level 1	Level 2	Level 3	Total
	Rupees in '000			
On balance sheet financial instruments				
Financial assets measured at fair value				
Investments				
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	-	-	-	-
	2,035,817	172,119,949	-	174,155,766
Financial assets disclosed but not measured at fair value				
Investments				
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
	-	26,258,819	-	26,258,819
Off balance sheet financial instruments				
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 are derived using the PKRV rates (Reuters page).
Government of Pakistan (GoP) - Ijarah Sukuks	Fair values are 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.

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			
Profit and Loss				
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
Balance Sheet				
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
Total Assets	245,893,873	5,980,405	381,675,398	633,549,676
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
Total liabilities	241,786,163	5,980,405	355,658,283	603,424,851
Equity	4,107,710	-	26,017,115	30,124,825
Total Equity & liabilities	245,893,873	5,980,405	381,675,398	633,549,676
Contingencies & Commitments	102,386,691	-	29,771,832	132,158,523

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			
Profit and Loss				
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			
Balance Sheet				
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
Total Assets	248,779,514	829,675	356,219,623	605,828,812
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
Total Equity & liabilities	248,770,965	829,675	356,228,172	605,828,812
Contingencies & Commitments	121,770,059	-	23,571,708	145,341,767

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.

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 manage-ment personnel	Subsidiaries	Other related parties	Directors	Key manage-ment personnel	Subsidiaries	Other related parties
	Rupees in 000'							
Investments								
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	-
Advances								
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
Other Assets								
Interest / mark-up accrued	-	150	4,848	2,319	-	191	128	2,978
Other receivable	-	-	-	-	-	-	-	-
	-	150	4,848	2,319	-	191	128	2,978
Deposits and other accounts								
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
Other Liabilities								
Interest / mark-up payable	495	2,077	2,771	69,439	344	2,280	2,393	86,448

	June 30, 2025 (Un-audited)				June 30, 2024 (Un-audited)			
	Directors	Key manage -ment personnel	Subsidiaries	Other related parties	Directors	Key manage -ment personnel	Subsidiaries	Other related parties
	Rupees in 000'							
Income								
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
Expense								
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
Others								
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.

39. CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	------ (Rupees '000) ------	
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	**26,264,417**	25,819,171
Capital Adequacy Ratio (CAR):		
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
Risk Weighted Assets (RWAs):		
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%
Notional minimum capital requirements prescribed by SBP		
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%
Approach followed for detrmining Risk Weighted Assets		
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 '000) ------	
Leverage Ratio (LR):		
Eligible Tier-1 Capital	**14,798,235**	14,224,522
Total Exposures	**384,788,303**	354,904,239
Leverage Ratio (%)	**3.85%**	4.01%
Liquidity Coverage Ratio (LCR):		
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%
Net Stable Funding Ratio (NSFR):		
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%

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).

STATEMENT OF FINANCIAL POSITION

	Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		------ (Rupees '000) ------	
Assets			
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
		11,301,462	8,070,778
Liabilities			
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
		10,129,525	6,966,084
Net Assets		**1,171,937**	1,104,694
Represented By			
Islamic banking fund		**1,100,000**	1,100,000
Reserves		**-**	-
Surplus on revaluation of investments		**15,467**	38,919
Unappropriated profit/(loss)	40.8	**56,470**	(34,225)
		1,171,937	1,104,694
CONTINGENCIES AND COMMITMENTS	40.5		

STATEMENT OF PROFIT OR LOSS ACCOUNT

	Note	June 30, 2025	June 30, 2024
		For the half year ended	
		------- (Un-audited) -------	
		------- 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
Other income			
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
Total income		**246,855**	254,773
Other expenses			
Administrative expenses		**154,466**	147,788
Other charges		**-**	-
		154,466	147,788
Profit before provision		**92,389**	106,985
Credit allowance and write offs - net		**(1,694)**	(46)
Extra ordinary / unusual items		**-**	-
Profit before taxation		**90,695**	107,031

	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 ------------					
40.1 DUE FROM FINANCIAL INSTITUTIONS						
Musharaka arrangements	**699,989**	**-**	**699,989**	2,700,044	-	2,700,044

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	Credit loss allowance	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 (Un-audited)	December 31, 2024 (Audited)
	------ (Rupees '000) ------	
40.3 ISLAMIC FINANCING AND RELATED ASSETS		
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
	5,254,229	258,059
Less: Credit Loss Allowance against islamic financings		
- Stage 1	**(547)**	(2,112)
- Stage 2	**-**	-
- Stage 3	**(48,432)**	(45,056)
	(48,979)	(47,168)
Islamic financing and related assets - net of provision	**5,205,250**	210,891

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
40.4 DEPOSITS	------ (Rupees '000) ------	
Customers		
Current deposits	**1,098,950**	928,627
Savings deposits	**5,468,577**	4,764,233
Term deposits	**2,596,210**	823,477
Margin and other deposits	**20,427**	21,636
	9,184,164	6,537,973
Financial Institutions		
Current deposits	**1,096**	1,226
Savings deposits	**55,523**	27,649
Term deposits	**-**	-
Margin and other deposits	**50**	-
	56,669	28,875
	9,240,833	6,566,848

