



Half Yearly Report

June 30,

2025

(Un-audited)

**The Road to
Financial Wellness**

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Company Information

Board of Directors

Mr. Adil Matcheswala	Chairman
Mr. Khalilullah Shaikh	Independent Director
Ms. Nargis Ghaloo	Non-Executive Director
Lt. Gen. (Retd.) Sadiq Ali	Independent Director
Mr. Saad Ali Bhimjee	Non-Executive Director
Mr. Usman Yousaf Mobin	Independent Director
*Mr. Basir Shamsie	President & CEO

Board Audit Committee

Mr. Khalilullah Shaikh	Chairman
Ms. Nargis Ghaloo	Member
Lt. Gen. Retd. Sadiq Ali	Member

Board Human Resource, Remuneration & Nomination Committee

Ms. Nargis Ghaloo	Chairperson
Mr. Adil Matcheswala	Member
Mr. Usman Yousaf Mobin	Member

Board Risk Management Committee

Mr. Khalilullah Shaikh	Chairman
Mr. Saad Ali Bhimjee	Member
Lt. Gen. (Retd.) Sadiq Ali	Member
Mr. Basir Shamsie	Member

Board IT Committee

Mr. Usman Yousaf Mobin	Chairman
Mr. Saad Ali Bhimjee	Member
Mr. Basir Shamsie	Member

Chief Financial Officer

Syed Adeel Ehtesham

Company Secretary & Head of Legal

Syed Muhammad Talib Raza

Auditors

KPMG Taseer Hadi & Co.
Chartered Accountants
Sheikh Sultan Trust Building No. 2
Beaumont Road
Karachi.

Legal Advisors

Bawaney & Partners
Haidermota & Co.
Liaquat Merchant Associates

Share Registrar

CDC Share Registrar Services Limited
CDC House, 99 - B, Block 'B',
S.M.C.H.S., Main Shahra-e-Faisal,
Karachi.

Registered office

JS Bank Limited
Shaheen Commercial Complex
Dr. Ziauddin Ahmed Road
P.O. Box 4847 Karachi-74200, Pakistan
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111-654-321
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*Mr. Basir Shamsie resigned as an Executive Director of the Bank on August 22, 2025, and in his place, Mr. Qaiser Noor has been appointed as an Independent Director, subject to the Fit and Proper Test clearance from the State Bank of Pakistan.

DIRECTORS' REVIEW

On behalf of the Board of Directors, we are pleased to present the unconsolidated condensed interim financial statements, together with the Auditors' Review Report thereon, and the consolidated condensed interim financial statements of JS Bank Limited for the half-year ended June 30, 2025.

Economy Review

Pakistan's economy is on a path toward stabilization, bolstered by positive assessments from the International Monetary Fund (IMF) following the second quarterly review of the Extended Fund Facility (EFF). In response, the IMF released the second tranche of US\$1 billion from the US\$7 billion EFF and approved an additional US\$1.4 billion under the Resilience and Sustainability Facility (RSF). The IMF forecasts that Pakistan's GDP will grow by 3.6% in FY26, with average Consumer Price Index (CPI) inflation projected at 7.7% and a current account deficit (CAD) expected to be 0.4% of GDP.

On June 12, 2025, the federal government announced the FY26 budget, which totals PKR 17.6 trillion, aiming to achieve revenue of PKR 19.3 trillion—a 15% year-on-year increase. The fiscal deficit is anticipated to be 3.9% of GDP, while the primary surplus is projected at 2.4%. Total tax revenues are estimated to reach PKR 14.1 trillion, reflecting a 19% annual increase.

Amid rising global oil prices and heightened geopolitical tensions that posed inflationary threats, the State Bank of Pakistan (SBP) maintained its policy rate at 11% during its June 2025 Monetary Policy Committee meeting.

The stock market witnessed volatility owing to geopolitical tensions, which eased out once the situation normalized, and the trend remained positive - with KSE-100 rising reaching an all-time high crossing 125,000 points.

As the low base effect diminished, inflation began to normalize in May 2025, rising to over 3% during the last two months of FY25. Consequently, the average CPI inflation for FY25 was 4.5%, a significant decrease from over 24% in the previous year. FY25 concluded with an average inflation rate of 4.5%, export growth of 4% year-on-year, and an 11% year-on-year increase in imports, leading to a total trade volume of US\$26.7 billion. The current account recorded a surplus of US\$2.1 billion in FY25, largely driven by remittance inflows. Notably, Pakistan achieved a record high in monthly remittances during FY25, totaling US\$38.3 billion, which represents a 27% year-on-year increase.

In another positive development, Moody's upgraded the country's sovereign credit rating to Caa1 in August 2025, reflecting stronger external buffers, fiscal consolidation, and meaningful progress on reforms.

Outlook

Looking ahead, we expect inflation to normalize during 2HCY25, although it is anticipated to remain within single digits over the next 12 months. The stabilization of the policy rate is likely to support a recovery in economic activity, thereby increasing demand for private sector credit. This indicates potential growth in credit demand from both industrial and retail sectors. The State Bank of Pakistan (SBP) has reduced the policy rate by a cumulative 1,100 basis points over the past year.

Additionally, the 2025 Finance Bill has raised the tax on profits earned from bank deposits for corporations and institutions to 20%, up from the previous rate of 15%. Furthermore, stringent tax measures aimed at non-filers engaging in banking transactions could have short-term negative effects on the banking sector.

Going forward, geopolitical developments would continue to remain in focus, and adherence to IMF Extended Fund Facility (EFF) and Resilience and Sustainability Facility (RSF) conditions would be critical for their upcoming reviews. A balanced approach would remain critical to sustaining hard earned economic stability.

Performance Review

Key highlights of the Bank's financial results for the half year ended June 30, 2025, are presented below:

Financial Position	PKR Million	
	June 30, 2025	December 31, 2024
Shareholders' Equity	45,499	43,707
Total Deposits	565,737	525,134
Total Assets	678,497	636,107
Advances - Net	205,080	225,531
Investments - Net	367,948	302,437
Financial Performance		
	June 30, 2025	June 30, 2024 - Restated
Mark-up/Interest Income - Net	13,827	13,225
Non-Markup/Interest Income	7,540	6,128
Non-Markup Expenses	14,610	13,021
Credit loss allowance and write offs - net	3,269	885
Profit Before Tax	3,488	5,447
Profit After Tax	1,557	2,770
Basic/Diluted Earnings Per Share - Rupees	0.76	1.35

For the half-year ended June 30, 2025, the Bank reported a Profit Before Tax (PBT) of PKR 3,488 million, and a Profit After Tax (PAT) of PKR 1,557 million. This compares to a PBT of PKR 5,447 million and a PAT of PKR 2,770 million during the same period last year. While core fundamentals remained positive, the decline in profitability was mainly attributable to higher one off classifications under advances and credit loss allowances considered thereagainst in the current period as against the prior period.

The Bank's Net Interest Income increased by 5% year-over-year, primarily due to an improvement in the deposit mix and increased volumes. Non-Remunerative Deposits rose by an impressive PKR 35.677 billion, or 18%, compared to December 31, 2024, resulting in the share of Non-Remunerative Deposits in Total Deposits increasing to 41% from 38% at the end of 2024. More importantly, the Bank's average non-remunerative deposits rose from PKR 152.844 billion in HY 2024 to PKR 177.762 billion in HY 2025, indicating a year-on-year growth of 16%.

The Bank reported a historic high number for period end non-remunerative deposits, which closed at PKR 234.085 billion as against PKR 198.409 billion reported at December 31, 2024.

The Bank's Non-Markup Income increased by 23% year-on-year, reaching PKR 7,540 million. This growth was driven by a 13% rise in Fee Income, higher dividends, and a positive contribution from net gains on securities of PKR 2,165 million for the current period, compared to a gain of PKR 663 million reported for the same period last year, which more than offset the loss in revenues on the foreign exchange front.

Non-Markup expenses increased by 12% year-on-year, totaling PKR 14,610 million. The increase was primarily attributable to depreciation of the Rupee, and an uptick in technology-related costs. The Bank's cost-to-income ratio inched up slightly to 68.37%, from 67.28% for the same period last year, while the Net Interest Income to Operating Cost Ratio was at 96% for the period under review. The Bank continues to focus on improvement to these ratios, for enhancing overall intermediation efficiency.

With improved non-remunerative mix, overall deposits were reported at PKR 565.737 billion, reflecting a growth of PKR 40.603 billion or 8% against the year end December 2024 position. This achievement demonstrates the trust and confidence our valued customers place in our institution, as well as the dedicated efforts of our Bank's teams.

During the review period, the Bank continued to maintain a cautious lending approach. As of June 30, 2025, Gross Advances stood at PKR 230.150 billion, a decrease from PKR 247.714 billion in December 2024. The Gross Infection Ratio rose to 10.66% in June 2025, up from 8.61% in December 2024, primarily due to a one-off exposure of approximately PKR 2.591 billion being classified at June 2025 end. The Bank maintains adequate liquid collateral against the same and remains confident that the same would be settled in due course.

During the period under review, the Bank continued to extend loans towards the SME sector, with a sizeable growth in its SME lending portfolio. As part of the Bank's strategy, we will continue with our efforts to empower the small and medium enterprises (SMEs) and individual consumers by offering tailored financing solutions and advisory support to facilitate diverse segments of the economy, without compromising on credit quality. Whilst the Bank's collateral coverage remains strong, our coverage ratio has improved to 74%, compared to 71% in December 2024 in terms of overall provisioning against classified exposures.

As at June 30, 2025, the Bank's Capital Adequacy Ratio stands at 13.20% (December 31, 2024: 13.24%).

Consolidated Financial Statements

On a consolidated basis, JS Bank, along with its subsidiaries – Bank Islami Pakistan Limited, JS Global Capital Limited, and JS Investments Limited – reported a profit before tax of PKR 11,934 million (and a profit after tax of PKR 5,324 million) for the half-year ended June 30, 2025. This compares to a profit before tax of PKR 18,756 million (and a profit after tax of PKR 9,703 million) for the same period last year. The consolidated earnings per share for the half-year ended June 30, 2025, amounted to PKR 1.99 per share. Additionally, the consolidated Capital Adequacy Ratio as of June 30, 2025, stood at 16.03% (compared to 18.07% on December 31, 2024).

Credit Rating

The Pakistan Credit Rating Agency Limited (PACRA) has assigned a long-term entity rating of JS Bank Limited at “AA” (Double A). The Bank’s short-term rating is “A1+” (A-One Plus), which is the highest possible rating in this category.

The ratings denote high credit quality, and low expectation of credit risk. The ratings also indicate a strong capacity for timely payment of financial commitments.

Acknowledgments

On behalf of the Board of Directors, we express our sincere gratitude to our valued customers and stakeholders for their continued trust and support. We also extend our thanks to the Ministry of Finance, the State Bank of Pakistan, the Securities and Exchange Commission of Pakistan, Pakistan Stock Exchange, and other regulatory bodies for their unwavering support of our Bank.

We especially want to acknowledge our dedicated colleagues. Their hard work and pursuit of excellence have been instrumental in the Bank's success. The historic achievement of surpassing PKR 200 billion in period-end non-remunerative deposits marks a pivotal moment in our journey and is a testament to the tireless efforts of our business teams. We look forward to their continued success.

We firmly believe that our ongoing focus on value addition, service quality, and ease of banking will continue to strengthen the trust of our existing customers and attract new ones. We remain committed to supporting Pakistan's economic recovery, with a steadfast focus on resilience, innovation, and sustainable growth for the benefit of all our stakeholders.

On behalf of the Board,

Basir Shamsie
President & CEO

Adil Matcheswala
Chairman

Karachi: August 22, 2025

ڈائریکٹرز کا جائزہ:

بورڈ آف ڈائریکٹرز کی جانب سے ہمیں یہ اعزاز حاصل ہے کہ ہم جے ایس بینک لمیٹڈ کے 30 جون 2025 کو اختتام پذیر ہونے والی ششماہی کے غیر آڈٹ شدہ مختصر عبوری مالیاتی حسابات بمعہ آڈیٹرز کی جائزہ رپورٹ اور مربوط غیر آڈٹ شدہ مختصر عبوری مالیاتی حسابات پیش کر رہے ہیں۔

اقتصادی جائزہ:

پاکستان کی معیشت استحکام کی جانب گامزن ہے، جسے انٹرنیشنل مانیٹری فنڈ (آئی ایم ایف) کی جانب سے ایکسٹینڈڈ فنڈ فیسلٹی (ای ایف ایف) کے دوسرے سہ ماہی جائزے کے بعد مثبت رائے نے مزید تقویت دی ہے۔ اس کے نتیجے میں آئی ایم ایف نے 7 بلین ڈالر کے ای ایف ایف کے تحت ایک بلین ڈالر کی دوسری قسط جاری کی اور ریٹیلینس اور سسٹین ایبلٹی فیسلٹی (آر ایس ایف) کے تحت مزید 1.4 بلین ڈالر کی منظوری دی۔ آئی ایم ایف کے اندازوں کے مطابق مالی سال 2026 میں پاکستان کی جی ڈی پی کی شرح نمو 3.6 فیصد رہے گی، اوسط کنزیومر پرائس انڈیکس (سی پی آئی) افراط زر 7.7 فیصد رہنے کا امکان ہے، جبکہ کرنٹ اکاؤنٹ کا خسارہ (سی اے ڈی) مجموعی قومی پیداوار کا 0.4 فیصد متوقع ہے۔

12 جون 2025 کو وفاقی حکومت نے مالی سال 2026 کا بجٹ پیش کیا جس کا مجموعی حجم 17.6 ٹریلین روپے ہے، جبکہ محصولات کا ہدف 19.3 ٹریلین روپے مقرر کیا گیا ہے جو کہ سال بہ سال 15 فیصد اضافے کی عکاسی کرتا ہے۔ بجٹ خسارہ مجموعی قومی پیداوار کا 3.9 فیصد متوقع ہے جبکہ بنیادی سرپلس 2.4 فیصد رہنے کی پیش گوئی کی گئی ہے۔ مجموعی ٹیکس آمدن کا تخمینہ 14.1 ٹریلین روپے ہے جو سالانہ بنیادوں پر 19 فیصد اضافے کو ظاہر کرتا ہے۔

عالمی سطح پر تیل کی بڑھتی ہوئی قیمتوں اور جغرافیائی کشیدگی کے باعث افراط زر کے خطرات کے پیش نظر، اسٹیٹ بینک آف پاکستان نے جون 2025 میں مانیٹری پالیسی کمیٹی کے اجلاس کے دوران اپنی پالیسی ریٹ 11 فیصد پر برقرار رکھا۔

اسٹاک مارکیٹ جغرافیائی کشیدگی کے باعث اتار چڑھاؤ کا شکار رہی، تاہم صورتحال کے معمول پر آنے کے بعد رجحان مثبت رہا اور KSE-100 انڈیکس میں اضافہ دیکھنے میں آیا جو تاریخ کی بلند ترین سطح کو عبور کرتے ہوئے 125,000 پوائنٹس سے آگے نکل گیا۔

جب نچلی شرح بنیاد کا اثر کم ہونا شروع ہوا تو مئی 2025 میں افراط زر معمول پر آنے لگی اور مالی سال 2025 کے آخری دو ماہ کے دوران یہ 3 فیصد سے زائد رہی۔ نتیجتاً مالی سال 2025 کے دوران اوسط کنزیومر پرائس انڈیکس (سی پی آئی) افراط زر 4.5 فیصد رہا، جو گذشتہ سال کی 24 فیصد سے زائد شرح کے مقابلے میں نمایاں کمی ہے۔ مالی سال 2025 کا اختتام 4.5 فیصد اوسط افراط زر، برآمدات میں سال بہ سال 4 فیصد اضافہ اور درآمدات میں 11 فیصد اضافہ کے ساتھ ہوا، جس کے نتیجے میں کل تجارتی حجم 26.7 بلین امریکی ڈالر تک پہنچ گیا۔ کرنٹ اکاؤنٹ میں 2.1 بلین امریکی ڈالر کا سرپلس ریکارڈ کیا گیا جو زیادہ تر ترسیلات زر کی آمد سے ممکن ہوا۔ قابل ذکر بات یہ ہے کہ پاکستان نے مالی سال 2025 کے دوران ماہانہ ترسیلات زر کی بلند ترین سطح حاصل کی، جو مجموعی طور پر 38.3 بلین امریکی ڈالر رہی اور یہ گذشتہ سال کے مقابلے میں 27 فیصد اضافہ ظاہر کرتی ہے۔

ایک اور مثبت پیش رفت یہ ہوئی کہ اگست 2025 میں موڈیز نے ملک کی خود مختار کریڈٹ ریٹنگ کو بہتر بنا کر Caa1 کر دیا، جو کہ مضبوط بیرونی ذخائر، مالیاتی استحکام اور اصلاحات میں نمایاں پیش رفت کی عکاسی کرتا ہے۔

نقطہ نظر:

آگے دیکھتے ہوئے توقع ہے کہ سال 2025 کی دوسری ششماہی میں افراط زر بتدریج معمول پر آجائے گا، تاہم آئندہ 12 ماہ کے دوران اس کا سنگل عدد میں رہنا متوقع ہے۔ پالیسی ریٹ میں استحکام سے معاشی سرگرمیوں کی بحالی کو تقویت ملنے کا امکان ہے، جس کے نتیجے میں نجی شعبے کے قرضوں کی طلب میں اضافہ متوقع ہے۔ یہ اس بات کی نشاندہی کرتا ہے کہ صنعتی اور خوردہ شعبے دونوں کی جانب سے قرضوں کی مانگ میں اضافہ ہو سکتا ہے۔ اسٹیٹ بینک آف پاکستان نے گزشتہ سال کے دوران پالیسی ریٹ میں مجموعی 1,100 بیس پوائنٹس کی کمی کی ہے۔

مزید برآں، فنانس بل 2025 کے تحت بینک ڈپازٹس سے حاصل ہونے والے منافع پر کارپوریشنز اور اداروں کے لیے ٹیکس کی شرح 15 فیصد سے بڑھا کر 20 فیصد کر دی گئی ہے۔ اسی طرح نان فائزرز کی جانب سے بینکاری لین دین پر نافذ سخت ٹیکس اقدامات قلیل مدتی طور پر بینکنگ شعبے پر منفی اثرات ڈال سکتے ہیں۔

آئندہ کے حوالے سے جغرافیائی حالات و واقعات توجہ کا مرکز رہیں گے اور آئی ایم ایف کی ایکسٹینڈڈ فنڈ فیسلسٹی ای ایف ایف اور ریپلیس اور سسٹین ایبلٹی فیسلسٹی (آر ایس ایف) کی شرائط پر عملدرآمد آئندہ جائزوں کے لیے نہایت اہم ہوگا۔ پائیدار معاشی استحکام کو برقرار رکھنے کے لیے ایک متوازن رویہ اختیار کرنا کلیدی حیثیت رکھتا ہے۔

کارکردگی کا جائزہ:

30 جون 2025 ختم ہونے والی ششماہی کیلئے بینک کے مالی نتائج کا خلاصہ درج ذیل ہے:

مالی پوزیشن	ملین پاکستانی روپے	
	30 جون 2025	31 دسمبر 2024
شیر ہولڈرز اکیوٹی	45,499	43,707
مجموعی ڈپازٹس	565,737	525,134
مجموعی اثاثہ جات	678,497	636,107
خالص ایڈوانسز	205,080	225,531
خالص سرمایہ کاریاں	367,948	302,437

مالیاتی کارکردگی		
	30 جون 2025	30 جون 2024 تبدیل شدہ
مارک اپ / انٹریسٹ آمدنی - خالص	13,827	13,225
غیر مارک اپ / انٹریسٹ آمدنی	7,540	6,128
آپریٹنگ اخراجات	14,610	13,021
پروویژنز اور رٹ آف - خالص	3,269	885
قبل از ٹیکس منافع	3,488	5,447
بعد از ٹیکس منافع	1,557	2,770
بنیادی / ڈیلویٹڈ آمدنی فی حصص - روپے میں	0.76	1.35

30 جون 2025 کو اختتام پذیر ہونے والی ششماہی کے لیے بینک کا قبل از ٹیکس منافع 3,488 ملین روپے اور بعد از ٹیکس منافع 1,557 ملین روپے رہا جبکہ گزشتہ سال اسی مدت کے دوران قبل از ٹیکس منافع 5,447 ملین روپے اور بعد از ٹیکس منافع 2,770 ملین روپے ریکارڈ کیا گیا تھا۔ اگرچہ بنیادی مالیاتی اشاریے مثبت رہے، لیکن منافع میں کمی کی بنیادی وجہ اس عرصے میں ایڈوانسز کے تحت بڑھتی ہوئی یکمشت کلائیفیکیشنز اور اس کے مقابل کریڈٹ لوس الاؤنسز کا بڑھ جانا تھا، جو گزشتہ مدت کے مقابلے میں زیادہ تھے۔

بینک کی خالص انٹریسٹ آمدنی میں سال بہ سال 5 فیصد اضافہ ہوا، جو بنیادی طور پر ڈپازٹس میں بہتری اور حجم میں اضافے کے باعث ممکن ہوا۔ نان ریمنیو ریٹو ڈپازٹس میں 35.677 بلین روپے یعنی 18 فیصد کا نمایاں اضافہ ہوا، جس کے نتیجے میں کل ڈپازٹس میں نان ریمنیو ریٹو ڈپازٹس کا حصہ 41 فیصد تک پہنچ گیا جو کہ 2024 کے اختتام پر 38 فیصد تھا۔ مزید یہ کہ بینک کے اوسط نان ریمنیو ریٹو ڈپازٹس مالی سال 2024 کی ششماہی میں 152.844 بلین روپے سے بڑھ کر مالی سال 2025 کی ششماہی میں 177.762 بلین روپے تک پہنچ گئے، جو سال بہ سال 16 فیصد اضافے کی عکاسی کرتا ہے۔

بینک نے نان ریمنیو ریٹو ڈپازٹس کی مد میں تاریخ کی بلند ترین سطح حاصل کی، جو اس مدت کے اختتام پر 234.085 بلین روپے رہی، جبکہ 31 دسمبر 2024 کو یہ 198.409 بلین روپے تھی۔

بینک کی نان مارک اپ آمدنی میں سال بہ سال 23 فیصد اضافہ ہوا اور یہ بڑھ کر 7,540 ملین روپے تک پہنچ گئی۔ اس اضافے کی بنیادی وجوہات میں فیس انکم میں 13 فیصد اضافہ، زیادہ ڈویڈنڈز، اور موجودہ سکیورٹیز پر خالص منافع جات کا مثبت اثر شامل ہے، جو 2,165 ملین روپے رہا۔ یہ گزشتہ سال کی اسی مدت میں ریکارڈ کیے گئے 663 ملین روپے کے مقابلے میں نمایاں اضافہ ہے، اور اس نے زرمبادلہ کی آمدنی میں ہونے والے خسارے سے کافی حد تک تلافی کی۔

نان مارک اپ اخراجات میں سال بہ سال 12 فیصد اضافہ ہوا اور یہ بڑھ کر 14,610 ملین روپے تک پہنچ گئے۔ اس اضافے کی بنیادی وجوہات میں روپے کی قدر میں کمی اور ٹیکنالوجی سے متعلق اخراجات میں اضافہ شامل ہیں۔ بینک کا کاسٹ ٹوائٹنم ریشو اس عرصے کے دوران معمولی بڑھ کر 68.37 فیصد رہا جو گزشتہ سال اسی مدت میں 67.28 فیصد تھا، جبکہ خالص انٹریسٹ آمدنی ٹوائٹنم کاسٹ ریشو 96 فیصد رہا۔ بینک ان تناسبات میں مزید بہتری پر مسلسل توجہ دے رہا ہے تاکہ مجموعی مالیاتی خدمات کی کارکردگی میں اضافہ ہو۔

نان ریمنیو ریٹو ڈپازٹس کے بہتر امتزاج کے ساتھ کل ڈپازٹس 565.737 بلین روپے رہے جو دسمبر 2024 کے مقابلے میں 40.603 بلین روپے یا 8 فیصد اضافہ ظاہر کرتے ہیں۔ یہ کامیابی ہمارے معزز صارفین کے اعتماد و بھروسہ اور بینک کے تمام عملے کی انتھک محنت کی عکاسی کرتی ہے۔

زیر جائزہ مدت کے دوران بینک نے محتاط قرضہ جاتی حکمت عملی برقرار رکھی۔ 30 جون 2025 تک مجموعی ایڈوانسز 230.150 بلین روپے رہے جو دسمبر 2024 کے 247.714 بلین روپے کے مقابلے میں کم ہیں۔ مجموعی انفیکشن ریشو جون 2025 میں بڑھ کر 10.66 فیصد ہو گیا جو دسمبر 2024 میں 8.61 فیصد تھا، اور اس کی بنیادی وجہ تقریباً 2.591 بلین روپے کے ایک بڑے ایکسپوژر کی کلاسیفیکیشن تھی۔ بینک نے اس کے خلاف مناسب نقد ضمانت کو برقرار رکھا ہے اور پر اعتماد ہے کہ یہ معاملہ آئندہ دنوں میں حل ہو جائے گا۔

اس مدت کے دوران بینک نے ایس ایم ای سیلٹر کی جانب قرضوں کی فراہمی جاری رکھی اور اپنے ایس ایم ای پورٹ فولیو میں خاطر خواہ اضافہ کیا۔ بینک کی حکمت عملی کے تحت ہماری کوششیں چھوٹے اور درمیانے درجے کے کاروبار (SMEs) اور انفرادی صارفین کو بااختیار بنانے پر مرکوز ہیں، جس کے لیے موزوں مالیاتی سہولیات اور مشاورتی خدمات فراہم کی جا رہی ہیں تاکہ معیشت کے مختلف شعبوں کو سہارا دیا جاسکے، اور یہ سب کچھ کریڈٹ کوالٹی پر سمجھوتہ کیے بغیر کیا جا رہا ہے۔ مزید یہ کہ بینک کی کولیٹرل کوریج مضبوط رہی اور ہماری کوریج ریشو بہتر ہو کر جون 2025 میں 74 فیصد تک پہنچ گئی، جو دسمبر 2024 میں 71 فیصد تھی، اور یہ کلاسیفیکیشن ایکسپوژرز کے خلاف مجموعی پروویژن کو ظاہر کرتی ہے۔

30 جون 2025 تک بینک کا نیٹل ایڈیکولیسی ریشو 13.20 فیصد رہا، جبکہ 31 دسمبر 2024 کو یہ 13.24 فیصد تھا۔

مجموعی مالیاتی گوشوارے:

مجموعی بنیاد پر، جے ایس بینک اور اس کی ذیلی کمپنیاں، بینک اسلامی پاکستان لمیٹڈ، جے ایس گلوبل کمپنیل لمیٹڈ، اور جے ایس انویسٹمنٹس لمیٹڈ نے 30 جون 2025 کو اختتام پذیر ہونے والی ششماہی کے لیے قبل از ٹیکس منافع 11,934 ملین روپے اور بعد از ٹیکس منافع 5,324 ملین روپے رپورٹ کیا جبکہ گزشتہ سال اسی مدت میں قبل از ٹیکس منافع 18,756 ملین روپے اور بعد از ٹیکس منافع 9,703 ملین روپے ریکارڈ کیا گیا تھا۔ 30 جون 2025 کو اختتام پذیر ہونے والی ششماہی کے لیے فی حصص آمدنی 1.99 روپے رہی۔ مزید یہ کہ 30 جون 2025 تک مجموعی کمپنیل ایڈیکولیسی ریشو 16.03 فیصد رہا جو 31 دسمبر 2024 کو 18.07 فیصد تھا۔

کریڈٹ ریٹنگ:

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پی اے سی آر اے) نے جے ایس بینک لمیٹڈ کی طویل مدتی اینٹیٹی ریٹنگ کو AA (ڈبل اے) برقرار رکھی، جبکہ مختصر مدتی کریڈٹ ریٹنگ کو A1+ (اے ون پلس) پر برقرار ہے، جو اس کی گری میں سب سے ممکنہ بلند ترین ہے۔

یہ ریٹنگز اعلیٰ کریڈٹ معیار اور کریڈٹ رسک کی کم توقع کو ظاہر کرتی ہیں، اور مالیاتی ذمہ داریوں کی بروقت ادائیگی کے لیے مضبوط صلاحیت کی نشاندہی کرتی ہیں۔

اظہار تشکر:

بورڈ آف ڈائریکٹرز کی جانب سے، ہم اپنے کسٹمرز اور قابل قدر اسٹیک ہولڈرز کی مسلسل سرپرستی اور حمایت کے لیے ان کا شکریہ ادا کرنا چاہتے ہیں۔ ہم وزارت خزانہ، اسٹیٹ بینک آف پاکستان، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اور دیگر ریگولیٹری اتھارٹیز کا بھی شکریہ ادا کرنا چاہیں گے جنہوں نے ہمارے بینک کی رہنمائی اور مدد کی۔

ہم اپنے محنتی ساتھیوں کا خصوصی طور پر شکریہ ادا کرتے ہیں، جن کی لگن اور اعلیٰ کارکردگی نے بینک کو کامیابی کی راہ پر گامزن رکھا۔ پیریڈ اینڈ نان ریمینیوٹڈ پازٹس میں 200 بلین روپے سے زائد کا تاریخی سنگ میل عبور کرنا دراصل ہماری بزنس ٹیمز کی انتھک محنت کا منہ بولتا ثبوت ہے۔ ہمیں ان کی آئندہ کامیابیوں کا بھی بھرپور یقین ہے۔

ہم پر عزم ہیں کہ ویلیو ایڈیشن، معیاری خدمات اور سہولت بینکاری پر اپنی توجہ برقرار رکھتے ہوئے ہم نہ صرف موجودہ کسٹمرز کے اعتماد کو مزید مستحکم کریں گے بلکہ نئے کسٹمرز کو بھی اپنی جانب راغب کریں گے۔ ہم پاکستان کی معاشی بحالی کے لیے اپنی کاوشیں جاری رکھیں گے، اور استحکام، جدت اور پائیدار ترقی کے اصولوں کو اپنا رہنما بناتے رہیں گے تاکہ تمام اسٹیک ہولڈرز کو اس کے ثمرات حاصل ہوں۔

زطرف بورڈ

عادل ماچس والا

چیئر مین

باصر ششی

صدر اور سی ای او

کراچی: 22 اگست 2025ء



KPMG Taseer Hadi & Co.
Chartered Accountants
Sheikh Sultan Trust Building No. 2, Beaumont Road
Karachi 75530 Pakistan
+92 (21) 37131900, Fax +92 (21) 35685095

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of JS Bank Limited

Report on review of Condensed Interim Unconsolidated Financial Statements

Introduction

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

Conclusion

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



KPMG Taseer Hadi & Co.

Other Matters

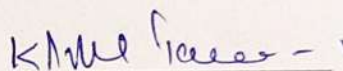
Pursuant to the requirement of Section 237(1)(b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the Bank. Accordingly, the figures of the condensed interim unconsolidated profit and loss account and condensed interim unconsolidated statement of comprehensive income for the three months period ended 30 June 2025 have not been reviewed by us.

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

Date: 27 August 2025

Karachi

UDIN: RR202510106RIHEpxsZD


KPMG Taseer Hadi & Co.
Chartered Accountants



Unconsolidated Condensed Interim Financial Statements
for the Half Year Ended June 30, 2025

JS BANK LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2025

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Note	----- Rupees in '000 -----	
ASSETS			
Cash and balances with treasury banks	6	43,755,297	43,058,132
Balances with other banks	7	2,213,026	3,617,293
Lendings to financial institutions	8	279,962	1,999,730
Investments	9	367,947,973	302,436,602
Advances	10	205,079,768	225,531,300
Property and equipment	11	12,390,171	12,086,893
Right-of-use assets	12	2,693,093	2,610,093
Intangible assets	13	7,193,647	6,806,276
Deferred tax assets		-	-
Other assets	14	36,944,316	37,960,949
Total Assets		678,497,253	636,107,268
LIABILITIES			
Bills payable	15	8,177,953	8,125,841
Borrowings	16	28,480,771	28,698,505
Deposits and other accounts	17	565,737,392	525,134,376
Lease liabilities	18	2,856,004	2,788,429
Subordinated debt	19	8,494,867	8,495,833
Deferred tax liabilities	20	208,375	671,138
Other liabilities	21	19,042,847	18,486,512
Total Liabilities		632,998,209	592,400,634
NET ASSETS		45,499,044	43,706,634
REPRESENTED BY			
Share capital		20,506,625	20,506,625
Reserves		7,463,136	7,113,683
Surplus on revaluation of assets	22	3,189,667	3,377,860
Unappropriated profit		14,339,616	12,708,466
		45,499,044	43,706,634

CONTINGENCIES AND COMMITMENTS

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

**President and
Chief Executive Officer**

**Chief Financial
Officer**

Director

Director

Director

JS BANK LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2025

		Quarter Ended		Half Year Ended	
		June 30, 2025	(Restated) June 30, 2024	June 30, 2025	(Restated) June 30, 2024
Note		----- Rupees in '000 -----			
Mark-up / return / interest earned	25	17,992,855	26,628,541	39,299,142	53,027,200
Mark-up / return / interest expensed	26	11,597,047	20,499,800	25,472,465	39,802,171
Net mark-up / interest income		6,395,808	6,128,741	13,826,677	13,225,029
NON MARK-UP / INTEREST INCOME					
Fee and commission income	27	1,285,442	1,185,039	2,596,443	2,288,208
Dividend income		22,923	32,550	1,168,359	949,693
Foreign exchange income		484,043	931,586	1,144,065	2,194,862
Gain from derivatives		39	-	-	-
Gain on securities - net	28	2,141,555	244,420	2,165,443	663,264
Net gains / (loss) on derecognition of financial assets measured at amortised cost		-	-	-	-
Other income	29	426,657	25,534	465,643	32,458
Total non mark-up / interest income		4,360,659	2,419,129	7,539,953	6,128,485
Total Income		10,756,467	8,547,870	21,366,630	19,353,514
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	30	7,358,171	6,614,595	14,432,268	12,896,583
Workers' welfare fund	31	15,018	33,166	69,768	108,667
Other charges	32	107,091	15,416	107,356	15,742
Total non mark-up / interest expenses		7,480,280	6,663,177	14,609,392	13,020,992
Profit before credit loss allowance		3,276,187	1,884,693	6,757,238	6,332,522
Credit loss allowance and write offs - net	33	2,525,313	179,692	3,268,848	885,431
Extra ordinary / unusual items		-	-	-	-
PROFIT BEFORE TAXATION		750,874	1,705,001	3,488,390	5,447,091
Taxation	34	482,824	652,510	1,931,773	2,677,179
PROFIT AFTER TAXATION		268,050	1,052,491	1,556,617	2,769,912
----- Rupees -----					
Earnings per share - basic and diluted	35	0.13	0.51	0.76	1.35

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

**President and
Chief Executive Officer**

**Chief Financial
Officer**

Director

Director

Director

JS BANK LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2025

	Quarter Ended		Half Year Ended	
		(Restated)		(Restated)
	June 30,	June 30,	June 30,	June 30,
	2025	2024	2025	2024
	----- Rupees in '000 -----			
Profit after taxation for the period	268,050	1,052,491	1,556,617	2,769,912
Other comprehensive income				
Items that may be reclassified to profit and loss account in subsequent periods:				
Effect of translation of net investment in foreign branch	26,240	1,920	38,130	(20,926)
Movement in surplus / (deficit) on revaluation of debt investments through FVOCI - net of tax	453,157	379,541	388,204	(395,449)
	479,397	381,461	426,334	(416,375)
Items that will not be reclassified to profit and loss account in subsequent periods:				
Movement in surplus / (deficit) on revaluation of equity investments - net of tax	(127,355)	41,728	(190,541)	(92,291)
Total comprehensive income	620,092	1,475,680	1,792,410	2,261,246