40.5 CONTINGENCIES AND COMMITMENTS		
-Guarantees	**228,825**	243,653
-Letter of Credit	**53,990**	47,366
-Commitments	**-**	-
	282,815	291,019

	June 30, 2025	June 30, 2024
	(Un-audited)	
40.6 PROFIT / RETURN ON FINANCING, INVESTMENTS AND PLACEMENTS EARNED	------- Rupees in '000 -------	
Profit earned on:		
Financing	**128,815**	47,926
Investments	**254,054**	433,957
Placements	**75,203**	-
On deposits with financial institutions	**-**	39,262
	458,072	521,145
40.7 RETURN ON DEPOSITS AND OTHER DUES EXPENSED		
Deposits and other accounts	**228,907**	165,654
Due to Financial Institutions	**29,950**	135,389
Amortisation of lease liability against right-of-use assets	**15,822**	7,271
	274,679	308,314

		June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
40.8	**ACCUMULATED LOSS**	------ (Rupees '000) ------	
	Opening Balance	**(34,225)**	(250,561)
	Add: Islamic Banking profit/(loss) for the period	**90,695**	216,336
	Closing Balance	**56,470**	(34,225)

41. GENERAL

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

42. CORRESPONDING FIGURES

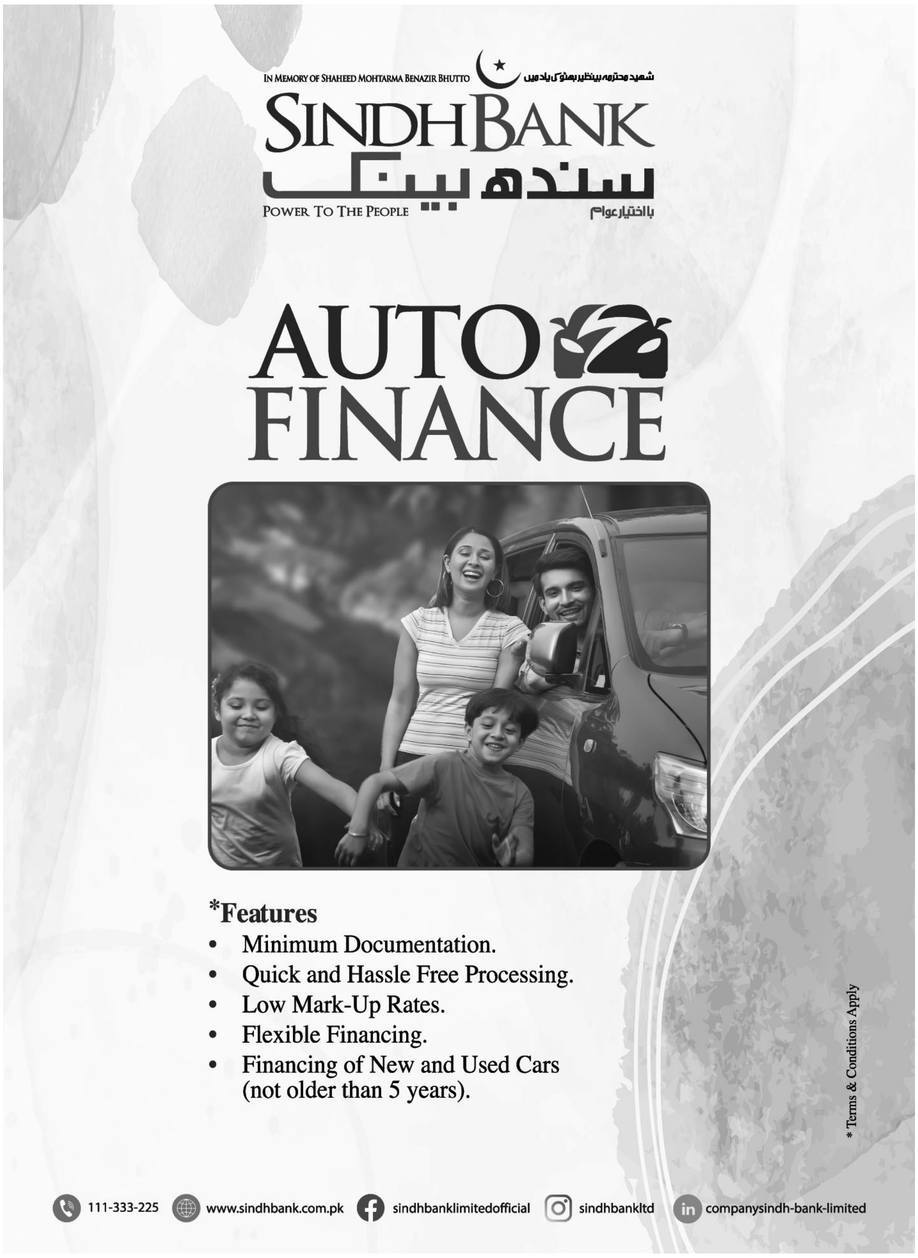
The corresponding figures have been re-arranged and re-classified to ensure a more appropriate presentation and comparison.