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

**President and
Chief Executive Officer**

**Chief Financial
Officer**

Director

Director

Director

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

	Share capital	Capital Reserves		Statutory reserve	Surplus / (deficit) on revaluation of			Unappropriated profit	Total
		Share premium	Exchange translation reserve		Investments	Property and equipment	Non-banking assets		
Rupees in '000									
Balance as at December 31, 2023 (Audited)	20,506,625	2,689,217	677,028	3,196,998	401,665	1,060,323	497,880	11,292,332	40,322,068
Impact of adoption of IFRS 9 - net of tax	-	-	-	-	(65,563)	-	-	(834,014)	(899,577)
Balance as at January 01, 2024 after adoption of IFRS 9	20,506,625	2,689,217	677,028	3,196,998	336,102	1,060,323	497,880	10,458,318	39,422,491
Profit after taxation (June 30, 2024) - Restated	-	-	-	-	-	-	-	2,769,912	2,769,912
Other comprehensive income - net of tax									
Effect of translation of net investment in foreign branch	-	-	(20,926)	-	-	-	-	-	(20,926)
Movement in deficit on revaluation of investments in debt instruments - net of tax	-	-	-	-	(395,449)	-	-	-	(395,449)
Movement in surplus on revaluation of investments in equity instruments - net of tax	-	-	-	-	(92,291)	-	-	-	(92,291)
	-	-	(20,926)	-	(487,740)	-	-	-	(508,666)
Transfer to statutory reserve	-	-	-	552,583	-	-	-	(552,583)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	(9,432)	(472)	9,904	-
Opening Balance as at July 01, 2024 (Un-audited) - Restated	20,506,625	2,689,217	656,102	3,749,581	(151,638)	1,050,891	497,408	12,685,551	41,683,737
Profit after taxation	-	-	-	-	-	-	-	78,554	78,554
Other comprehensive income - net of tax									
Effect of translation of net investment in foreign branch	-	-	1,673	-	-	-	-	-	1,673
Movement in surplus on revaluation of investments in debt instruments - net of tax	-	-	-	-	1,314,624	-	-	-	1,314,624
Movement in surplus on revaluation of investments in equity instruments- net of tax	-	-	-	-	255,282	-	-	-	255,282
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	(51,997)	(51,997)
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	411,137	-	-	411,137
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	13,624	-	13,624
	-	-	1,673	-	1,569,906	411,137	13,624	(51,997)	1,944,343
Transfer to statutory reserve	-	-	-	17,110	-	-	-	(17,110)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	(8,322)	(417)	8,739	-
Gain on disposal of equity investments at FVOCI transferred to unappropriated profit	-	-	-	-	(4,729)	-	-	4,729	-
Opening Balance as at January 1, 2025	20,506,625	2,689,217	657,775	3,766,691	1,413,539	1,453,706	510,615	12,708,466	43,706,634
Profit after taxation for the current period	-	-	-	-	-	-	-	1,556,617	1,556,617
Other comprehensive income - net of tax									
Effect of translation of net investment in foreign branch	-	-	38,130	-	-	-	-	-	38,130
Movement in surplus on revaluation of debt instruments - net of tax	-	-	-	-	388,204	-	-	-	388,204
Movement in surplus on revaluation of equity instruments - net of tax	-	-	-	-	(190,541)	-	-	-	(190,541)
	-	-	38,130	-	197,663	-	-	-	235,793
Transfer to statutory reserve	-	-	-	311,323	-	-	-	(311,323)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	(10,022)	(15,174)	25,196	-
Gain on disposal of equity investments at FVOCI transferred to unappropriated profit	-	-	-	-	(360,660)	-	-	360,660	-
Balance as at June 30, 2025 (Un-audited)	20,506,625	2,689,217	695,905	4,078,014	1,250,542	1,443,684	495,441	14,339,616	45,499,044

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

President and
Chief Executive Officer

Chief Financial
Officer

Director

Director

Director

JS BANK LIMITED
UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2025

		(Restated)
	June 30, 2025	June 30, 2024
Note	----- Rupees in '000 -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	3,488,390	5,447,091
Less: Dividend income	<u>(1,168,359)</u>	<u>(949,693)</u>
	2,320,031	4,497,398
Adjustments:		
Net mark-up / interest income	(14,021,963)	(13,401,642)
Depreciation on property and equipment	30 736,288	640,129
Depreciation on non-banking assets	30 20,158	17,587
Depreciation on right-of-use assets	30 755,077	637,623
Amortisation	30 226,589	169,683
Finance charges on leased assets	26 195,286	176,613
Charge for defined benefit plan	88,101	75,075
Unrealised gain on revaluation of investments measured at FVPL - net	28 (604,578)	(140,110)
Credit loss allowance / provisions and write offs - net	33 3,281,011	890,380
Provision for workers' welfare fund	31 69,768	108,667
Gain on sale of property and equipment - net	29 (4,287)	(6,335)
Gain on sale of non-banking asset - net	29 (20,896)	-
Gain on termination of leases - net	29 (6,386)	(3,318)
	<u>(9,285,832)</u>	<u>(10,835,648)</u>
	(6,965,801)	(6,338,250)
Decrease / (increase) in operating assets		
Lendings to financial institutions	1,720,000	(4,978,500)
Securities measured at FVPL	3,570,209	(34,411,366)
Advances	23,233,718	9,312,486
Others assets (excluding advance taxation)	<u>(6,537,133)</u>	<u>(8,726,895)</u>
	21,986,794	(38,804,275)
Increase in operating liabilities		
Bills payable	52,112	1,946,925
Borrowings	(9,745)	18,994,175
Deposits and other accounts	40,603,016	71,579,420
Other liabilities (excluding current taxation)	<u>2,893,239</u>	<u>3,109,516</u>
	43,538,622	95,630,036
	58,559,615	50,487,511
Mark-up / return / interest received	41,410,682	54,725,279
Mark-up / return / interest paid	(27,760,003)	(38,833,849)
Income tax paid	<u>(3,008,524)</u>	<u>(2,801,481)</u>
Net cash flows generated from operating activities	69,201,770	63,577,460
CASH FLOWS FROM INVESTING ACTIVITIES		
Net investments in securities measured at FVOCI	(145,336,253)	(12,820,889)
Net investments in securities measured at amortised cost	77,058,331	(42,528,644)
Dividend received	1,168,359	949,693
Investments in property and equipment	(1,074,499)	(673,285)
Investments in intangible assets	(613,960)	(1,048,970)
Proceeds from sale of property and equipment	18,070	44,595
Effect of translation of net investment in foreign branch	38,130	(20,926)
Net cash flows used in investing activities	(68,741,822)	(56,098,426)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments of lease obligations against right-of-use assets	(959,402)	(740,718)
Repayment of subordinated debt	(966)	(967)
Net cash flows used in financing activities	(960,368)	(741,685)
(Decrease) / Increase in cash and cash equivalents	(500,420)	6,737,349
Cash and cash equivalents at beginning of the period	46,498,162	43,966,739
Effect of exchange rate changes on cash and cash equivalents	(196,881)	106,373
	46,301,281	44,073,112
Cash and cash equivalents at end of the period	36 45,800,861	50,810,461

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

President and
Chief Executive Officer

Chief Financial
Officer

Director

Director

Director

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

1. STATUS AND NATURE OF BUSINESS

- 1.1** JS Bank Limited (the Bank / JSBL) is a banking company incorporated in Pakistan as a public limited company on March 15, 2006. The Bank is a subsidiary company of Jahangir Siddiqui and Co. Ltd. (JSCL) and its shares are listed on Pakistan Stock Exchange Limited (PSX). The Bank commenced its banking operations on December 30, 2006 and its registered office is situated at Shaheen Commercial Complex, Dr. Ziauddin Ahmed Road, Karachi.

The Bank is a scheduled bank, engaged in commercial banking and related services as described in the Banking Companies Ordinance, 1962 and is operating through 316 (December 31, 2024: 314) branches / sub-branches in Pakistan and one wholesale banking branch in Bahrain (December 31, 2024: 1). The Pakistan Credit Rating Agency Limited (PACRA) has maintained its long-term entity rating of the Bank at AA (Double A) and short-term rating at A1+ (A One Plus), which is the highest possible short-term rating. The ratings denote a very low expectation of credit risk and indicate very strong capacity for timely repayment of financial commitments.

- 1.2** Jahangir Siddiqui Investment Bank Limited, JSIBL, (formerly Citicorp Investment Bank Limited which was acquired by JSCL on February 01, 1999), and its holding company, JSCL, entered into a Framework Agreement with American Express Bank Limited, New York (AMEX) on November 10, 2005 for acquisition of its American Express Bank Limited - Pakistan Branches, (AEBL). Consequently, a new banking company, JSBL was incorporated on March 15, 2006 and a Banking License was issued by the State Bank of Pakistan (SBP) on May 23, 2006.

A Transfer Agreement was executed on June 24, 2006 between JSIBL and JSBL for the transfer of entire business and undertaking of JSIBL to JSBL and a separate Transfer Agreement was also executed on June 24, 2006, between AMEX and JSBL for the transfer of AEBL's commercial banking business in Pakistan with all assets and liabilities (other than certain excluded assets and liabilities) (AEBL business). The shareholders of JSIBL and JSBL, in their respective extra-ordinary general meetings held on July 31, 2006, approved a Scheme of Amalgamation (the Scheme) under Section 48 of the Banking Companies Ordinance, 1962. The Scheme was initially approved by the Securities and Exchange Commission of Pakistan (SECP) vide its letter No. SC/NBFC(J)-R/JSIBL/2006/517 dated September 28, 2006. Subsequently, the Scheme was sanctioned by the SBP vide its order dated December 02, 2006 and, in accordance therewith, the effective date of amalgamation was fixed at December 30, 2006.

2. BASIS OF PRESENTATION

The disclosures made in these unconsolidated condensed interim financial statements have been limited based on the format prescribed by the SBP vide BPRD Circular Letter No. 02 dated February 09, 2023 and International Accounting Standard (IAS) 34, 'Interim Financial Reporting'.

These unconsolidated condensed interim financial statements do not include all the information and disclosures required for annual unconsolidated financial statements and should be read in conjunction with the unconsolidated financial statements for the year ended December 31, 2024.

These unconsolidated condensed interim financial statements are separate financial statements of the Bank in which the investments in subsidiaries and associates are stated at cost and are accounted for on the basis of cost less accumulated impairment losses rather than on the basis of reported results. The consolidated condensed interim financial statements of the Bank are issued separately.

These unconsolidated condensed interim financial statements have been presented in Pakistani Rupees (PKR), which is the currency of the primary economic environment in which the Bank operates and functional currency of the Bank. The amounts are rounded to nearest thousand except as stated otherwise.

The management believes that there is no significant doubt on the Bank's ability to continue as a going concern. Therefore, the unconsolidated financial statements continue to be prepared on the going concern basis.

2.1 Statement of Compliance

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 reporting comprise of:

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting' and International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;
- Provisions of and directives issued under the Banking Companies Ordinance, 1962;
- Provisions of and directives issued under the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) and the Securities & Exchange Commission of Pakistan (SECP).

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

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

The SBP has deferred the applicability of International Accounting Standard (IAS) 40, 'Investment Property' for banking companies vide BSD Circular Letter No. 10 dated August 26, 2002 till further instructions. Further, the SECP has deferred the applicability of International Financial Reporting Standard (IFRS) 7, 'Financial Instruments: Disclosures' on banks vide its notification S.R.O 411(I)/2008 dated April 28, 2008. Accordingly, the requirements of these standards have not been considered in the preparation of these unconsolidated condensed interim financial statements.

International Financial Reporting Standard (IFRS) 10, 'Consolidated Financial Statements' was made applicable from period beginning on or after January 01, 2015 vide S.R.O 633(I)/2014 dated July 10, 2014 by SECP. However, SECP has directed through S.R.O56(I)/2016 dated January 28, 2016, that the requirement of consolidation under section 228 of the Companies Act, 2017 and IFRS 10 is not applicable in case of investment by companies in mutual funds established under trust structure.

These unconsolidated condensed interim financial statements of the Bank are prepared using generally consistent accounting policies. However, as per SBP IFRS 9 application instructions, overseas branches comply with the local regulations enforced within their respective jurisdictions under IFRS 9.

The Bank has received an extension from the State Bank of Pakistan (SBP) up to December 31, 2025 for application of Effective Interest Rate (EIR) in general for all financial assets and liabilities (excluding staff loans / subsidized loans).

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

There are certain 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 do not have any significant effect on the Bank's operations and therefore not detailed in these unconsolidated condensed interim financial statements.

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

Following standards, amendments and interpretations with respect to accounting and reporting standards would be effective from the dates mentioned below against the respective standards, amendments or interpretations:

Standard, Interpretation or Amendment	Effective date (annual periods beginning on or after)
Amendments to Classification and Measurement of Financial Instruments - Amendments to IFRS 9 and IFRS 7	January 01, 2026
IFRS 18 – Presentation and disclosure in financial statements	January 01, 2027

The Above amendments are not expected to have any material impact on these condensed unconsolidated interim financial statements of Bank.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the unconsolidated financial statements of the Bank for the year ended December 31, 2024. Impact of adoption of IFRS 9 for the comparative and current period are disclosed in note 3.1.

3.1 IFRS 9 'Financial Instruments' – Restatement of corresponding figures of the current period due to subsequent adjustments on adoption of IFRS 9

The Bank adopted IFRS 9 in accordance with the application instructions, effective January 1, 2024, using the modified retrospective approach for restatement as permitted under the standard. In the annual audited financial statements for the year ended December 31, 2024, the cumulative impact of the initial application amounted to Rs. 899.577 million, which was recorded as an adjustment to equity at the beginning of the comparative accounting period.

Further, pursuant to the extended implementation timelines provided by SBP under BPRD Circular Letter No. 16 dated July 29, 2024, and BPRD Circular Letter No. 01 dated January 22, 2025, the Bank was required to apply fair value measurement to subsidised staff financing, implement modification accounting for financial assets and liabilities, and recognize income using the effective yield rate (EIR) method, with effect from the last quarter of 2024. However, in line with the SBP via its letter no. BPRD/RPD/854478/25 dated February 3, 2025, the recognition of income on EIR has been further deferred till December 31, 2025.

Therefore, the comparative figures for the half year ended June 30, 2024, presented in the condensed interim statement of profit or loss and statement of changes in equity for the half year ended June 30, 2025, have been restated to reflect the above changes.

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

The effect of the restatement on the financial statements is summarised below:

	June 30, 2024				
	Previously reported	Restatement	Reclassification (note 41.1)	As re-stated	Description
	----- Rupees in '000 -----				
Unconsolidated Condensed Interim Profit and Loss Account					
Mark-up / return / interest earned	52,724,500	302,700	-	53,027,200	Impact of subsidised financing, staff financing and modification
Mark-up / return / interest expensed	39,687,850	114,321	-	39,802,171	Impact of subsidised financing from SBP
Operating expenses	12,755,931	140,652	-	12,896,583	Impact of prepaid staff cost amortisation
Credit loss allowance and write offs - net	856,409	33,971	(4,949)	885,431	Impact of restatement
Profit before taxation	5,433,335	13,756	(4,949)	5,447,091	
Taxation	2,670,418	6,761	-	2,677,179	Tax impact of restatement
Profit after taxation	2,762,917	6,995	(4,949)	2,769,912	Impact of restatement
Basic and diluted earnings per share	1.35	-	-	1.35	EPS impact of restatement
Unconsolidated Condensed Interim Statement					
Total comprehensive income	2,254,251	6,995	-	2,261,246	Impact of restatement
Unconsolidated Condensed Interim Statement of Changes in Equity					
Deficit on revaluation of investment	(86,075)	(65,563)		(151,638)	Impact of restatement
Unappropriated profit	12,744,234	(58,683)	-	12,685,551	Impact of restatement

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The basis for accounting estimates adopted in the preparation of these unconsolidated condensed interim financial statements are the same as that applied in the preparation of the unconsolidated financial statements for the year ended December 31, 2024 except for fair valuation of unlisted equity securities.

The measurement of the fair value of investments in unquoted equity securities involves the use of different methodologies and assumptions. The Bank uses valuation techniques that maximize the use of relevant observable inputs and minimize the use of unobservable inputs. The chosen valuation techniques incorporate various factors that market participants would consider in pricing a transaction.

5. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies applied by the Bank are consistent with those disclosed in the unconsolidated financial statements for the year ended December 31, 2024.

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

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	----- Rupees in '000 -----	
6. CASH AND BALANCES WITH TREASURY BANKS		
In hand		
Local currency	9,756,890	10,992,806
Foreign currencies	1,170,092	1,384,081
	<u>10,926,982</u>	<u>12,376,887</u>
With State Bank of Pakistan in		
Local currency current account	19,696,542	22,942,481
Foreign currency current account	2,255,928	2,395,530
Foreign currency deposit accounts	5,404,626	4,965,343
	<u>27,357,096</u>	<u>30,303,354</u>
With National Bank of Pakistan in local currency current accounts	5,464,940	367,397
Prize Bonds	8,058	11,537
Less: Credit loss allowance held against cash and balances with treasury banks (stage 1)	(1,779)	(1,043)
Cash and balances with treasury banks - net of credit loss allowance	<u>43,755,297</u>	<u>43,058,132</u>
7. BALANCES WITH OTHER BANKS		
In Pakistan		
In current accounts	5,711	5,690
In deposit accounts	73	73
	<u>5,784</u>	<u>5,763</u>
Outside Pakistan		
In current accounts	2,208,636	3,614,967
	<u>2,214,420</u>	<u>3,620,730</u>
Less: Credit loss allowance held against balances with other banks (stage 1)	(1,394)	(3,437)
Balances with other banks - net of credit loss allowance	<u>2,213,026</u>	<u>3,617,293</u>
8. LENDINGS TO FINANCIAL INSTITUTIONS		
Reverse repo agreements	280,000	2,000,000
Less: Credit loss allowance held against lendings to financial institutions (stage 1)	(38)	(270)
Lending to financial institutions - net of credit loss allowance	<u>279,962</u>	<u>1,999,730</u>

8.1 Lendings to Financial Institutions - Particulars of credit loss allowance

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
Category of classification		Lending	Credit loss allowance held
		Lending	Credit loss allowance held
----- Rupees in '000 -----			
Domestic			
Performing	Stage 1	280,000	(38)
Under-performing	Stage 2	-	-
Non-performing	Stage 3		
Substandard		-	-
Doubtful		-	-
Loss		-	-
Total		<u>280,000</u>	<u>(38)</u>

9. INVESTMENTS

INVESTMENTS		June 30, 2025 (Un-audited)				December 31, 2024 (Audited)			
		Cost / Amortised cost	Credit loss allowance / provision for diminution	Surplus / (deficit)	Carrying value	Cost / Amortised cost	Credit loss allowance / provision for diminution	Surplus / (deficit)	Carrying value
9.1	Investments by type	Note ----- Rupees in '000 -----							
Debt instruments									
Classified / Measured at amortised cost									
Federal Government Securities	9.1.1	44,333,472	-	-	44,333,472	121,391,803	-	-	121,391,803
Classified / Measured at FVOCI									
Federal Government Securities		270,068,673	(27,190)	2,208,929	272,250,412	131,780,766	(25,316)	1,362,316	133,117,766
Non Government Debt Securities		1,625,572	(559,471)	(28,428)	1,037,673	1,708,944	(559,488)	(28,810)	1,120,646
Foreign Securities		23,639,994	(184)	47,865	23,687,675	15,420,105	(178,244)	86,101	15,327,962
		295,334,239	(586,845)	2,228,366	296,975,760	148,909,815	(763,048)	1,419,607	149,566,374
Classified / Measured at FVPL									
Federal Government Securities		1,295,701	-	1,476	1,297,177	5,005,240	-	7,442	5,012,682
Foreign securities		355,292	-	6,347	361,639	915,419	-	(28,491)	886,928
		1,650,993	-	7,823	1,658,816	5,920,659	-	(21,049)	5,899,610
Instruments mandatorily classified / measured at FVPL									
Mutual Funds		550,000	-	-	550,000	-	-	-	-
Unlisted preference shares		278,259	-	417,393	695,652	695,647	-	(417,388)	278,259
		828,259	-	417,393	1,245,652	695,647	-	(417,388)	278,259
Equity instruments									
Classified / Measured at FVOCI (Non-reclassifiable)									
Shares		1,982,297	-	376,931	2,359,228	2,708,014	-	1,525,267	4,233,281
Classified / Measured at FVPL									
Shares		128,408	-	179,362	307,770	-	-	-	-
Subsidiaries									
		20,887,275	-	-	20,887,275	20,887,275	-	-	20,887,275
Associates									
		242,067	(62,067)	-	180,000	242,067	(62,067)	-	180,000
Total Investments									
		365,387,010	(648,912)	3,209,875	367,947,973	300,755,280	(825,115)	2,506,437	302,436,602

9.1.1 The market value of securities measured at amortised cost as at June 30, 2025 amounted to Rs. 43,854.53 million (December 31, 2024: Rs. 121,590.686 million).

	(Un-audited) June 30, 2025		(Audited) December 31, 2024	
	Cost	Market value	Cost	Market value
9.2 Investments given as collateral	----- Rupees in '000 -----			
Federal Government Securities				
Market Treasury Bills	-	-	375,757	384,678
Pakistan Investment Bonds	2,919,686	2,939,700	-	-
	2,919,686	2,939,700	375,757	384,678

		(Un-audited) June 30, 2025		(Audited) December 31, 2024	
		June 30, 2025	December 31, 2024	December 31, 2024	December 31, 2024
9.3 Particulars of provision / credit loss allowance against investments	Note	----- Rupees in '000 -----			
Opening balance - provision for diminution other than associates			763,048	753,496	
Opening balance - provision for diminution on associates			62,067	43,145	
			825,115	796,641	
Impact of adoption of IFRS 9			-	(133,384)	
Balance as at January 01 after adopting IFRS 9			825,115	663,257	
Exchange rate adjustments			1,794	(3,700)	
Charge for the period / year other than associates			1,425	388,204	
Provision for diminution on associates for the period / year			-	18,922	
Reversals for the period / year			(179,422)	(241,568)	
	33		(177,997)	165,558	
Closing balance			648,912	825,115	

9.3.1 Particulars of credit loss allowance against debt securities

		(Un-audited) June 30, 2025		(Audited) December 31, 2024	
		Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
----- Rupees in '000 -----					
Category of classification					
Domestic					
Performing	Stage 1	591,718	89	675,090	105
Under-performing	Stage 2	-	-	-	-
Non-performing	Stage 3	-	-	-	-
Substandard		-	-	-	-
Doubtful		-	-	862,675	388,204
Loss		1,033,854	559,382	171,179	171,179
		1,625,572	559,471	1,708,944	559,488
Overseas					
Performing	Stage 1	23,639,994	184	14,947,477	155
Under-performing	Stage 2	304,983	27,190	773,314	203,405
Non-performing	Stage 3	-	-	-	-
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
		23,944,977	27,374	15,720,791	203,560
Total		25,570,549	586,845	17,429,735	763,048

9.4 Summary of financial position and performance of subsidiaries

June 30, 2025 (Un-audited)							
	Holding (%)	Country of incorporation	Assets	Liabilities	Revenue	Profit / (loss)	Total comprehensive income / (loss)
	Rupees in '000						
Subsidiaries							
JS Global Capital Limited	92.90%	Pakistan	9,960,354	6,761,639	749,961	253,011	253,471
JS Investments Limited	84.73%	Pakistan	3,169,836	874,646	530,816	183,604	183,604
BankIslami Pakistan Limited	75.12%	Pakistan	748,238,140	699,775,045	18,523,191	4,409,007	1,539,698
	December 31, 2024 (Audited)				June 30, 2024 (Un-audited)		
	Holding (%)	Country of incorporation	Assets	Liabilities	Revenue	Profit / (loss)	Total comprehensive income / (loss)
	Rupees in '000						
Subsidiaries							
JS Global Capital Limited	92.90%	Pakistan	9,283,402	6,338,158	519,691	162,836	168,540
JS Investments Limited	84.73%	Pakistan	3,581,217	1,469,631	219,775	178,482	178,482
BankIslami Pakistan Limited	75.12%	Pakistan	737,834,025	689,524,749	22,057,206	7,036,886	6,331,287

9.5 Summary of financial position and performance of associates as per latest available financial statements is as follows:

June 30, 2023 (Un-audited)							
Holding (%)	Country of incorporation	Assets	Liabilities	Revenue	Profit / (loss)	Total comprehensive income / (loss)	
Rupees in '000							
Associates							
Omar Jibran Engineering Industries Limited	9.60%	Pakistan	5,372,772	2,430,640	2,345,882	(145,624)	231,702
Veda Transit Solutions Private Limited	3.92%	Pakistan	3,771,523	3,318,137	3,185,247	(549,172)	(552,470)

10. ADVANCES

ADVANCES		Performing		Non-Performing		Total	
		June 30, 2025 (Un-audited)	December 31, 2024 (Audited)	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	Note	----- Rupees in '000 -----					
Loans, cash credits, running finances, etc.		193,578,741	216,440,019	24,131,374	20,991,920	217,710,115	237,431,939
Bills discounted and purchased		12,043,080	9,946,392	397,192	336,069	12,440,272	10,282,461
Advances - gross		205,621,821	226,386,411	24,528,566	21,327,989	230,150,387	247,714,400
Credit loss allowance against advances							
- Stage 1		(416,120)	(245,926)	-	-	(416,120)	(245,926)
- Stage 2		(494,432)	(436,156)	-	-	(494,432)	(436,156)
- Stage 3	10.5.2	-	-	(18,051,698)	(15,083,720)	(18,051,698)	(15,083,720)
	10.5	(910,552)	(682,082)	(18,051,698)	(15,083,720)	(18,962,250)	(15,765,802)
Fair value adjustment	10.2 and 10.3	(6,108,369)	(6,417,298)	-	-	(6,108,369)	(6,417,298)
Advances - net of credit loss allowance		198,602,900	219,287,031	6,476,868	6,244,269	205,079,768	225,531,300
						(Un-audited) June 30, 2025	(Audited) December 31, 2024
		----- Rupees in '000 -----					
Particulars of advances (gross)							
In local currency						222,636,625	235,917,966
In foreign currencies						7,513,762	11,796,434
						230,150,387	247,714,400

Category of classification in stage 3	(Un-audited) June 30, 2025		(Audited) December 31, 2024	
	Non-Performing Loans	Credit loss allowance	Non-Performing Loans	Credit loss allowance
Rupees in '000				
Domestic				
Other Assets Especially Mentioned (OAEM) *	417,688	15,082	368,424	24,072
Substandard	1,365,994	388,309	2,294,802	856,265
Doubtful	2,009,668	847,214	4,250,239	1,922,798
Loss	20,735,216	16,801,093	14,414,524	12,280,585
Total	24,528,566	18,051,698	21,327,989	15,083,720
Overseas	-	-	-	-

* The Other Assets Especially Mentioned category pertains to agriculture, housing and small enterprises financing.

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10.5 Particulars of credit loss allowance against advances

		June 30, 2025 (un-audited)			
	Note	Stage 3	Stage 2	Stage 1	Total
----- Rupees in '000 -----					
Opening balance		15,083,720	436,156	245,925	15,765,801
Exchange rate adjustments		-	3,999	69	4,068
Charge for the period		3,556,994	256,782	256,522	4,070,298
Reversals for the period		(458,660)	(202,505)	(86,396)	(747,561)
	33	3,098,334	54,277	170,126	3,322,737
Amounts written off		(50,987)	-	-	(50,987)
Amounts charged off - agricultural financing		(79,369)	-	-	(79,369)
Closing balance	0.0	18,051,698	494,432	416,120	18,962,250

December 31, 2024 (Audited)							
		Stage 3	Stage 2	Stage 1	Specific	General	Provision under IFRS 9 (Overseas)
----- Rupees in '000 -----							
Note							Total
Opening balance		-	-	-	9,660,542	377,450	21,894
Impact of adoption of IFRS 9		10,732,593	209,424	584,548	(9,660,542)	(377,450)	(21,894)
Balance as at January 01 after adopting IFRS 9		10,732,593	209,424	584,548	-	-	-
							11,526,565
Exchange rate adjustments		-	23	(223)	-	-	-
							(200)
Charge for the year		6,755,034	1,694,120	202,816	-	-	-
Reversals for the year	10.5.3	(2,367,989)	(1,467,411)	(538,845)	-	-	-
		4,387,045	226,709	(336,029)	-	-	-
							8,651,970
Transfer in / (out)		147,781	-	(2,371)	-	-	-
							(4,374,245)
Amounts written off		(90,400)	-	-	-	-	-
Amounts charged off - agricultural financing		(93,299)	-	-	-	-	-
							(93,299)
Closing balance		15,083,720	436,156	245,925	-	-	-
							15,765,801

10.5.1 The State Bank of Pakistan through various circulars has allowed benefit of the forced sale value (FSV) of Plant and Machinery under charge, pledged stock and mortgaged residential, commercial and industrial properties (land and building only) held as collateral against non-performing loans (NPLs) for a maximum of five years from the date of classification. As at June 30, 2025, the Bank has availed cumulative FSV benefit under the directives of the SBP of Rs. 3,663.864 million (December 31, 2024: Rs. 2,489.350 million).

The additional profit arising from availing the FSV benefit - net of tax amounts to Rs. 1,758.655 million (December 31, 2024: Rs. 1,145.101 million). The additional impact on profitability arising from availing the benefit of FSV shall not be available for payment of cash or stock dividend to shareholders or bonus to employees under the requirements of Prudential Regulations of Corporate / Commercial Banking of SBP.

10.5.2 This includes an overdue exposure amounting to Rs. 2,590.565 million extended to a borrower, which was fully secured against pledged shares. Post default, the Bank exercised its rightful pledge call. However, transfer of ownership of the said shares in the Bank's name is currently pending due to certain legal constraints. Accordingly, the exposure has been classified as loss, and the Bank has recognised a credit loss allowance amounting to Rs. 1,942.924 million against it, as at June 30, 2025. The SBP has granted the Bank permission up to September 30, 2025 for recognising the remaining amount of credit loss allowance, in case the settlement does not take effect. Had this relaxation not been availed, the credit loss allowance against Stage 3 advances would have been higher by Rs. 647.641 million, resulting in a corresponding decrease in profit after taxation by Rs. 304.391 million.

10.5.3 This includes reversal of Stage 3 credit loss allowance of Rs. NIL (December 31, 2024: 406.907 million) against reduction in non-performing loans of NIL (December 31, 2024: Rs. 2,189.151 million) of certain borrowers under 'Debt Property Swap' transactions.

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10.6 Advances - Particulars of credit loss allowance

	(Un-audited) June 30, 2025		
	Stage 1	Stage 2	Stage 3
	Rupees in '000		
10.6.1 Opening balance	245,925	436,156	15,083,720
New Advances	179,902	19,319	7,486
Advances derecognised or repaid	(38,412)	(28,088)	(143,006)
Transfer to stage 1	19,837	(19,837)	-
Transfer to stage 2	(7,794)	79,830	(72,036)
Transfer to stage 3	(1,102)	(26,182)	27,284
	152,431	25,042	(180,272)
Amounts written off / charged off	-	-	(130,356)
Changes in risk parameters (PDs/LGDs/EADs)	17,695	29,235	3,278,606
Exchange reate adjustments	69	3,999	-
Closing balance	416,120	494,432	18,051,698

	December 31, 2024 (Audited)					
	Stage 1	Stage 2	Stage 3	General Provision	Specific Provision	Total
	Rupees in '000					
Opening balance	-	-	-	399,344	9,660,542	10,059,886
Impact of adoption of IFRS 9	584,548	209,424	10,732,593	(399,344)	(9,660,542)	1,466,679
Balance as at January 01 after adopting IFRS 9	584,548	209,424	10,732,593	-	-	11,526,565
New Advances	120,322	40,135	1,019,298	-	-	1,179,755
Advances derecognised or repaid	(445,048)	(59,215)	(762,381)	-	-	(1,266,644)
Transfer to stage 1	19,219	(19,219)	-	-	-	-
Transfer to stage 2	(29,448)	1,360,837	(1,331,389)	-	-	-
Transfer to stage 3	(5,205)	(36,408)	41,613	-	-	-
	(340,160)	1,286,130	(1,032,859)	-	-	(86,889)
Amounts written off / charged off	-	-	(183,699)	-	-	(183,699)
Transfer in / (out)	(2,371)	-	147,781	-	-	145,410
Changes in risk parameters (PDs/LGDs/EADs)	4,131	(1,059,421)	5,419,904	-	-	4,364,614
Exchange rate adjustments	(223)	23	-	-	-	(200)
Closing balance	245,925	436,156	15,083,720	-	-	15,765,801

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

10.6.2 Advances - Category of classification

Domestic					
Performing	Stage 1	178,947,534	413,097	192,559,747	241,099
Under-performing	Stage 2	22,962,296	259,841	29,586,302	248,545
Non-performing	Stage 3				
OAEM		417,688	15,082	368,424	24,072
Substandard		1,365,994	388,309	2,294,802	856,265
Doubtful		2,009,668	847,214	4,250,239	1,922,798
Loss		20,735,216	16,801,093	14,414,524	12,280,585
		226,438,396	18,724,636	243,474,038	15,573,364
Overseas					
Performing	Stage 1	2,859,058	3,023	3,496,592	4,827
Under-performing	Stage 2	852,933	234,591	743,770	187,611
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
		3,711,991	237,614	4,240,362	192,438
Total		230,150,387	18,962,250	247,714,400	15,765,802

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		(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Note	----- Rupees in '000 -----	
11. PROPERTY AND EQUIPMENT			
Capital work-in-progress	11.1	491,408	596,439
Property and equipment		11,898,763	11,490,454
		<u>12,390,171</u>	<u>12,086,893</u>
11.1 Capital work-in-progress			
Civil works		251,580	367,513
Equipment		200,956	227,774
Advance to suppliers		38,872	1,152
		<u>491,408</u>	<u>596,439</u>
		(Un-audited) Half year ended	
		June 30, 2025	June 30, 2024
11.2 Additions to property and equipment	Note	----- Rupees in '000 -----	
The following additions have been made to property and equipment during the period:			
Capital work-in-progress		607,334	390,034
Property and equipment			
Leasehold improvements		535,898	270,373
Furniture and fixture		66,329	79,664
Electrical, office and computer equipment		555,062	249,196
Vehicles		1,024	75,711
		<u>1,158,313</u>	<u>674,944</u>
Total	11.2.1	<u>1,765,647</u>	<u>1,064,978</u>
11.2.1 This includes transfer from capital work in progress during the period amounting to Rs. 691.148 million (June 30, 2024: Rs. 391.693 million).			
		(Un-audited) Half year ended	
		June 30, 2025	June 30, 2024
11.3 Disposal of property and equipment		----- Rupees in '000 -----	
The net book value of property and equipment disposed off during the period is as follows:			
Leasehold improvements		2,681	5,373
Furniture and fixture		1,038	1,342
Electrical, office and computer equipment		9,254	8,965
Vehicles		810	22,580
Total		<u>13,783</u>	<u>38,260</u>
		(Un-audited) June 30, 2025	(Audited) December 31, 2024
12. RIGHT-OF-USE ASSETS		----- Rupees in '000 -----	
Buildings		Buildings	
At January 1			
Cost		8,542,327	6,819,329
Accumulated Depreciation		(5,932,234)	(4,679,751)
Net Carrying amount at January 1		<u>2,610,093</u>	<u>2,139,578</u>
Additions / renewals during the period / year		872,693	1,820,891
Terminations / Deletions during the period / year		(35,343)	(32,520)
Depreciation charge for the period / year		(755,077)	(1,343,769)
Exchange rate adjustments		(33)	(216)
Other adjustments		760	26,129
Closing net carrying amount		<u>2,693,093</u>	<u>2,610,093</u>