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 August 26, 2025.

President and Chief Executive Officer | **Chief Financial Officer** | **Director** | **Director** | **Chairman**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CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS HALF YEAR AND QUARTER ENDED JUNE 30, 2025

Consolidated Condensed Interim Statement of Financial Position
As at June 30, 2025

	Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		------ (Rupees in '000) ------	
ASSETS			
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
LIABILITIES			
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 liabilites	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
NET ASSETS		**30,757,533**	29,656,434
REPRESENTED BY			
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
CONTINGENCIES AND COMMITMENTS	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

Consolidated Condensed Interim Profit And Loss Account (Un-audited)
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
	Note	(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
NON MARK-UP / INTEREST INCOME					
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
NON MARK-UP / INTEREST EXPENSES					
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
PROFIT BEFORE PROVISIONS		**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)
PROFIT BEFORE TAXATION		**943,371**	822,644	**1,287,536**	1,391,876
Taxation	33	**497,112**	445,345	**658,838**	709,296
PROFIT AFTER TAXATION		**446,259**	377,299	**628,698**	682,580
		(Rupees)			
Basic and diluted earnings per share	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 statements.

President and Chief Executive Officer	Chief Financial Officer	Director	Director	Chairman

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

Consolidated Condensed Interim Statement of Changes In Equity (Un-audited)
For the Half Year Ended June 30, 2025

			Capital Reserves				Surplus / (Deficit) on revaluation			
	Share Capital	Shares Deposit Money	Reserves on amalgamation	Share Premium	Statutory Reserve *	Depositors protection fund reserve**	Investments	Fixed / Non-banking assets	Accumulated Loss **	Total
	Rupees in '000									
Balance as at December 31, 2023	**34,524,428**	**-**	**9,433**	**51**	**1,955,494**	**20,327**	**(1,125,428)**	**91,800**	**(10,647,755)**	**24,828,350**
Effect of reclassification on adoption of IFRS -09 - net of tax										
Effect of reclassification on adoption of IRFS-09 net of tax	-	-	-	-	-		1,113,779	-	-	1,113,779
Effect of adoption of IFRS 09 on shares FVOCI	-	-	-	-	-		(363,757)	-	363,757	-
Effect of adoption of IFRS 09 on shares FVTPL	-	-	-	-	-		(54,554)	-	54,554	-
Effect of reclassification on adoption of IRFS-09 ECL net of tax	-	-	-	-	-		-	-	(379,841)	(379,841)
	-	-	-	-	-	-	695,468	-	38,470	733,938
Balance as at January 01, 2024 after adoption of IFRS-09	**34,524,428**	**-**	**9,433**	**51**	**1,955,494**	**20,327**	**(429,960)**	**91,800**	**(10,609,285)**	**25,562,288**
Profit/Loss for the six months ended June 30, 2024	-	-	-	-	-	-	-	-	682,580	682,580
Other comprehensive income - net of tax										
Movement in revaluation reserve of investments in debt instruments - net of tax	-	-	-	-	-		(57,384)	-	-	(57,384)
Movement in revaluation reserve of equity investments - net of tax	-	-	-	-	-		192,702	-	-	192,702
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-		-	-	(3,580)	(3,580)
Movement in revaluation reserve of non-banking assets - net of tax	-	-	-	-	-		-	-	-	-
Total other comprehensive income - net of tax	-	-	-	-	-		135,318	-	(3,580)	131,738
Transfer to statutory reserve	-	-	-	-	136,516		-	-	(136,516)	-
Transfer to depository protection fund	-	-	-	-	-	5,080	-	-	(5,080)	-
Balance as at June 30, 2024	**34,524,428**	**-**	**9,433**	**51**	**2,092,010**	**25,407**	**(294,642)**	**91,800**	**(10,071,881)**	**26,376,606**
Profit for the six months ended Dec. 31, 2024	-	-	-	-	-		-	-	2,241,242	2,241,242
Other comprehensive income - net of tax										
Movement in revaluation reserve of investments in debt instruments - net of tax	-	-	-	-	-		449,653	-	-	449,653
Movement in revaluation reserve of equity investments - net of tax	-	-	-	-	-		643,031	-	-	643,031

SINDH BANK
Power To The People

Consolidated Condensed Interim Statement of Changes In Equity (Un-audited)
For the Half Year Ended June 30, 2025