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		(Un-audited) June 30, 2025	(Audited) December 31, 2024
		----- Rupees in '000 -----	
13.	INTANGIBLE ASSETS		
	Capital work-in-progress - computer software	1,510,838	2,153,190
	Computer software	4,219,185	3,189,462
	Goodwill	1,463,624	1,463,624
		<u>7,193,647</u>	<u>6,806,276</u>
13.1	Additions to intangible assets		
	The following additions have been made to intangible assets during the period:		
		(Un-audited) Half year ended	
		June 30, 2025	June 30, 2024
		----- Rupees in '000 -----	
	Directly purchased		
	Capital work-in-progress	1,137,101	1,047,304
	Developed internally		
	Computer software	1,256,112	321,301
	Total	<u>2,393,213</u>	<u>1,368,605</u>
13.2	There were no disposals of intangible assets during the periods ended June 30, 2025 and June 30, 2024.		
13.2.1	This includes transfer from capital work in progress during the period of Rs. 1,256.112 million (June 30, 2024: Rs. 319.635 million.)		
		(Un-audited) June 30, 2025	(Audited) December 31, 2024
		----- Rupees in '000 -----	
14.	OTHER ASSETS		
	Mark-up / return / interest accrued in local currency	12,243,741	14,390,871
	Mark-up / return / interest accrued in foreign currencies	129,677	94,087
	Advances, deposits, advance rent and other prepayments	5,139,397	4,964,160
	Acceptances	4,448,249	3,581,183
	Advance taxation (payments less provision)	2,296,774	1,506,206
	Stationery and stamps in hand	14,435	18,370
	Receivable in respect of home remittance	16,402	20,357
	Due from State Bank of Pakistan	2,251,864	1,200,456
	Fair value adjustment on advances	2,890,604	3,049,801
	Non-banking assets acquired in satisfaction of claims	4,944,587	5,047,988
	Mark to market gain on forward foreign exchange contracts	426,812	141,651
	Mark to market gain on forward government securities transaction	-	26,426
	Advance against investments in securities	792,000	792,000
	Branchless banking fund settlement	513,712	370,945
	Inter bank fund transfer settlement	-	1,025,298
	Credit card settlement	-	296,903
	Clearing and settlement accounts	-	526,245
	Insurance claims receivable	36,833	31,111
	Others	409,606	350,872
		<u>36,554,693</u>	<u>37,434,930</u>
	Less: Credit loss allowance held against other assets	(149,011)	(23,914)
	Other Assets (Net of credit loss allowance)	<u>36,405,682</u>	<u>37,411,016</u>
	Surplus on revaluation of non-banking assets acquired in satisfaction of claims	538,634	549,933
	Other assets - total	<u>36,944,316</u>	<u>37,960,949</u>

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	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	----- Rupees in '000 -----	
14.1 Credit loss allowance held against other assets		
Mark-up / return / interest accrued	10,320	12,673
Advances, deposits, advance rent and other prepayments	126,371	10,184
Advance against investments in securities	8,803	-
Insurance claim receivable	5	-
Others	3,512	1,057
	<u>149,011</u>	<u>23,914</u>
14.1.1 Movement in credit loss allowance held against other assets		
Opening balance	23,914	11,241
Impact of adoption of IFRS 9	-	17,103
Balance as at January 01 after adopting IFRS 9	<u>23,914</u>	<u>28,344</u>
Exchange rate adjustments	1	(1)
Charge for the period / year	133,681	11,130
Reversals for the period / year	(8,585)	(15,559)
	<u>125,096</u>	<u>(4,429)</u>
Amount written off	-	-
Closing balance	<u>149,011</u>	<u>23,914</u>
15. BILLS PAYABLE		
In Pakistan	7,851,021	7,765,203
Outside Pakistan	326,932	360,638
	<u>8,177,953</u>	<u>8,125,841</u>
16. BORROWINGS		
Secured		
Borrowings from State Bank of Pakistan under:		
Export refinancing scheme	11,182,387	13,713,392
Long-term finance facility	1,252,784	1,489,495
Financing facility for storage of agricultural produce	305,586	133,137
Financing facility for renewable energy projects	934,153	1,118,670
Refinance for women entrepreneurs	145,610	136,486
Refinance facility for modernization of Small and Medium Enterprises (SMEs)	245,177	286,107
Refinance facility for combating COVID-19	35,803	74,660
Temporary economic refinance facility (TERF)	3,575,579	4,007,327
Small enterprise financing and credit guarantee scheme for special persons	393	770
Refinance facility for working capital of SMEs	220,000	75,000
Refinance facility for SME Asaan Finance (SAAF) scheme	4,924,022	5,266,032
	<u>22,821,494</u>	<u>26,301,076</u>
Fair value adjustment on TERF borrowings	(852,407)	(995,713)
Borrowings from financial institutions:		
Refinancing facility for mortgage loans	3,400,749	1,929,971
Repurchase agreement borrowings	2,940,300	384,547
Total secured	<u>28,310,136</u>	<u>27,619,881</u>
Unsecured		
Call borrowings	-	700,000
Overdrawn nostro accounts	170,635	378,624
Total unsecured	<u>170,635</u>	<u>1,078,624</u>
	<u>28,480,771</u>	<u>28,698,505</u>
16.1 Particulars of borrowings		
In local currency	28,310,136	28,319,881
In foreign currencies	170,635	378,624
	<u>28,480,771</u>	<u>28,698,505</u>

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17. 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	194,745,401	9,777,722	204,523,123	158,211,393	11,029,355	169,240,748
Savings deposits	165,256,528	8,342,875	173,599,403	153,269,696	7,715,268	160,984,964
Term deposits	91,477,261	35,236,883	126,714,144	104,815,500	47,482,231	152,297,731
Margin deposits	23,297,411	1,431,505	24,728,916	24,136,000	6,269	24,142,269
	474,776,601	54,788,985	529,565,586	440,432,589	66,233,123	506,665,712
Financial Institutions						
Current deposits	3,599,625	1,233,392	4,833,017	4,796,717	228,865	5,025,582
Savings deposits	16,830,870	258,322	17,089,192	11,845,498	6,375	11,851,873
Term deposits	1,564,429	12,685,168	14,249,597	1,591,209	-	1,591,209
	21,994,924	14,176,882	36,171,806	18,233,424	235,240	18,468,664
	496,771,525	68,965,867	565,737,392	458,666,013	66,468,363	525,134,376

	Note	(Un-audited) June 30, 2025	(Audited) December 31, 2024
		----- Rupees in '000 -----	
Outstanding amount at the start of the period / year		2,788,429	2,234,115
Additions / renewals during the period / year		558,002	1,820,891
Lease payments including interest		(630,437)	(1,656,950)
Interest expense	18.2	195,286	396,228
Terminations		(41,729)	(36,842)
Exchange rate adjustments		-	(208)
Other adjustments		(13,547)	31,195
Outstanding amount at the end of the period / year		2,856,004	2,788,429

18.1 Outstanding liabilities

Not later than one year	379,227	134,561
Later than one year and upto five years	1,629,576	1,640,169
Over five years	847,201	1,013,699
Total at the period / year end	2,856,004	2,788,429

18.2 This carries average effective rate of 14.56% per annum (December 31, 2024: 15.73%)

	Note	(Un-audited) June 30, 2025	(Audited) December 31, 2024
		----- Rupees in '000 -----	
Term Finance Certificates - Fifth Issue	19.1	3,498,367	3,498,833
Term Finance Certificates - Fourth Issue	19.2	2,496,500	2,497,000
Term Finance Certificates - Third Issue	19.3	2,500,000	2,500,000
		8,494,867	8,495,833

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- 19.1** In 2023, the Bank issued Rs. 3.5 billion of rated, privately placed and listed, unsecured and subordinated term finance certificates (TFCs or the Issue) as an instrument of redeemable capital under Section 66 of the Companies Act, 2017 and as outlined by State Bank of Pakistan, SBP, under the BPRD Circular No. 06 dated August 15, 2013 and Basel III guidelines. Summary of terms and conditions of the Issue are:

Purpose	To contribute towards the Bank's Tier II Capital for complying with the capital adequacy requirement and to utilize the funds in the Bank's business operations as permitted by its Memorandum & Articles of Association.
Issue date	August 30, 2023.
Tenure	Up to ten years from the issue date.
Maturity date	August 30, 2033.
Rating	AA - (Double A Minus).
Security	The issue is unsecured.
Markup rate	Floating rate of return at Base Rate + 2 percent per annum. Base Rate is defined as the average three months KIBOR prevailing on the Base Rate setting date. The Base Rate will be set for the first time on the last working day prior to the issue date and subsequently on the immediately preceding business day before the start of each three monthly period.
Markup payment frequency	Quarterly.
Redemption	The instrument is structured to redeem 0.24% of the issue amount during the first nine years after the issue date and the remaining issue amount of 99.76% in four equal quarterly installments of 24.94% each in the last year.
Subordination	The issue is subordinated all other indebtedness of the Bank including depositors, however, senior to the claims of investors in instruments eligible for inclusion in Tier I Capital.
Call option	Exercisable in part or in full on or after five years from the issue date, subject to SBP's approval.
Lock-in-clause	Principal and markup will be payable subject to compliance with MCR or CAR or Leverage Ratio set by SBP.
Loss absorbency clause	Upon the occurrence of a Point of Non-Viability (PONV) event as defined under SBP BPRD Circular No. 06 dated August 15, 2013, SBP may at its option, fully and permanently convert the TFCs into common shares of the Bank and / or have them immediately written off (either partially or in full). Number of shares to be issued to TFC holders at the time of conversion will be equal to the 'Outstanding Face Value of the TFCs' divided by market value per share of the Bank's common share on the date of trigger of PONV as declared by SBP, subject to a cap of 924,772,179 shares.

- 19.2** In 2021, the Bank issued Rs. 2.5 billion of rated, privately placed and listed, unsecured and subordinated term finance certificates (TFCs or the Issue) as an instrument of redeemable capital under Section 66 of the Companies Act, 2017 and as outlined by State Bank of Pakistan (SBP) under the BPRD Circular No. 06 dated August 15, 2013 and Basel III guidelines. Summary of terms and conditions of the Issue are:

Purpose	To contribute towards the Bank's Tier II Capital for complying with the capital adequacy requirement and to utilize the funds in the Bank's business operations as permitted by its Memorandum & Articles of Association.
Issue date	December 28, 2021.
Tenure	Up to Seven years from the issue date.
Maturity date	December 28, 2028.
Rating	AA - (Double A Minus).
Markup rate	Floating rate of return at Base Rate + 2 percent per annum. Base Rate is defined as the average six months KIBOR prevailing on the Base Rate setting date. The Base Rate will be set for the first time on the last working day prior to the issue date and subsequently on the immediately preceding business day before the start of each six monthly period.
Markup payment frequency	Semi-annually.
Redemption	The instrument is structured to redeem 0.24% of the Issue amount during the first six years after the issue date and the remaining Issue amount of 99.76% in two equal semi-annual installments of 49.88% each in the last year.
Security	The issue is unsecured.
Subordination	The Issue is subordinated all other indebtedness of the Bank including depositors, however, senior to the claims of investors in instruments eligible for inclusion in Tier I Capital.
Call option	Exercisable in part or in full on or after the 10th redemption, subject to SBP's approval.
Lock-in-clause	Payment of markup will be made from current year's earning and subject to compliance with MCR and / or CAR or LR set by SBP.
Loss absorbency clause	Upon the occurrence of a Point of Non-Viability (PONV) event as defined under SBP BPRD Circular No. 06 dated August 15, 2013, SBP may at its option, fully and permanently convert the TFCs into common shares of the Bank and / or have them immediately written off (either partially or in full). Number of shares to be issued to TFC holders at the time of conversion will be equal to the 'Outstanding Face Value of the TFCs' divided by market value per share of the Bank's common share on the date of trigger of PONV as declared by SBP, subject to a cap of 400,647,739 shares.

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- 19.3** In 2018, the Bank issued Rs. 2.5 billion of rated, privately placed, unsecured, subordinated, perpetual and non-cumulative term finance certificates (TFCs or the Issue) as an instrument of redeemable capital under Section 66(1) of the Companies Act, 2017 and as outlined by the State Bank of Pakistan (SBP) under the BPRD Circular No. 06 dated August 15, 2013 and Basel III guidelines. Summary of terms and conditions of the Issue are:

Purpose	To contribute towards the Bank's Tier I Capital for complying with the capital adequacy requirement and to utilize the funds in the Bank's business operations as permitted by its Memorandum & Articles of Association.
Issue date	December 31, 2018.
Maturity date	Perpetual.
Rating	A+ (Single A plus).
Markup rate	Floating rate of return at Base Rate + 2.25 percent per annum. Base Rate is defined as the average six months KIBOR prevailing on the Base Rate setting date. The Base Rate will be set for the first time on the last working day prior to the issue date and subsequently on the immediately preceding business day before the start of each six monthly period.
Markup payment frequency	Semi-annually on a non-cumulative basis.
Redemption	Not applicable.
Security	The issue is unsecured.
Subordination	The issue is subordinated as to payment of principal and markup to all other claims except common shares.
Call option	Exercisable in part or in full at a par value on or after five years from the issue date, with prior approval of SBP. The Bank shall not exercise the call option unless the called instrument is replaced with capital of same or better quality.
Lock-in-clause	Payment of profit will be made from current year's earning and subject to compliance with MCR and / or CAR or LR set by SBP.
Loss absorbency clause:	
Pre-Specified Trigger (PST)	Upon the occurrence of a PST as defined under SBP BPRD Circular No. 06 dated August 15, 2013 which stipulates that if an Issuer's Common Equity Tier 1 (CET 1) ratio falls to or below 6.625% of Risk Weighted Assets (RWAs), the Issuer will have full discretion to determine the amount of TFCs to be permanently converted into common shares or written off, subject to SBP regulations / instructions, and the cap specified below. The Bank will be able to exercise this discretion subject to: - If and when Bank's CET 1 reaches the loss absorption trigger point, the aggregate amount of Additional Tier-1 capital to be converted must at least be the amount sufficient to immediately return the CET 1 ratio to above 6.625% of total RWAs (if possible); - The converted amount should not exceed the amount needed to bring the CET 1 ratio to 8.5% of RWAs (i.e. minimum CET 1 of 6.0% plus capital conservation buffer of 2.5%); and - In case, conversion of Additional Tier-1 capital Instrument is not possible following the trigger event, the amount of the Instrument must be written off in the accounts resulting in increase in CET 1 of the Issuer.
Point of Non-Viability (PONV)	Upon the occurrence of a PONV event as defined under SBP BPRD Circular No. 06 dated August 15, 2013, which stipulates that SBP may, at its option, fully and permanently convert the TFCs into common shares of the Bank and / or have them immediately written off (either partially or in full). Number of shares to be issued to TFC holders at the time of conversion will be equal to the 'Outstanding Value of the TFCs' divided by market value per share of the Bank's common / ordinary share on the date of the PONV trigger event as declared by SBP, subject to the cap specified below: The PONV trigger event is the earlier of: - A decision made by SBP that a conversion or temporary / permanent write-off is necessary without which the Issuer would become non-viable; - The decision to make a public sector injection of capital, or equivalent support, without which the Issuer would have become non-viable, as determined by SBP; - The maximum number of shares to be issued to TFC holders at the PST and / or PONV (or otherwise as directed by SBP) will be subject to a specified cap of 329,595,476 ordinary shares, or such other number as may be agreed to in consultation with SBP.