	Share Capital	Shares Deposit Money	Capital Reserves: Reserves on amalgamation	Capital Reserves: Share Premium	Statutory Reserve *	Depositors protection fund reserve**	Surplus / (Deficit) on revaluation: Investments	Surplus / (Deficit) on revaluation: Fixed / Non-banking assets	Accumulated Loss ***	Total
	-----	-----	-----	-----	-----	Rupees in '000	-----	-----	-----	-----
Other comprehensive income - net of tax	-	-	-	-	-	-		-	(3,027)	(3,027)
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-		-	(49,630)	(49,630)
Movement in revaluation reserve of non-banking assets - net of tax	-	-	-	-	-		-	(5,400)	-	(5,400)
Total other comprehensive income - net of tax	-	-	-	-	-		1,092,684	(5,400)	(52,657)	1,034,627
Transfer to statutory reserve	-	-	-	-	448,248	-		-	(448,248)	-
Transfer to depository protection fund	-	-	-	-	-	2,607	-	-	(2,607)	-
Return on investments	-	-	-	-	-	3,959	-	-	-	3,959
Balance as at December 31, 2024	**34,524,428**	**-**	**9,433**	**51**	**2,540,258**	**31,973**	**798,042**	**86,400**	**(8,334,151)**	**29,656,434**
Profit for the six months ended June 30, 2025									628,698	628,698
Other comprehensive income - net of tax										
Movement in revaluation reserve of investments in debt instruments - net of tax	-	-	-	-	-	-	472,397	-	-	472,397
Movement in revaluation reserve of equity investments - net of tax	-	-	-	-	-	-	(44,938)	-	-	(44,938)
Gain on sale of debt securities carried at FVOCI reclassified to profit and loss - net of tax	-	-	-	-	-	-	-	-	44,942	44,942
Remeasurement 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	-	-	-	-	-		427,459	-	44,942	472,401
Transfer to statutory reserve	-	-	-	-	125,740		-	-	(125,740)	-
Transfer to depository protection fund	-	-	-	-	-	6,416	-	-	(6,416)	-
Return on investment	-	-	-	-	-	2,221	-	-	(2,221)	-
Balance as at June 30, 2025	**34,524,428**	**-**	**9,433**	**51**	**2,665,998**	**40,610**	**1,225,501**	**86,400**	**(7,794,888)**	**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 June30, 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

Consolidated Condensed Interim Cash Flow Statement (Un-audited)
For the Half Year Ended June 30, 2025

	Note	June 30, 2025	June 30, 2024
		------ (Rupees in '000) ------	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		**1,287,536**	1,391,876
Less: Dividend income		**(27,248)**	(31,691)
		1,260,288	1,360,185
Adjustments:			
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
(Increase) / decrease in operating assets			
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)
Increase / (decrease) in operating liabilities			
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)
Net cash generated from / (used in) operating activities		**2,378,280**	(455,618)
CASH FLOW FROM INVESTING ACTIVITIES			
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
Net cash (used in) / generated from investing activities		**(3,691,332)**	(32,167,139)
CASH FLOW FROM FINANCING ACTIVITIES			
Payment of lease liability against right of use assets		**(609,360)**	(596,603)
Shares capital		**-**	-
Net cash (used in) / generated from financing activities		**(609,360)**	(596,603)
(Decrease) / increase in cash and cash equivalents		**(1,926,003)**	(33,219,360)
Cash and cash equivalents at the beginning of the year		**27,194,696**	54,972,439
Impact of expected credit loss allowance on cash and cash equivalents		**18**	(12,146)
Cash and cash equivalents at the end of the period	35	**25,268,711**	21,740,933

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

Notes To The Consolidated Condensed Interim Financial Statements (Un-audited) 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, Abdullah Shah Ghazi Road, Clifton, Karachi, Pakistan.

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:

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.

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.

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.

	Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		------ (Rupees '000) ------	
7. CASH AND BALANCES WITH TREASURY BANKS			
In hand			
Local currency		**5,120,453**	5,594,472
Foreign currency		**167,277**	212,371
		5,287,730	5,806,843
With State Bank of Pakistan (SBP) in			
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
With National Bank of Pakistan in			
Local currency current accounts		**1,480,951**	167,439
Local currency deposit accounts		**45**	6
		1,480,996	167,445
Prize bonds		**6,989**	7,756
Less: Credit Loss allowance held against balances with NBP		**(24)**	(3)
		21,697,877	22,724,096

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.

	Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		------ (Rupees '000) ------	
8. BALANCES WITH OTHER BANKS			
In Pakistan			
In current accounts		**2,494**	3,522
In savings account		**1,070,036**	682,338
		1,072,530	685,860
Outside Pakistan			
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)
		3,570,834	4,470,600
8.1 Opening balance		**1,400**	-
Impact of adoption of IFRS-09		**-**	10,317
Charge / reversals;			
Charge for the year		**-**	-
Reversals for the year		**(367)**	(8,917)
		(367)	(8,917)
Closing Balance		**1,033**	1,400
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

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			
Domestic					
Performing	Stage 1	**21,131,600**	**1,184**	24,515,010	566
Under performing	Stage 2	**-**	**-**	-	-
Non-performing	Stage 3				
Substandard		**-**	**-**	-	-
Doubtful		**-**	**-**	-	-
Loss		**-**	**-**	-	-
		-	**-**	-	-
Total		**21,131,600**	**1,184**	24,515,010	566

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

10 INVESTMENTS

Investments by type

	June 30, 2025 (Un-audited)			
	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	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
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
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 FVTPL				
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

	December 31, 2024 (Audited)			
	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	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
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 FVTPL				
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				
Mutual funds	59,203	-	(18,533)	40,670
	663,223	-	1,140,126	1,803,349
Total Investments	199,912,872	(98,480)	1,732,976	201,547,368

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

10.1 Investments given as collateral Federal government securities

Pakistan Investment Bonds	3,498,250	-
Market Treasury Bills	-	-
	3,498,250	-

10.2 Provision for diminution in value of investments

10.2.1 Opening balance	98,480	962,012
Impact of adoption of IFRS-09	-	(362,786)
Charge / reversals		
Charge for the period	28,244	13,598
Reversals for the period	-	-
Transfer during the period	-	(514,344)
Reversal on disposals	-	-
Transfers - net	28,244	(500,746)
Closing Balance	126,723	98,480

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)	
Domestic	Outstanding amount	Credit loss allowance held	Outstanding 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
Total	201,066,379	126,723	199,087,569	98,480

11. ADVANCES

	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
	Performing	Non Performing	Total	Performing	Non Performing	Total
	------------ Rupees in '000 ------------			------------ Rupees in '000 ------------		
Loans, cash credits, agriculture, running finances etc.	32,857,560	30,793,876	63,651,436	31,490,726	29,425,694	60,916,420
Commodity finance	66,119,740	-	66,119,740	38,921,334	-	38,921,334
Net investment in finance lease	498,485	184,908	683,393	147,427	195,882	343,309
Islamic financing and related assets	-	-				0
Diminishing musharakah financing	42,159	121,353	163,512	45,517	121,353	166,870
Running musharakah	5,000,000	-	5,000,000	-	-	-
Murabaha Financing	80,000	-	80,000	80,000	-	80,000
Ijarah financing under IFAS 2	10,718	-	10,718	11,190	-	11,190
	104,608,662	31,100,137	135,708,799	70,696,194	29,742,929	100,439,123
Bills discounted and purchased						
Payable in Pakistan	19,803	354,904	374,707	45,739	348,639	394,378
Payable outside Pakistan	-	2,500	2,500	-	3,405	3,405
	19,803	357,404	377,207	45,739	352,044	397,783
Advances - gross	104,628,465	31,457,541	136,086,006	70,741,933	30,094,973	100,836,906
Credit loss allowance against advances						
- Stage 1	521,097	-	521,097	442,926	-	442,926
- Stage 2	226,808	-	226,808	961,229	-	961,229
- Stage 3	-	25,512,888	25,512,888	-	25,149,913	25,149,913
	747,905	25,512,888	26,260,793	1,404,155	25,149,913	26,554,068
Total Advances - Net credit loss allowance	103,880,560	5,944,653	109,825,213	69,337,778	4,945,060	74,282,838

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	------ (Rupees '000) ------	
11.1 Particulars of advances (gross)		
In local currency	136,086,006	100,836,906
In foreign currencies	-	-
	136,086,006	100,836,906

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:

	Note	June 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
		Non Performing Loans	**Credit loss allowance**	Non Performing Loans	Credit loss allowance
		Rupees in '000			
Category of Classification of stage 3					
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

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)**	**(17,134)**	**(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**

	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

11.6 Advances-Category of Classification

		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 -----------	
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**
Total		**136,086,006**	**26,260,793**	**100,836,905**	**26,554,068**

	Note	**June 30, 2025 (Un-audited)**	December 31, 2024 (Audited)
		------ (Rupees '000) ------	
12. PROPERTY AND EQUIPMENT			
Capital work-in-progress	12.1	**46,011**	24,517
Property and equipment		**1,387,380**	1,332,993
		1,433,391	1,357,510

12.1 Capital work-in-progress

Civil works	**5,434**	3,862
Equipment	**-**	-
Advances to suppliers	**40,577**	20,655
	46,011	24,517

	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
12.2 Addition to property and equipment	------ (Rupees '000) ------	

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

Property and equipment		
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
Total	**225,770**	76,928

12.3 Disposal of property and equipment

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

	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
	------ (Rupees '000) ------	
Leasehold improvements	**44**	-
Computer and office equipment	**-**	-
Vehicles	**-**	4,619
Total	**44**	4,619

13. RIGHT OF USE ASSETS

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	------ (Rupees '000) ------	
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	**3,791,087**	3,498,477
Cost	**6,612,356**	5,922,543
Accumulated depreciation	**(2,821,269)**	(2,424,066)
Net book value	**3,791,087**	3,498,477

14. INTANGIBLE ASSETS

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Computer Software	**98,291**	84,934
Others	**-**	-
	98,291	84,934

14.1 Additions to intangible assets

	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
	------ (Rupees '000) ------	
The additions intangible assets during the period:		
Computer Software	**35,820**	188
Disposals of intangible assets		
The net book value of intangible assets disposed off during the period.	**-**	-

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	------ (Rupees '000) ------	
15. DEFERRED TAX ASSETS-NET		
Deductible Temporary Differences on		
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
	16,575,379	17,274,652
Taxable Temporary Differences on		
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)
	(255,611)	(267,522)
	16,319,768	17,007,130

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.