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		(Un-audited) June 30, 2025	(Audited) December 31, 2024
		----- Rupees in '000 -----	
20. DEFERRED TAX LIABILITIES			
Deductible Temporary Differences on:			
Credit loss allowance against investments		-	(30,612)
Credit loss allowance against advances		(3,018,424)	(3,296,568)
Credit loss allowance against other assets		(69,514)	-
Credit loss allowance - others		(54,335)	(50,316)
Fair value adjustment		(7,760)	(80,597)
Right-of-use assets		(3,642,716)	-
		(6,792,749)	(3,458,093)
Taxable Temporary Differences on:			
Surplus on revaluation of property and equipment	22	737,768	748,625
Surplus on revaluation of non-banking assets			
acquired in satisfaction of claims	22	43,193	39,318
Surplus on revaluation of FVOCI investments	22	1,354,755	1,531,335
Credit loss allowance against investments		61,946	-
Unrealized gain on FVPL investments		320,426	-
Lease liabilities		3,376,946	-
Accelerated tax depreciation		345,006	1,048,869
Goodwill		761,084	761,084
		7,001,124	4,129,231
		208,375	671,138
21. OTHER LIABILITIES			
Mark-up / return / interest payable in local currency		2,796,234	5,343,116
Mark-up / return / interest payable in foreign currencies		452,814	388,756
Unearned income on guarantees		550,318	487,456
Accrued expenses		858,966	1,809,477
Acceptances		4,448,249	3,581,183
Unclaimed dividends		4,214	4,214
Mark to market loss on forward foreign exchange contracts		240,227	713,482
Defined benefit obligation		88,101	270,154
Withholding taxes payable		1,624,354	1,856,153
Donation payable		69,768	120,291
Security deposits against leases, lockers and others		3,126,551	1,525,993
Workers' welfare fund		568,442	498,674
Payable in respect of home remittance		353,822	313,579
Retention money payable		110,497	92,431
Insurance payable		399,514	383,072
Payable to vendors against SBS goods		93,741	159,103
Debit card settlement		584,002	374,348
Credit card settlement		12,921	-
Clearing and settlement accounts		2,411,730	-
Credit loss allowance against off-balance sheet obligations	21.1	200,353	190,889
Others		48,029	374,141
		19,042,847	18,486,512
21.1 Credit loss allowance against off-balance sheet obligations			
Opening balance		190,889	-
Impact of adoption of IFRS 9		-	16,578
Balance as at January 01 after adopting IFRS 9		190,889	16,578
Transfer in		-	2,371
Exchange rate adjustments		196	(28)
Charge for the period / year		56,227	186,699
Reversals for the period / year		(46,959)	(14,731)
		9,268	171,968
Closing balance		200,353	190,889

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		(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Note	----- Rupees in '000 -----	
22. SURPLUS ON REVALUATION OF ASSETS			
Surplus on revaluation of:			
- Securities measured at FVOCI - debt	9.1	2,228,366	1,419,607
- Securities measured at FVOCI - equity	9.1	376,931	1,525,267
- Property and equipment		2,181,452	2,202,331
- Non-banking assets acquired in satisfaction of claims	14	538,634	549,933
		5,325,383	5,697,138
Deferred tax on surplus on revaluation of:			
- Securities measured at FVOCI - debt		(1,158,751)	(738,196)
- Securities measured at FVOCI - equity		(196,004)	(793,139)
- Property and equipment		(737,768)	(748,625)
- Non-banking assets acquired in satisfaction of claims		(43,193)	(39,318)
		(2,135,716)	(2,319,278)
		3,189,667	3,377,860
23. CONTINGENCIES AND COMMITMENTS			
Guarantees	23.1	104,861,509	96,146,041
Commitments	23.2	125,972,370	119,260,187
Other contingencies	23.3	516,756	506,904
		231,350,635	215,913,132
23.1 Guarantees			
Financial guarantees		15,767,373	10,328,381
Performance guarantees		48,001,410	45,337,554
Other guarantees		41,092,726	40,480,106
		104,861,509	96,146,041
23.2 Commitments			
Documentary credits and short-term trade-related transactions			
- Letters of credit		34,956,683	39,432,208
Commitments in respect of:			
- Forward foreign exchange contracts	23.2.1	90,835,873	64,279,790
- Forward government securities transactions	23.2.2	-	14,991,654
- Forward lending	23.2.3	51,495	51,495
Commitments for acquisition of:			
- Property and equipment	23.2.4	128,319	453,678
- Intangible assets	23.2.4	-	51,362
		125,972,370	119,260,187
23.2.1 Commitments in respect of forward foreign exchange contracts			
Purchase		60,192,434	46,997,123
Sale		30,643,439	17,282,667
		90,835,873	64,279,790
23.2.2 Commitments in respect of forward government securities transaction			
Purchase		-	14,991,654
Sale		-	-
		-	14,991,654
23.2.3 Commitments in respect of forward lending			
Undrawn formal standby facilities, credit lines and other commitments to lend		51,495	51,495

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23.2.3.1 These represent commitments that are irrevocable because they cannot be withdrawn at the discretion of the bank without the risk of incurring significant penalty or expense. Further, the bank makes commitments to extend credit in the normal course of business but these being revocable commitments do not attract any significant penalty or expense if the facilities are unilaterally withdrawn.

23.2.4 This represents commitments related to purchase of leasehold improvements, furniture and fixtures, hardware and network equipment, electrical equipment and computer software.

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
23.3 Other contingent liabilities	Note	----- Rupees in '000 -----	
Claims against the Bank not acknowledged as debts	23.3.1	<u>516,756</u>	<u>506,904</u>

23.3.1 These mainly represent counter claims filed by borrowers for damages, claims by former employees of the Bank and other claims relating to banking transactions.

Based on legal advice and / or internal assessments, management is confident that the matters will be decided in the Bank's favour.

23.3.2 Tax related contingencies are disclosed in note 34.1.

24. DERIVATIVE INSTRUMENTS

Derivative instruments, such as Futures, Cross Currency Swaps and Options, are forward transactions that provide market making opportunities / hedge against the adverse movement of interest and exchange rates. Derivatives business also provides risk solutions for the existing and potential customers of the Bank.

The Bank also enters into Foreign Currency and Commodity Options from its Wholesale Banking Branch Bahrain for market making activities.

The Bank held no derivative instruments as at June 30, 2025 (December 31, 2024: Nil).

	(Un-audited) Half year ended June 30, 2025	(Restated) June 30, 2024
25. MARK-UP / RETURN / INTEREST EARNED	----- Rupees in '000 -----	
Loans and advances	12,517,940	18,958,483
Investments	26,142,575	33,141,997
Lendings to financial institutions	103,074	78,424
Balances with other banks	149,221	657,301
Securities purchased under repurchase agreements	386,332	190,995
	<u>39,299,142</u>	<u>53,027,200</u>

25.1 Interest income recognised on:

Financial assets measured at amortised cost	7,625,686	926,720
Financial assets measured at FVOCI	11,821,830	30,581,807
Financial assets measured at FVPL	7,530,495	2,560,190
Financial assets measured at cost	12,321,131	18,958,483
	<u>39,299,142</u>	<u>53,027,200</u>

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		(Un-audited) Half year ended	
		(Restated)	
		June 30, 2025	June 30, 2024
		----- Rupees in '000 -----	
26. MARK-UP / RETURN / INTEREST EXPENSED	Note		
Deposits		18,003,450	32,001,488
Borrowings		5,785,818	4,774,926
Subordinated debt		597,935	998,282
Cost of foreign currency swaps against foreign currency deposits / borrowings		889,976	1,850,862
Finance charges on leased assets		195,286	176,613
		25,472,465	39,802,171
		(Un-audited) Half year ended	
		June 30, 2025	June 30, 2024
		----- Rupees in '000 -----	
27. FEE AND COMMISSION INCOME			
Branch banking customer fees		99,207	67,309
Finance related fees		316,937	239,787
Card related fees (debit and credit cards)		683,722	516,647
Investment banking fees		34,458	3,850
Commission on trade		642,846	567,416
Commission on guarantees		396,414	338,902
Commission on cash management		21,334	16,841
Commission on remittances including home remittances		70,306	136,507
Commission on bancassurance		47,579	44,991
Commission on distribution of mutual funds		5,795	5,654
Commission on online services		63,749	77,874
Rebate income		214,096	272,430
		2,596,443	2,288,208
28. GAIN ON SECURITIES - NET			
Realised	28.1	1,560,865	523,154
Unrealised - measured at FVTPL		604,578	140,110
		2,165,443	663,264
28.1 Realised gain / (loss) on:			
Federal government securities		1,646,715	649,991
Mutual fund units		1,501	-
Foreign securities		(87,351)	(126,837)
	28.2	1,560,865	523,154
28.2 Net gain / (loss) on financial assets			
Measured at FVPL:			
Designated upon initial recognition		221,522	-
Mandatorily measured at FVPL		1,501	94,791
		223,023	94,791
Measured at FVOCI		1,337,842	428,363
		1,560,865	523,154
29. OTHER INCOME			
Rent income		7,035	17,176
Gain on sale of property and equipment - net		4,287	6,335
Gain on sale of non banking assets - net		20,896	-
Gain on termination of leases - net		6,386	3,318
Scrap sales		153	852
Charges recovered on account of internal audit services to subsidiary		-	3,200
Liabilities no longer required written off		-	1,577
Charges recovered on account of consultancy services to subsidiary		425,000	-
Others		1,886	-
		465,643	32,458

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		(Un-audited) Half year ended	
		June 30, 2025	(Restated) June 30, 2024
		----- Rupees in '000 -----	
30. OPERATING EXPENSES	Note		
Total compensation expense	30.1	5,171,975	4,737,549
Property expense			
Rent and taxes		29,151	35,545
Insurance		3,595	2,979
Utilities cost		410,035	411,248
Security (including guards)		249,003	240,958
Repair and maintenance (including janitorial charges)		210,274	269,333
Depreciation		253,546	169,104
Depreciation on right-of-use assets		755,077	637,623
Depreciation on non-banking assets		20,158	17,587
		1,930,839	1,784,377
Information technology expenses			
Software maintenance		1,219,588	821,538
Hardware maintenance		231,625	245,594
Depreciation		261,608	270,647
Amortisation		226,589	169,683
Network charges		149,292	133,178
		2,088,702	1,640,640
Other operating expenses			
Directors' fee and allowances		8,100	5,700
Legal and professional charges		235,915	130,256
Insurance		141,481	150,549
Outsourced services costs		563,414	243,756
Travelling and conveyance		189,674	148,617
NIFT clearing charges		42,399	30,932
Depreciation		221,134	200,378
Training and development		34,829	25,578
Postage and courier charges		52,221	61,605
Communication		317,116	250,137
Stationery and printing		208,697	227,481
Marketing, advertisement and publicity		972,390	1,181,990
Donations		69,768	108,667
Auditors' remuneration		11,468	9,394
Staff auto fuel and maintenance		300,278	333,637
Bank charges		40,653	44,749
Stamp duty		14,110	11,553
Online verification charges		48,035	54,452
Brokerage, fee and commission		38,560	33,988
Card related fees (debit and credit cards)		992,729	798,056
Consultancy fee		32,975	59,254
Deposit protection premium		127,637	102,595
Entertainment expenses		108,709	102,749
Repair and maintenance		35,321	37,874
Cash handling charges		197,883	174,235
Fee and subscription		100,301	57,564
Employees social security		4,918	5,392
Generator fuel and maintenance		92,545	111,847
Others		37,492	31,032
		5,240,752	4,734,017
		14,432,268	12,896,583

30.1 This includes impact of fair value adjustment on concessional rate staff loans amounting to Rs. 193.559 million (June 30, 2024: Rs. 140.652 million).

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31. WORKERS' WELFARE FUND

The Bank has made provision for Workers' Welfare Fund (WWF) based on profit for the respective years.

32. OTHER CHARGES

Penalties imposed by State Bank of Pakistan

(Un-audited) Half year ended	
June 30, 2025	June 30, 2024
----- Rupees in '000 -----	
107,356	15,742

33. CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET

Credit loss allowance against cash and balances with treasury banks
Credit loss allowance against balances with other banks
Credit loss allowance against lending to financial institutions
Credit loss allowance for diminution in value of investments
Credit loss allowance against loans and advances
Credit loss allowance against other assets
Credit loss allowance against off balance sheet obligations
Bad debts written off directly
Recovery of written off / charged off bad debts
Capital work-in-progress written off
Modification loss - net
Operational loss

(Un-audited) Half year ended		(Restated)
June 30, 2025	June 30, 2024	
----- Rupees in '000 -----		
736	-	
(2,043)	(2,428)	
(232)	672	
(177,997)	(79,854)	
3,322,737	899,451	
125,096	1,338	
9,268	15,222	
-	125	
(12,163)	(4,949)	
-	-	
(2,391)	33,971	
5,837	21,883	
3,268,848	885,431	

34. TAXATION

Current
Prior years
Deferred

1,237,646	2,628,591
980,310	-
(286,183)	48,588
1,931,773	2,677,179

34.1 There are no material changes in tax contingencies as disclosed in annual unconsolidated financial statements for the year ended December 31, 2024.

35. EARNINGS PER SHARE - BASIC AND DILUTED

Profit after taxation for the period

Weighted average number of ordinary shares

(Un-audited)			
Quarter Ended		Half Year Ended	
June 30, 2025	(Restated) June 30, 2024	June 30, 2025	(Restated) June 30, 2024
----- Rupees in '000 -----			
268,050	1,052,491	1,556,617	2,769,912

----- Number of shares -----			
2,050,662,536	2,050,662,536	2,050,662,536	2,050,662,536

Earnings per share - basic and diluted

(Un-audited)			
Quarter Ended		Half Year Ended	
June 30, 2025	(Restated) June 30, 2024	June 30, 2025	(Restated) June 30, 2024
----- Rupees -----			
0.13	0.51	0.76	1.35

36. CASH AND CASH EQUIVALENTS

Cash and balances with treasury banks
Balances with other banks
Overdrawn nostro accounts

(Un-audited) June 30, 2025		(Audited) December 31, 2024	(Un-audited) June 30, 2024
----- Rupees in '000 -----			
43,757,076	43,059,175		47,790,268
2,214,420	3,620,730		4,197,771
(170,635)	(378,624)		(1,177,578)
45,800,861	46,301,281		50,810,461

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37 FAIR VALUE MEASUREMENTS

Fair value measurement defines fair value as the price that would be received from the sale of an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

37.1 Fair value of financial instruments

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

- Level 1:** Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2:** Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3:** Fair value measurements using input for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

June 30, 2025 (Un-audited)				
	Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----				
On balance sheet financial instruments				
Financial assets - measured at fair value				
Investments				
Federal Government Securities	-	273,547,589	-	273,547,589
Shares - listed companies	2,622,105	-	-	2,622,105
Shares - unlisted companies	-	18,692	721,853	740,545
Non Government Debt Securities	-	563,202	-	563,202
Mutual funds	-	550,000	-	550,000
Foreign Securities	-	24,049,314	-	24,049,314
Financial assets - disclosed but not measured at fair value				
Investments				
Federal Government Securities	-	43,854,531	-	43,854,531
Off-balance sheet financial instruments - measured at fair value				
Forward purchase of foreign exchange	-	60,587,292	-	60,587,292
Forward sale of foreign exchange	-	30,851,712	-	30,851,712
Fair value of non-financial assets				
Land and Buildings	-	6,916,006	-	6,916,006
Non-banking assets acquired in satisfaction of claims	-	5,483,221	-	5,483,221

December 31, 2024 (Audited)				
	Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----				
On balance sheet financial instruments				
Financial assets - measured at fair value				
Investments				
Federal Government Securities	-	138,130,448	-	138,130,448
Shares	4,216,316	-	-	4,216,316
Non Government Debt Securities	-	1,398,905	-	1,398,905
Foreign Securities	-	16,214,890	-	16,214,890
Financial assets - disclosed but not measured at fair value				
Investments				
Federal Government Securities	-	121,590,686	-	121,590,686
Off-balance sheet financial instruments - measured at fair value				
Forward purchase of foreign exchange	-	46,351,027	-	46,351,027
Forward sale of foreign exchange	-	17,208,402	-	17,208,402
Forward agreements for lending	-	15,018,080	-	15,018,080
Fair value of non-financial assets				
Land and Buildings	-	7,019,248	-	7,019,248
Non-banking assets acquired in satisfaction of claims	-	5,597,921	-	5,597,921

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37.2 Valuation techniques

Item	Valuation approach and input used
Units of mutual funds	Fair values of investments in units of mutual funds are determined based on redemption prices disclosed at the Mutual Funds Association of Pakistan (MUFAP) as at the close of the business days.
Market Treasury Bills (MTB), Pakistan Investment Bonds (PIB) and GoP Sukuks	Fair values of Pakistan Investment Bonds and Market Treasury Bills are derived using PKRV, PKFRV and PKISRV rates.
Debt Securities (TFCs) and Sukuks other than Government	Investments in debt securities (comprising of Term Finance Certificates, Bonds and any other security issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital) are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the SECP.
Overseas Government Sukuks, Overseas and Euro Bonds	The fair value of Overseas Government Sukuks, and Overseas Bonds are valued on the basis of price available on Bloomberg.
Ordinary shares - listed	The fair value of investments in listed equity securities are valued on the basis of closing quoted market price available at the Pakistan Stock Exchange.
Ordinary shares - unlisted	The fair value of investments in certain unlisted equity securities are valued on net asset value as derived from latest available financial statements.
Preference shares - unlisted	The fair value of investment in certain unlisted preference shares are valued at offer quoted price.
Forward foreign exchange contracts	The valuation has been determined by interpolating the foreign exchange revaluation rates announced by the State Bank of Pakistan.
Property and Equipment - Land and buildings	Land and buildings and Non-banking assets under satisfaction of claims are carried at revalued amounts determined by professional valuers based on their assessment of the market values as disclosed in note 10 and 13 of the unconsolidated financial statements for the year ended December 31, 2024. The valuations are conducted by the valuation experts appointed by the Bank which are also on the panel of State Bank of Pakistan.
Non-banking assets acquired in satisfaction of claims	The valuation experts used a market based approach to arrive at the fair value of the Bank's properties. The market approach used prices and other relevant information generated by market transactions involving identical or comparable or similar properties. These values are adjusted to reflect the current condition of the properties.

The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements of investments:

Description	Fair value as at June 30, 2025	Unobservable inputs	Sensitivity of inputs
-----Rupees in '000-----			
Ordinary shares - unlisted	26,201	Net asset value	Increase / (decrease) in NAV by 10% with all other variables held constant, would increase / (decrease) the fair value by Rs. 2.62 million.
Preference shares - unlisted	695,652	Offered quote	Not applicable.