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

16. OTHER ASSETS

	Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
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: Provison 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
		9,323,383	13,797,026

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

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	------ (Rupees '000) ------	
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	**(871,377)**	(872,219)

		June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		------ (Rupees '000) ------	
17.	**BILLS PAYABLE**		
	In Pakistan	**2,390,803**	1,446,526
	Outside Pakistan	**-**	-
		2,390,803	1,446,526
18.	**BORROWINGS**		
	Secured		
	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	**-**	-
		3,497,200	-
	Unsecured		
	- State Bank of Pakistan (SBP)	**917,000**	495,000
	- Other commercial banks / DFI's	**200,000**	18,750
		1,117,000	513,750
		5,911,200	1,971,650
18.1	**Particulars of borrowings with respect to Currencies**		
	In local currency	**5,911,200**	1,971,650
	In foreign currencies	**-**	-
		5,911,200	1,971,650

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 ------------					
Customers						
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
	322,613,058	**2,665,667**	**325,278,725**	308,821,181	2,654,445	311,475,626
Financial Institutions						
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
	2,788,222	**31**	**2,788,253**	3,012,929	30	3,012,959
	325,401,280	**2,665,698**	**328,066,978**	311,834,110	2,654,475	314,488,585

	Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		------ (Rupees '000) ------	
20. LEASE LIABILITIES			
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		4,888,931	4,441,555
20.1 Contractual maturity of lease laibilities			
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
		4,399,060	3,845,891
Total lease liabilities		4,888,931	4,441,555
21. OTHER LIABILITIES			
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		12,232,812	308,559
		21,658,005	11,275,775
Credit loss allowance against off-balance sheet obligations	21.1.2	3,064	3,898
		21,661,068	11,279,673
21.1 Opening balance		3,898	-
Impact of adoption of IFRS-09		-	3,103
Charge / reversals;			
Charge for the year		-	795
Reversals for the year		(834)	-
		(834)	795
Closing Balance		3,064	3,898

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

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 -------	
3,500,000,000	3,500,000,000	Ordinary shares of Rs.10 each	**35,000,000**	35,000,000

22.2 Issued, subscribed and paid-up share capital

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 share of Rs. 10/- each issued during the year	**-**	-
381,429,817	381,429,817	Ordinary shares of Rs. 10/- issued as consideration of amalgamation	**3,814,298**	3,814,298
3,452,442,817	3,452,442,817		**34,524,428**	34,524,428

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

	Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		------ (Rupees '000) ------	
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
		2,733,127	1,842,588
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)
		(1,421,226)	(958,146)
		1,311,901	884,442

		Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
			------ (Rupees '000) ------	
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		**180,000**	180,000
	Less: related deferred tax liability		**(93,600)**	(93,600)
			86,400	86,400
24	**CONTINGENCIES AND COMMITMENTS**			
	-Guarantees	24.1	**8,861,559**	7,476,280
	-Commitments	24.2	**123,296,964**	137,865,487
	-Other contingent liabilities		**-**	-
			132,158,523	145,341,767
24.1	**Guarantees:**			
	Financial guarantees		**1,152,691**	1,157,718
	Performance guarantees		**5,762,903**	3,962,839
	Other guarantees		**1,945,965**	2,355,723
			8,861,559	7,476,280
24.2	**Commitments:**			
	Documentary credits and short-term trade-related transactions			
	- letters of credit		**3,130,865**	2,964,551
	Commitments in respect of:			
	- 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
	Commitments for acquisition of:			
	- fixed assets		**190,272**	155,360
			123,296,964	137,865,487
24.2.1	**Commitments in respect of forward foreign exchange contracts**			
	Purchase		**38,813,892**	52,858,154
	Sale		**39,633,576**	54,574,230
			78,447,468	107,432,384
24.2.2	**Commitments in respect of forward lending, borrowings and credits**			
	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
			41,528,359	27,313,192

24.2.2.1 Commitments to extend credit

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.

	Note	Half Year ended June 30, 2025	Half Year ended June 30, 2024
		(Un-audited)	
		------- Rupees in '000 -------	
25. MARK-UP/RETURN/INTEREST EARNED			
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
		19,334,812	23,227,047
26. MARK-UP/RETURN/INTEREST EXPENSED			
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
		13,726,415	18,628,216
27. FEE AND COMMISSION INCOME			
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
		366,610	336,628
28. GAIN ON SECURITIES			
Realised	28.1	**473,231**	26,144
Unrealised - Measured at FVPL	28.2	**21,296**	93,298
		494,527	119,442
28.1 Realised gain on:			
Federal Government Securities		**427,899**	113
Shares of listed companies		**45,332**	26,031
		473,231	26,144

	Note	Half Year ended June 30, 2025	Half Year ended June 30, 2024
		(Un-audited)	
		------- Rupees in '000 -------	
28.2 Net gain on financial assets measured at FVPL:			
Designated upon initial recognition		**-**	-
Mandatorily measured at FVPL		**21,296**	93,298
		21,296	93,298
29. OTHER INCOME			
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
		1,345	7,921
30. OPERATING EXPENSES			
Total compensation expense	30.1	**3,121,659**	2,613,777
Property expense			
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
		1,191,146	1,078,403
Information technology expenses			
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
		303,594	268,512

	Note	Half Year ended June 30, 2025	Half Year ended June 30, 2024
		(Un-audited)	
OPERATING EXPENSES		------- Rupees in '000 -------	
Other operating expenses			
Directors' fees and allowances		**15,353**	11,006
Fees and allowances to Shariah Board		**1,427**	1,788
Legal & professional charges		**15,439**	16,435
Travelling & conveyance		**41,469**	34,191
NIFT clearing charges		**23,938**	17,522
Training & development		**4,297**	4,341
Postage & courier charges		**10,721**	11,986
Communication		**127,479**	149,530
Stationery & printing		**89,858**	95,673
Marketing, advertisement & publicity		**48,422**	40,719
Auditor's Remuneration	30.2	**9,551**	8,542
Repairs & maintenance		**96,232**	76,787
Brokerage and commission		**6,864**	2,653
Entertainment Expenses		**41,534**	35,770
Fees and subscription		**59,725**	51,920
Insurance expenses		**5,513**	7,508
Premium of deposit protection fund		**54,641**	44,375
Depreciation		**94,060**	79,551
Outsourced service costs		**110,919**	108,032
Others		**31,062**	30,244
		888,504	828,573
		5,504,903	4,789,265

30.1 Total compensation expense

Managerial Remuneration		
- Fixed	**1,952,147**	1,697,981
- Variable Cash Bonus / Awards	**31,139**	30,622
Charge for defined benefit plan	**117,576**	64,104
Contribution to defined contribution plan	**89,740**	78,028
Rent & house maintenance	**446,543**	374,605
Utilities	**92,927**	77,896
Medical	**92,927**	77,901
Conveyance	**111,937**	87,957
Dearness Allowance	**28,370**	23,701
Employee old age benefits contribution	**23,982**	19,776
Leave Fare Assistance Allowances	**21,091**	27,830
Leave Encashment	**3,000**	3,000
Staff Insurances	**54,967**	50,023
Others	**55,314**	353
	3,121,659	2,613,777

	Note	Half Year ended June 30, 2025	Half Year ended June 30, 2024
		(Un-audited) ------- Rupees in '000 -------	
30.2 Auditors' remuneration			
Audit fee		**8,220**	7,289
Fee for other statutory certifications		**856**	778
Out-of-pocket expenses		**475**	475
		9,551	8,542

31. OTHER CHARGES

Penalties imposed by the State Bank of Pakistan		**-**	1,222
Others		**-**	-
		-	1,222

32. CREDIT LOSS ALLOWANCE & WRITE OFFS - NET

Credit loss allowance for dimunition 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		**-**	-
		(245,778)	(1,067,132)

33. TAXATION

Current		**483,243**	337,912
Prior years		**-**	-
Deferred		**175,595**	371,384
		658,838	709,296

34. BASIC AND DILUTED EARNINGS PER SHARE

Profit for the period (Rupees in '000)		**628,698**	682,580
Weighted average number of ordinary shares		**3,452,442,817**	3,452,442,817
Basic and diluted earnings per share (Rupee)		**0.18**	0.20

	Half Year ended	
	June 30, 2025	June 30, 2024
	(Un-audited)	
35. CASH AND CASH EQUIVALENTS	------- Rupees in '000 -------	
Cash and balance with treasury banks	**21,697,877**	19,298,126
Balance with other banks	**3,570,834**	2,442,807
	25,268,711	21,740,933

36. FAIR VALUE MEASUREMENTS

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

Unquoted equity investments are caried 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 rearding market rates for similar instruments and therefore, are not reported aspart 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
On balance sheet financial instruments	Rupees in '000			
Financial assets measured at fair value				
Investments				
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	-	-	-	-
	2,659,292	164,411,361	-	167,070,653
Financial assets disclosed but not measured at fair value				
Investments				
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
	-	39,415,600	-	39,415,600
Off balance sheet financial instruments				
Foreign exchange contracts (purchase)	-	38,813,892	-	38,813,892
Foreign exchange contracts (sale)	-	39,633,576	-	39,633,576

	December 31, 2024 (Audited)			
	Fair Value			
	Level 1	Level 2	Level 3	Total
On balance sheet financial instruments	Rupees in '000			
Financial assets measured at fair value				
Investments				
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	-	-	-	-
	2,035,817	172,119,949	-	174,155,766
Financial assets disclosed but not measured at fair value				
Investments				
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 Receipt	-	899,809	-	899,809
	-	27,391,602	-	27,391,602
Off balance sheet financial instruments				
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 are derived using the PKRV rates (Reuters page).
Government of Pakistan (GoP) - Ijarah Sukuks	Fair values are 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.

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			
Profit & Loss				
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
Balance Sheet				
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
Total Assets	245,893,873	10,189,332	381,675,398	637,758,603

	June 30, 2025 (Un-audited)			
	Trading and sales	Retail banking	Commercial banking and others	Total
	Rupees in '000			
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
Total liabilities	241,786,163	9,553,625	355,661,283	607,001,070
Equity	4,107,710	632,707	26,017,115	30,757,533
Total Equity & liabilities	245,893,873	10,186,332	381,678,398	637,758,603
Contingencies & Commitments	102,386,691	-	29,771,832	132,158,523

	June 30, 2024 (Un-audited)			
	Trading and sales	Retail banking	Commercial banking and others	Total
	Rupees in '000			
Profit & Loss				
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			
Balance Sheet				
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
Total Assets	248,029,259	5,360,628	355,644,517	609,034,404

	December 31, 2024 (Audited)			
	Trading and sales	Retail banking	Commercial banking and others	Total
	---------- Rupees in '000 ----------			
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
Total Equity & liabilities	248,029,259	5,360,628	355,644,517	609,034,404
Contingencies & Commitments	121,770,059	-	23,571,708	145,341,767

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.