The following table shows reconciliation of investment fair value movement:

	June 30, 2025
	Rupees in' 000
Opening balance	11,000
Remeasurement recognised in OCI	15,201
Closing balance	26,201

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

38. SEGMENT INFORMATION

38.1 Segment Details with respect to Business Activities:

For the half year ended June 30, 2025 (Un-audited)						
Retail Banking	Corporate / Commercial Banking	Treasury	Investment, International and Institutional Banking	Zindigi	Others	Total
Rupees in '000						
Profit and loss						
Net mark-up / return / profit	465,619	20,383,058	806,737	(82,461)	(584,694)	13,826,677
Inter segment revenue - net	2,579,096	(16,717,745)	86,623	284,981	(1,808,780)	-
Non mark-up / return / interest income	1,076,830	2,523,321	396,919	533,233	1,797,031	7,539,953
Total Income	4,121,545	6,188,634	1,290,279	735,753	(596,443)	21,366,630
Segment direct expenses	416,965	130,177	878,495	2,334,582	3,970,014	14,609,392
Inter segment expense allocation	574,707	131,838	235,095	368,236	(3,083,354)	-
Total expenses	991,672	262,015	1,113,590	2,702,818	886,660	14,609,392
Credit loss allowance and write offs - net	1,028,736	(9,850)	(126,684)	24,759	2,087,594	3,268,868
Profit / (loss) before tax	2,101,137	5,936,469	303,373	(1,991,824)	(3,570,697)	3,488,390
As at June 30, 2025 (Un-audited)						
Retail Banking	Corporate / Commercial Banking	Treasury	Investment, International and Institutional Banking	Zindigi	Others	Total
Rupees in '000						
Balance sheet						
Cash and bank balances	321,107	28,688,364	1,201,019	3,511,545	-	45,968,323
Investments	-	317,572,927	25,576,847	-	24,798,199	367,947,973
Net inter segment lending	44,238,714	-	6,172,448	3,925,745	-	360,951,384
Lendings to financial institutions	-	279,962	-	-	-	279,962
Advances - performing	108,498,089	-	9,109,954	9,117	3,969,485	198,602,900
Advances - non-performing	2,435,824	-	113	2,391	731,642	6,476,868
Others	-	-	791,983	-	58,429,244	59,221,227
Total Assets	155,493,734	346,541,253	42,852,364	7,448,798	87,928,570	1,039,448,637
Borrowings	13,997,771	3,110,936	-	-	-	28,480,771
Subordinated debt	-	-	-	-	8,494,867	8,494,867
Deposits and other accounts	141,166,126	-	40,178,704	7,448,798	-	565,737,392
Net inter segment borrowing	-	343,430,317	-	-	17,521,067	360,951,384
Others	329,837	-	2,673,660	-	16,413,592	30,285,179
Total Liabilities	155,493,734	346,541,253	42,852,364	7,448,798	42,429,526	993,949,593
Equity	-	-	-	-	45,499,044	45,499,044
Total Equity and Liabilities	155,493,734	346,541,253	42,852,364	7,448,798	87,928,570	1,039,448,637
Contingencies and Commitments	79,312,927	90,887,368	15,760,936	-	645,075	231,350,635
For the half year ended June 30, 2024 (Un-audited)						
Retail Banking	Corporate / Commercial Banking	Treasury	Investment, International and Institutional Banking	Zindigi	Others	Total
Rupees in '000						
Profit and loss						
Net mark-up / return / interest / (expense) - Restated	(1,418,433)	28,145,118	363,745	(33,660)	(686,798)	13,225,029
Inter segment revenue - net	4,671,774	(27,009,554)	871,268	244,303	(2,409,942)	-
Non mark-up / return / income - Restated	956,579	2,476,723	471,136	217,935	987,148	6,128,485
Total income / (loss) - Restated	4,209,920	3,612,287	1,706,149	428,578	(2,109,592)	19,353,514
Segment direct expenses	376,896	93,310	813,046	1,807,268	3,862,748	13,020,992
Inter segment expense allocation	436,091	107,324	125,946	257,245	(2,769,158)	-
Total expenses - Restated	812,987	200,634	938,992	2,064,513	1,093,590	13,020,992
Credit loss allowance and write offs - net - Restated	417,181	(79,854)	574	(6,280)	48,135	885,431
Profit / (loss) before tax - Restated	2,979,752	3,491,507	766,583	(1,629,655)	(3,251,317)	5,447,091
As at December 31, 2024 (Audited)						
Retail Banking	Corporate / Commercial Banking	Treasury	Investment, International & Institutional Banking	Zindigi	Others	Total
Rupees in '000						
Balance sheet						
Cash and bank balances	421,951	32,972,488	1,199,620	36,839	-	46,675,425
Investments	-	260,209,051	17,803,843	-	24,423,708	302,436,602
Net inter segment lending	64,452,654	-	-	6,666,406	-	340,254,718
Lendings to financial institutions	-	1,999,730	-	-	-	1,999,730
Advances - performing	100,980,505	-	48,229,715	12,584	3,550,124	219,287,031
Advances - non-performing	3,218,190	-	630	25,914	55,777	6,244,269
Others	-	-	464,920	-	58,999,291	59,464,211
Total Assets	169,073,300	295,181,269	67,698,728	6,741,743	87,028,900	976,361,986
Borrowings	17,074,664	1,463,170	-	-	-	28,698,505
Subordinated debt	-	-	-	-	8,495,833	8,495,833
Deposits and other accounts	151,596,312	-	35,454,361	6,741,743	-	525,134,376
Net inter segment borrowing	-	293,718,099	30,133,918	-	16,402,701	340,254,718
Others	402,324	-	2,110,449	-	18,423,732	30,071,920
Total Liabilities	169,073,300	295,181,269	67,698,728	6,741,743	43,322,266	932,655,352
Equity	-	-	-	-	43,706,634	43,706,634
Total Equity and Liabilities	169,073,300	295,181,269	67,698,728	6,741,743	87,028,900	976,361,986
Contingencies and Commitments	104,827,389	78,520,444	9,970,239	-	1,063,437	215,913,132

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39. RELATED PARTY TRANSACTIONS

The Bank has related party transactions with its parent, directors, key management personnel, subsidiaries, associates and other related parties.

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

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

	As at June 30, 2025 (Un-audited)					
	Parent	Directors	Key management personnel	Subsidiaries	Associates	Other related parties
	Rupees in '000					
Lendings to financial institutions						
Opening balance	-	-	-	2,000,000	-	-
Addition during the period	-	-	-	50,000,000	-	-
Repaid during the period	-	-	-	(52,000,000)	-	-
Transfer in / (out) - net	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-
Investments						
Opening balance	-	-	-	20,887,275	269,800	2,573,385
Investments made during the period	-	-	-	-	-	1,350,000
Investment redeemed / disposed off during the period	-	-	-	-	-	(800,000)
Surplus / (Deficit) on Investments	-	-	-	-	-	(334,114)
Transfer in / (out) - net	-	-	-	-	-	-
Closing balance	-	-	-	20,887,275	269,800	2,789,271
Credit loss allowance for diminution in value of investments	-	-	-	-	89,800	-
Advances						
Opening balance	-	-	635,459	664,841	185,733	2,557,962
Addition during the period	-	107	237,482	17,260	-	4,514,825
Repaid during the period	-	(99)	(179,624)	(343,731)	(6,160)	(5,353,043)
Transfer in / (out) - net	-	-	16,356	-	-	-
Closing balance	-	8	709,673	338,370	179,573	1,719,744
Credit loss allowance held against advances	-	14	440	199	179,573	4,304
Other assets						
Interest mark-up accrued	-	-	1,041	14,455	-	22,476
Receivable against bancassurance	-	-	-	-	-	16,119
Consultancy charges receivable	-	-	-	425,000	-	-
Advance against investment in securities	-	-	-	-	-	792,000
Mark to market gain on forward foreign exchange contracts	-	-	-	5,076	-	-
Credit loss allowance against other assets	-	-	-	9	-	8,858
Deposits and other accounts						
Opening balance	112,836	9,446	56,248	2,482,318	20,592	5,268,164
Received during the period / year	3,323,295	24,507	879,749	104,609,442	173,751	121,568,952
Withdrawn during the period / year	(3,388,376)	(13,088)	(793,559)	(106,046,571)	(169,815)	(116,334,470)
Transfer in / (out) - net	-	-	(7,513)	-	-	6
Closing balance	47,755	20,865	134,925	1,045,189	24,528	10,502,652
Subordinated debt						
Opening balance	-	-	-	-	-	109,976
Purchased / Issued during the period	-	-	-	-	-	-
Redeemed during the period	-	-	-	-	-	(12)
Transfer in / (out) - net	-	-	-	-	-	-
Closing balance	-	-	-	-	-	109,964
Other liabilities						
Interest / return / mark-up payable on deposits	-	-	483	-	-	1,332
Interest / return / mark-up payable on subordinated loans	-	-	-	-	-	1,030
Payable to defined benefit plan	-	-	-	-	-	88,101
Contingencies and commitments						
Letter of Guarantee	-	-	-	-	-	23,840
Letter of Credit	-	-	-	-	-	195,159
Commitment in respect of forward foreign exchange contracts	-	-	-	1,435,750	-	-

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	As at December 31, 2024 (Audited)					
	Parent	Directors	Key management personnel	Subsidiaries	Associates	Other related parties
	Rupees in '000					
Lendings to financial institutions						
Opening balance	-	-	-	-	-	-
Addition during the year	-	-	-	141,000,000	-	-
Repaid during the year	-	-	-	(139,000,000)	-	-
Transfer in / (out) - net	-	-	-	-	-	-
Closing balance	-	-	-	2,000,000	-	-
Investments						
Opening balance	-	-	-	20,887,275	269,800	2,637,210
Investments made during the period / year	-	-	-	-	-	1,986,306
Investment redeemed / disposed off during the period / year	-	-	-	-	-	(1,600,000)
Surplus / (Deficit) on Investments	-	-	-	-	-	(450,131)
Transfer in / (out) - net	-	-	-	-	-	-
Closing balance	-	-	-	20,887,275	269,800	2,573,385
Credit loss allowance for diminution in value of investments	-	-	-	-	89,800	-
Advances						
Opening balance	-	247	482,029	-	185,733	1,922,929
Addition during the period / year	-	2,204	448,993	664,841	-	10,981,246
Repaid during the period / year	-	(1,885)	(178,653)	-	-	(10,142,668)
Transfer in / (out) - net	-	(566)	(116,910)	-	-	(203,545)
Closing balance	-	-	635,459	664,841	185,733	2,557,962
Credit Loss Allowance held against advances	-	15.00	462	143	185,732	3,468
Other assets						
Interest mark-up accrued	-	-	670	1,024	-	23,168
Receivable against bancassurance	-	-	-	-	-	9,430
Advance against investment in securities	-	-	-	-	-	792,000
Mark to market gain on forward foreign exchange contracts	-	-	-	3,417	-	-
Credit loss allowance against other assets	-	-	-	-	-	26
Deposits and other accounts						
Opening balance	80,689	369	41,934	1,004,208	16,895	5,868,930
Received during the period / year	11,025,819	20,298	871,091	314,043,171	445,341	213,787,099
Withdrawn during the period / year	(10,993,672)	(11,221)	(844,243)	(312,565,061)	(441,644)	(214,469,948)
Transfer in / (out) - net	-	-	(12,534)	-	-	82,083
Closing balance	112,836	9,446	56,248	2,482,318	20,592	5,268,164
Subordinated debts						
Opening balance	-	-	-	-	-	20,000
Purchased / Issued during the period / year	-	-	-	-	-	90,000
Redeemed during the period / year	-	-	-	-	-	(24)
Transfer in / (out) - net	-	-	-	-	-	-
Closing balance	-	-	-	-	-	109,976
Other liabilities						
Interest / return / mark-up payable on deposits	-	-	-	-	-	1,795
Interest / return / mark-up payable on subordinated loans	-	-	-	-	-	1,173
Payable to defined benefit plan	-	-	-	-	-	270,154
Mark to market loss on forward foreign exchange contracts	-	-	-	54	-	-
Contingencies and commitments						
Letter of Guarantee	-	-	-	-	-	15,369
Letter of Credit	-	-	-	-	-	79,352
Commitment in respect of forward foreign exchange contracts	-	-	-	3,217,123	-	-

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

	For the half year ended June 30, 2025 (Un-audited)					
	Parent	Directors	Key management personnel	Subsidiaries	Associates	Other related parties
	Rupees in '000					
Income						
Mark-up / return / interest earned	-	-	18,772	52,043	-	136,077
Fee and commission income	-	57	1,054	5,805	-	50,086
Dividend income	-	-	-	1,041,015	-	52,465
Gain on sale of securities - Net	-	-	-	1,830	-	19,038
Services rendered to subsidiaries	-	-	-	425,000	-	-
Other Income	40	-	7	73	-	-
Expense						
Mark-up / return / interest expensed	3,077	271	2,412	82,923	995	221,049
Operating expenses						
Compensation	-	-	534,958	-	-	-
Charge for defined contribution plans	-	-	-	-	-	219,578
Charge for defined benefit plans	-	-	-	-	-	88,101
Rent	-	-	-	-	-	5,743
Directors' fee and allowances	-	8,100	-	-	-	-
Insurance	-	-	-	-	-	76,445
Training and development	-	-	12,709	-	-	-
Marketing, advertisement and publicity	-	-	-	-	-	2,228
Consultancy fee	-	-	-	-	-	23,739
Other expenses	1,180	827	-	1,629	-	2,893
Credit loss allowance on:						
Investments	-	-	-	-	-	-
Advances	-	(1)	(22)	56	(6,159)	836
Other Assets	-	-	-	9	-	8,832
Payments made during the period						
Insurance premium paid	-	-	-	-	-	290,728
Insurance claims settled	-	-	-	-	-	62,253
Donation paid	-	-	-	-	-	120,291
Other Transactions						
Sale of Government Securities	-	-	-	1,158,928	-	81,508,669
Purchase of Government Securities	-	-	-	453,505	-	5,927,038

For the half year ended June 30, 2024 (Un-audited)						
	Parent	Directors	Key management personnel	Subsidiaries	Associates	Other related parties
	----- Rupees in '000 -----					
Income						
Mark-up / return / interest earned	-	-	9,340	45,301	22,730	510,084
Fee and commission income	-	113	566	5,657	-	48,984
Dividend income	-	-	-	832,812	-	52,465
Gain on sale of securities - Net	-	-	18	-	-	33,288
Services rendered to subsidiaries	-	-	-	3,200	-	-
Expense						
Mark-up / return / interest expensed	12,065	-	568	83,674	1,800	295,372
Operating expenses						
Compensation	-	-	440,825	-	-	-
Charge for defined contribution plans	-	-	-	-	-	181,055
Charge for defined benefit plans	-	-	-	-	-	75,075
Directors' fee and allowances	-	5,700	-	-	-	-
Insurance	-	-	-	-	-	44,782
Advisory fee	-	-	-	-	-	110
Consultancy fee	-	-	-	-	-	46,735
Other expenses	1,874	-	-	-	-	-
Credit loss allowance on:						
Investments	-	-	-	-	6,925	-
Advances	-	15	307	143	185,732	2,815
Other Assets	-	-	-	-	-	(11)
Payments made during the year						
Insurance premium paid	-	-	-	-	-	89,309
Insurance claims settled	-	-	-	-	-	1,889
Donation Paid	-	-	-	-	-	169,813
Other transactions						
Sale of Government Securities	-	-	9,977	-	-	75,063,817
Purchase of Government Securities	-	-	3,148	-	-	47,809,452

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
----- Rupees in '000 -----		
40. CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS		
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	20,506,625	20,506,625
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	20,037,095	19,500,976
Eligible Additional Tier 1 (ADT 1) Capital	2,500,000	2,500,000
Total Eligible Tier 1 Capital	22,537,095	22,000,976
Eligible Tier 2 Capital	6,952,069	6,767,800
Total Eligible Capital (Tier 1 + Tier 2)	29,489,164	28,768,776
Risk Weighted Assets (RWAs):		
Credit Risk	158,233,177	157,270,277
Market Risk	7,596,720	2,333,654
Operational Risk	57,645,370	57,613,121
Total	223,475,267	217,217,052
Common Equity Tier 1 Capital Adequacy ratio	8.97%	8.98%
Tier 1 Capital Adequacy Ratio	10.08%	10.13%
Total Capital Adequacy Ratio	13.20%	13.24%
Leverage Ratio (LR):		
Eligible Tier-1 Capital	22,537,095	22,000,976
Total Exposures	732,836,312	728,556,636
Leverage Ratio	3.08%	3.02%
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	278,465,717	220,358,493
Total Net Cash Outflow	99,729,596	85,890,721
Liquidity Coverage Ratio	279.22%	256.56%
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	509,234,506	483,536,202
Total Required Stable Funding	265,720,418	269,567,322
Net Stable Funding Ratio	191.64%	179.37%

- 40.1** In order to mitigate the impact of expected credit loss (ECL) provisioning on capital, SBP has allowed transitional arrangement to absorb the impact on regulatory capital. Accordingly, transitional arrangement is applied. If Transition wasn't applied Capital Position would have been as below:

	Transition Arrangement	Full ECL Impact
CET1 to TRWAs	8.97%	8.74%
T1 Capital to TRWAs	10.08%	9.86%
Total eligible capital to TRWAs	13.20%	12.88%
Leverage	3.08%	3.01%

41. GENERAL

41.1 The effect of reclassification in comparative information presented in these unconsolidated condensed interim financial statements is as follows:

HEAD	Rupees in 000	FROM	TO
Recoveries against charge off loans	4,949	Other income	Credit loss allowance and write offs - net
Credit loss allowance held	12,673	Advances	Other Assets

42. DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorised for issue by the Board of Directors of the Bank in their meeting held on August 22, 2025.