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 manage -ment personnel	Subsidiaries	Other related parties	Directors	Key manage -ment personnel	Subsidiaries	Other related parties
Investments	Rupees in 000'							
Opening balance	-	-	-	-	-	-	-	-
Investment made during the period/year	-	-	-	-	-	-	-	-
Investment redeemed / disposed off during the period /year	-	-	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-	-	-
Advances								
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
Other Assets								
Interest / mark-up accrued	-	150	-	2,319	-	191	-	2,978
Other receivable	-	-	-	-	-	-	-	-
	-	150	-	2,319	-	191	-	2,978
Deposits and other accounts								
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
Other Liabilities								
Payable to staff retirement fund	-	13,572	-	-				
Interest / mark-up payable	495	2,077	-	69,439	344	7,080	-	86,448

	June 30, 2025 (Un-audited)				June 30, 2024 (Un-audited)			
	Directors	Key manage -ment personnel	Subsidiaries	Other related parties	Directors	Key manage -ment personnel	Subsidiaries	Other related parties
	---------- Rupees in 000' ----------							
Income								
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
Expense								
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
Others								
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.

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	------ (Rupees '000) ------	
39. CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS		
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	**26,729,540**	26,190,277
Capital Adequacy Ratio (CAR):		
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
Total Eligible Capital (Tier 1 + Tier 2)	**16,929,213**	16,658,476
Risk Weighted Assets (RWAs):		
Credit Risk	**43,847,752**	43,428,287
Market Risk	**14,167,592**	14,050,153
Operational Risk	**17,273,395**	17,273,395
Total	**75,288,739**	74,751,835
Common Equity Tier 1 Capital Adequacy ratio	**20.53%**	20.98%
Tier 1 Capital Adequacy Ratio	**20.53%**	20.98%
Total Capital Adequacy Ratio	**22.49%**	22.29%
Notional minimum capital requirements prescribed by SBP		
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%
Approach followed for detrmining Risk Weighted Assets		
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 '000) ------	
Leverage Ratio (LR):		
Eligible Tier-1 Capital	**15,455,912**	15,683,877
Total Exposures	**391,917,501**	361,421,346
Leverage Ratio (%)	**3.94%**	4.34%
Liquidity Coverage Ratio (LCR):		
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%
Net Stable Funding Ratio (NSFR):		
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%

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.

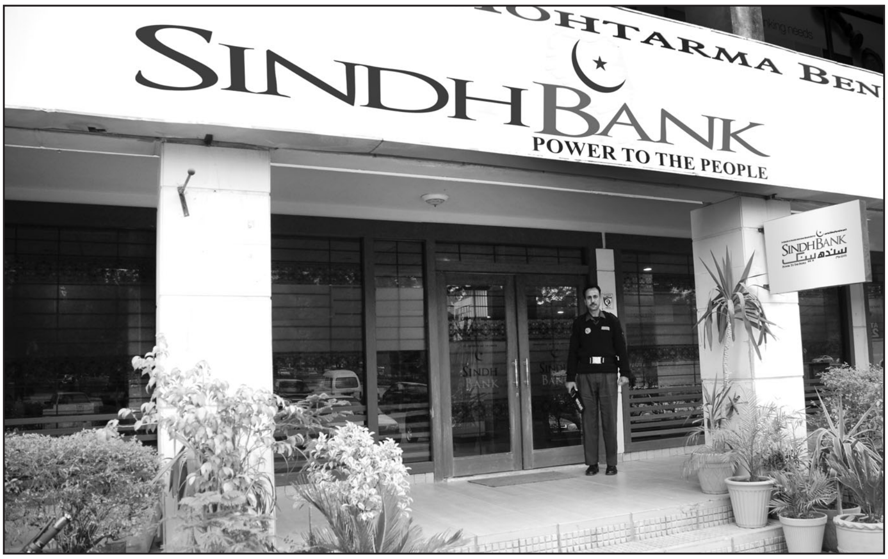
From	To	Note	Rupees in '000'
Credit loss allowance held against balances with other banks	Credit loss allowance held against balances with treasury banks	7	3
Fees and Subscription	Premium of deposit protection fund	30	44,375
Rent & house maintenance	Dearness Allowance	30.1	23,701
Others	Leave encashment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

42. DATE OF AUTHORISATION FOR ISSUE

These consolidated financial statements were authorised for issue by the Board of Directors on August 26, 2025..

President and Chief Executive Officer | **Chief Financial Officer** | **Director** | **Director** | **Chairman**

Branch Network



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S.No.	Regions	No. of Branches
1	Karachi	91
2	Baluchistan	14
3	Sindh Rural	97
4	Islamabad / Rawalpindi	16
5	Lahore	78
6	KPK	20
7	Islamic Branches	14
	TOTAL	**330**

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