President and
Chief Executive Officer

Chief Financial Officer

Director

Director

Director



Consolidated Condensed Interim Financial Statements
for the Half Year Ended June 30, 2025

JS BANK LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2025

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Note	----- Rupees in '000 -----	
ASSETS			
Cash and balances with treasury banks	6	89,981,480	84,152,368
Balances with other banks	7	4,192,316	5,075,835
Lendings to financial institutions	8	9,831,353	4,257,928
Investments	9	740,844,399	629,466,174
Advances	10	447,968,691	521,259,747
Property and equipment	11	35,707,149	28,175,404
Right-of-use assets	12	7,103,766	7,078,577
Intangible assets	13	12,502,374	12,259,952
Deferred tax assets	14	1,442,983	-
Other assets	15	67,031,825	67,317,143
Total Assets		1,416,606,336	1,359,043,128
LIABILITIES			
Bills payable	16	14,220,256	21,899,370
Borrowings	17	61,452,789	114,360,666
Deposits and other accounts	18	1,195,040,546	1,081,826,269
Lease liabilities	19	8,540,435	7,845,190
Subordinated debt	20	11,491,627	11,492,708
Deferred tax liabilities	14	-	2,452,165
Other liabilities	21	46,713,663	42,370,206
Total Liabilities		1,337,459,316	1,282,246,574
NET ASSETS		79,147,020	76,796,554
REPRESENTED BY			
Share capital		20,506,625	20,506,625
Reserves		10,630,075	9,618,250
Surplus on revaluation of assets	22	5,750,362	8,134,496
Unappropriated profit		29,652,553	26,121,333
		66,539,615	64,380,704
Non-controlling interest		12,607,405	12,415,850
		79,147,020	76,796,554

CONTINGENCIES AND COMMITMENTS

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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

Director

JS BANK LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2025

		Quarter Ended		Half Year Ended	
		(Restated)	(Restated)		
		June 30,	June 30,	June 30,	June 30,
		2025	2024	2025	2024
Note		----- Rupees in '000 -----			
Mark-up / return / interest / profit earned	25	37,211,970	55,997,280	78,269,404	112,145,169
Mark-up / return / interest / profit expensed	26	21,482,380	37,817,471	45,822,364	76,763,998
Net mark-up / interest income		15,729,590	18,179,809	32,447,040	35,381,171
NON MARK-UP / INTEREST INCOME					
Fee, commission and brokerage income	27	3,058,238	2,033,873	5,664,415	4,117,728
Dividend income		142,266	131,407	339,963	289,077
Foreign exchange income		491,357	1,938,800	1,390,674	3,602,087
Income from shariah compliant alternative of forward foreign exchange contracts		287,595	(445,883)	287,595	(445,883)
(Loss) / Income from derivatives		(29,680)	(300,634)	(30,702)	(1,364)
Gain on securities - net	28	2,480,467	560,704	4,629,549	1,214,530
Net gain / (loss) on derecognition of financial assets measured at amortised cost		-	-	-	-
Share of profit / (loss) from associates		21,465	(9,818)	111,995	(26,823)
Other income	29	26,142	73,780	111,974	130,978
Total non mark-up / interest income		6,477,850	3,982,229	12,505,463	8,880,330
Total Income		22,207,440	22,162,038	44,952,503	44,261,501
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	30	15,516,854	12,308,655	30,183,072	23,824,352
Workers' welfare fund	31	91,150	193,926	264,892	398,714
Other charges	32	180,441	15,703	294,142	16,156
Total non-mark-up / interest expenses		15,788,445	12,518,284	30,742,106	24,239,222
Profit before credit loss allowance		6,418,995	9,643,754	14,210,397	20,022,279
Credit loss allowance and write offs - net	33	1,973,776	247,566	2,276,469	1,265,879
Extra ordinary / unusual items		-	-	-	-
PROFIT BEFORE TAXATION		4,445,219	9,396,188	11,933,928	18,756,400
Taxation	34	2,222,656	3,906,325	6,610,420	9,052,924
PROFIT AFTER TAXATION		2,222,563	5,489,863	5,323,508	9,703,476
Attributable to:					
Equity holders of the Bank		1,649,570	4,515,738	4,073,466	7,921,614
Non-controlling interest		572,993	974,125	1,250,042	1,781,862
		2,222,563	5,489,863	5,323,508	9,703,476
----- Rupees -----					
Earnings per share - basic and diluted	35	0.81	2.20	1.99	3.86

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

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JS BANK LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2025

	Quarter Ended		Half Year Ended	
		(Restated)		(Restated)
	June 30,	June 30,	June 30,	June 30,
	2025	2024	2025	2024
	----- Rupees in '000 -----			
Profit after taxation for the period	2,222,563	5,489,863	5,323,508	9,703,476
Other comprehensive income				
Items that may be reclassified to profit and loss account in subsequent periods:				
Effect of translation of net investment in foreign branch	26,242	1,920	38,130	(20,926)
Movement in surplus / (deficit) on revaluation of debt investments through FVOCI - net of tax	1,920,307	426,952	(2,665,355)	(1,097,599)
	1,946,549	428,872	(2,627,225)	(1,118,525)
Items that will not be reclassified to profit and loss account in subsequent periods:				
Movement in surplus / (deficit) on revaluation of equity investments - net of tax	52,478	41,728	(953)	(92,291)
Total comprehensive income	4,221,590	5,960,463	2,695,330	8,492,660
Attributable to:				
Equity holders of the Bank	3,336,353	4,969,097	2,158,913	6,879,838
Non-controlling interest	885,237	991,366	536,417	1,612,822
	4,221,590	5,960,463	2,695,330	8,492,660

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

President and
Chief Executive Officer

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Officer

Director

Director

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JS BANK LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2025

	Attributable to equity holders of the Bank								Non-controlling interest	Total	
	Share capital	Capital Reserves		Statutory reserve	Surplus / (deficit) on revaluation of			Unappropriated profit			Sub-total
		Share premium	Exchange translation reserve		Investments	Property and equipment	Non-banking assets				
Rupees in '000											
Balance as at December 31, 2023 (Audited)	20,506,625	2,689,217	677,028	3,923,792	2,895,613	1,486,280	498,179	17,731,217	50,407,951	9,360,919	59,768,870
Impact of adoption of IFRS 9 - net of tax	-	-	-	-	(418,084)	-	-	312,109	(105,975)	(70,557)	(176,532)
Balance as at January 01, 2024 after adoption of IFRS 9	20,506,625	2,689,217	677,028	3,923,792	2,477,529	1,486,280	498,179	18,043,326	50,301,976	9,290,362	59,592,338
Profit after taxation (June 30, 2024) - Restated	-	-	-	-	-	-	-	7,921,614	7,921,614	1,781,862	9,703,476
Other comprehensive income - net of tax											
Effect of translation of net investment in foreign branch	-	-	(20,926)	-	-	-	-	-	(20,926)	-	(20,926)
Movement in deficit on revaluation of investments in debt instruments - net of tax	-	-	-	-	(928,559)	-	-	-	(928,559)	(169,040)	(1,097,599)
Movement in surplus on revaluation of investments in equity instruments - net of tax	-	-	-	-	(92,291)	-	-	-	(92,291)	-	(92,291)
	-	-	(20,926)	-	(1,020,850)	-	-	-	(1,041,776)	(169,040)	(1,210,816)
Transfer to statutory reserve	-	-	-	1,613,878	-	-	-	(1,613,878)	-	-	-
Transfer from surplus on revaluation assets to unappropriated profit - net of tax	-	-	-	-	-	(89,537)	(522)	90,059	-	-	-
Transactions with owners recorded directly in equity											
Interim cash dividend to NCI by subsidiary company @ Rs. 1.00 per share	-	-	-	-	-	-	-	-	-	(275,891)	(275,891)
Opening Balance as at July 01, 2024 (Un-audited) - Restated	20,506,625	2,689,217	656,102	5,537,670	1,456,679	1,396,743	497,657	24,441,121	57,181,814	10,627,293	67,809,107
Profit after taxation	-	-	-	-	-	-	-	2,387,755	2,387,755	1,268,841	3,656,596
Other comprehensive income - net of tax											
Effect of translation of net investment in foreign branch	-	-	1,673	-	-	-	-	-	1,673	-	1,673
Movement in surplus on revaluation of investments in debt instruments - net of tax	-	-	-	-	3,989,129	-	-	-	3,989,129	869,852	4,858,981
Movement in surplus on revaluation of investments in equity instruments - net of tax	-	-	-	-	257,550	-	-	-	257,550	752	258,302
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	(84,063)	(84,063)	(10,623)	(94,686)
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	619,322	-	619,322	68,967	688,289	
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	27,524	27,524	4,605	32,129	
	-	-	1,673	-	4,246,679	619,322	27,524	(84,063)	4,811,135	933,553	5,744,688
Transfer to statutory reserve	-	-	-	733,588	-	-	-	(733,588)	-	-	-
Transfer from surplus on revaluation assets to unappropriated profit - net of tax	-	-	-	-	-	(104,082)	(1,297)	105,379	-	-	-
Gain on disposal of equity investments at FVOCI transferred to unappropriated profit	-	-	-	-	(4,729)	-	-	4,729	-	-	-
Transactions with owners, recorded directly in equity											
Interim cash dividend to NCI by subsidiary @ Rs. 1.50 per share	-	-	-	-	-	-	-	-	-	(413,837)	(413,837)
Opening Balance as at January 1, 2025	20,506,625	2,689,217	657,775	6,271,258	5,698,629	1,911,983	523,884	26,121,333	64,380,704	12,415,850	76,796,554
Profit after taxation for the current period	-	-	-	-	-	-	-	4,073,466	4,073,466	1,250,042	5,323,508
Other comprehensive income - net of tax											
Effect of translation of net investment in foreign branch	-	-	38,130	-	-	-	-	-	38,130	-	38,130
Movement in surplus on revaluation of investments in debt instruments - net of tax	-	-	-	-	(1,905,498)	-	-	-	(1,905,498)	(759,857)	(2,665,355)
Movement in surplus on revaluation of investments in equity instruments- net of tax	-	-	-	-	(47,187)	-	-	-	(47,187)	46,234	(953)
	-	-	38,130	-	(1,952,685)	-	-	-	(1,914,555)	(713,623)	(2,628,178)
Transfer to statutory reserve	-	-	-	973,695	-	-	-	(973,695)	-	-	-
Transfer from surplus on revaluation assets to unappropriated profit - net of tax	-	-	-	-	-	(52,990)	(15,247)	68,237	-	-	-
Gain on disposal of equity investments at FVOCI transferred to unappropriated profit	-	-	-	-	(363,212)	-	-	363,212	-	-	-
Transactions with owners recorded directly in equity											
Interim cash dividend to NCI by subsidiary @ Rs. 1.25 per share	-	-	-	-	-	-	-	-	-	(344,864)	(344,864)
Balance as at June 30, 2025 (Un-audited)	20,506,625	2,689,217	695,905	7,244,953	3,382,732	1,858,993	508,637	29,652,553	66,539,615	12,607,405	79,147,020

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

Director

JS BANK LIMITED
CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2025

			(Restated)
		June 30, 2025	June 30, 2024
		Rupees in '000	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		11,933,928	18,756,400
Less:			
Dividend income		(339,963)	(289,077)
Share of (profit) / loss from associates		(111,995)	26,823
		11,481,970	18,494,146
Adjustments:			
Net mark-up / interest income		(33,128,262)	(35,929,896)
30	Depreciation on property and equipment	1,759,022	1,483,928
30	Depreciation on non-banking assets	21,331	18,876
30	Depreciation on right-of-use assets	1,652,664	1,326,400
30	Amortisation	469,106	299,188
26	Finance charges on leased assets	681,222	548,725
	Charge for defined benefit plan	795,210	209,282
28	Unrealised gain on revaluation of investments measured at FVPL - net	(628,097)	(271,326)
33	Credit loss allowance / provisions and write offs - net	2,276,469	1,265,879
31	Provision for workers' welfare fund	264,892	398,714
29	Gain on sale of property and equipment - net	(25,713)	(22,166)
29	Gain on sale of non-banking assets	(20,896)	-
29	Gain on termination of leases - net	(15,345)	(3,318)
29	Gain on termination of Islamic financing	(36,653)	(57,121)
		(25,935,050)	(30,732,835)
		(14,453,080)	(12,238,689)
Decrease in operating assets			
Lendings to financial institutions		(5,571,608)	3,857,741
Securities measured at FVPL		2,657,523	(35,190,458)
Advances		82,446,061	43,414,976
Other assets (excluding advance taxation and markup receivable)		(16,043,108)	(9,370,061)
		63,488,868	2,712,198
Increase in operating liabilities			
Bills payable		(7,679,114)	557,040
Borrowings		(52,237,144)	(12,519,921)
Deposits and other accounts		113,214,277	98,790,869
Other liabilities (excluding current taxation and markup payable)		7,335,983	1,183,601
		60,634,002	88,011,589
		109,669,790	78,485,098
Mark-up / return / interest received		84,345,580	116,329,024
Mark-up / return / interest paid		(49,887,143)	(75,300,316)
Income tax paid		(9,405,074)	(8,852,131)
Net cash flows generated from operating activities		134,723,153	110,661,675
CASH FLOWS FROM INVESTING ACTIVITIES			
Net investments in securities measured at FVOCI		(195,961,490)	(44,928,022)
Net investments in securities measured at amortised cost		77,058,331	(42,528,644)
Net investments in associates		670,021	-
Dividend received		339,963	291,447
Investments in property and equipment		(9,308,027)	(3,152,960)
Investments in intangible assets		(713,317)	(1,531,127)
Proceeds from sale of property and equipment		44,762	60,498
Effect of translation of net investment in foreign branch		38,130	(20,926)
Net cash flows used in investing activities		(127,831,627)	(91,809,734)
CASH FLOWS FROM FINANCING ACTIVITIES			
Payments of leased obligations against right-of-use assets		(930,610)	(1,749,217)
Repayment of subordinated debt		(1,081)	(967)
Issuance of subordinated debt		-	149,694
Dividend paid to NCI		(344,864)	(275,891)
Net cash flows used in financing activities		(1,276,555)	(1,876,381)
Increase in cash and cash equivalents		5,614,971	16,975,560
Cash and cash equivalents at beginning of the period		88,466,578	86,828,758
Effect of exchange rate changes on cash and cash equivalents		(196,881)	106,373
		88,269,697	86,935,131
Cash and cash equivalents at end of the period		93,884,668	103,910,691

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

Director

JS BANK LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED JUNE 30, 2025

1. STATUS AND NATURE OF BUSINESS

1.1 The Group consists of:

Holding Company: JS Bank Limited

JS Bank Limited (the Bank / JSBL) is a banking company incorporated in Pakistan as a public limited company on March 15, 2006. The Bank is a subsidiary company of Jahangir Siddiqui & Co. Ltd. (JSCL) and its shares are listed on Pakistan Stock Exchange Limited (PSX). The Bank commenced its banking operations on December 30, 2006 and its registered office is situated at Shaheen Commercial Complex, Dr. Ziauddin Ahmed Road, Karachi.

The Bank is a scheduled bank, engaged in commercial banking and related services as described in the Banking Companies Ordinance, 1962 and is operating through 316 (December 31, 2024: 314) branches / sub-branches in Pakistan and one wholesale banking branch in Bahrain (December 31, 2024: 1). The Pakistan Credit Rating Agency Limited (PACRA) has maintained its long-term entity rating of the Bank at AA (Double A) and short-term rating at A1+ (A One Plus), which is the highest possible short-term rating. The ratings denote a very low expectation of credit risk and indicate very strong capacity for timely repayment of financial commitments.

1.2 Jahangir Siddiqui Investment Bank Limited, JSIBL, (formerly Citicorp Investment Bank Limited which was acquired by JSCL on February 01, 1999), and its holding company, JSCL, entered into a Framework Agreement with American Express Bank Limited, New York (AMEX) on November 10, 2005 for acquisition of its American Express Bank Limited - Pakistan Branches, (AEBL). Consequently, a new banking company, JSBL was incorporated on March 15, 2006 and a Banking License was issued by the State Bank of Pakistan (SBP) on May 23, 2006.

A Transfer Agreement was executed on June 24, 2006 between JSIBL and JSBL for the transfer of entire business and undertaking of JSIBL to JSBL and a separate Transfer Agreement was also executed on June 24, 2006, between AMEX and JSBL for the transfer of AEBL's commercial banking business in Pakistan with all assets and liabilities (other than certain excluded assets and liabilities) (AEBL business). The shareholders of JSIBL and JSBL, in their respective extraordinary general meetings held on July 31, 2006, approved a Scheme of Amalgamation (the Scheme) under Section 48 of the Banking Companies Ordinance, 1962. The Scheme was initially approved by the Securities and Exchange Commission of Pakistan (SECP) vide its letter No. SC/NBFC(J)-R/JSIBL/2006/517 dated September 28, 2006. Subsequently, the Scheme was sanctioned by the SBP vide its order dated December 02, 2006 and, in accordance therewith, the effective date of amalgamation was fixed at December 30, 2006.

The ultimate parent of the Group is Jahangir Siddiqui & Co. Ltd. which holds 71.21% (December 31, 2024: 71.21%) shares of the Bank.

1.3 Composition of the Group

	Effective Holding	
	June 30, 2025	December 31, 2024
Subsidiaries		
JS Global Capital Limited	92.90%	92.90%
JS Investments Limited	84.73%	84.73%
BankIslami Pakistan Limited	75.12%	75.12%
My Solutions Corporation Limited	75.12%	75.12%

1.4 Composition of the associated companies

Associates of the Bank

Omar Jibran Engineering Industries Limited	9.60%	9.60%
Veda Transit Solutions (Private) Limited	3.92%	3.92%
Intercity Touring Company (Private) Limited	9.12%	9.12%

1.4.1 In addition to the above, funds managed by JS Investments Limited (JSIL) are also treated as associates of the group by virtue of the controlling interest of the Holding Company in JSIL. The names and holding percentages are disclosed in note 9.4.1 respectively of these consolidated condensed interim financial statements.

1.4.2 At the time of the acquisition, there were investments in associates recorded in BIPL's books. However, since these investments were fully provided for as of the acquisition date, they are not included in this note.

JS BANK LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED JUNE 30, 2025

2. BASIS OF PRESENTATION

These consolidated condensed interim financial statements include financial statements of JS Bank Limited and its subsidiary companies, and share of the profit / reserves of associates. The disclosures made in these consolidated condensed interim financial statements have been limited based on the format prescribed by the SBP vide BPRD Circular Letter No. 02 dated February 09, 2023 and International Accounting Standard (IAS) 34, 'Interim Financial Reporting'.

These consolidated condensed interim financial statements do not include all the information and disclosures required for annual consolidated financial statements and should be read in conjunction with the consolidated financial statements for the year ended December 31, 2024.

These consolidated condensed interim financial statements have been presented in Pakistani Rupees (PKR), which is the currency of the primary economic environment in which the Group operates and functional currency of the Group. The amounts are rounded to nearest thousand except as stated otherwise.

The Group believes that there is no significant doubt on the Group's ability to continue as a going concern. Therefore, the consolidated condensed interim financial statements continue to be prepared on the going concern basis.

2.1 Statement of Compliance

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 reporting comprise of:

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting' and International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as are 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 Banking Companies Ordinance, 1962;
- Provisions of and directives issued under the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) and the Securities & Exchange Commission of Pakistan (SECP) from time to time.

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

The SBP has deferred the applicability of International Accounting Standard (IAS) 40, 'Investment Property' for banking companies vide BSD Circular Letter No. 10 dated August 26, 2002 till further instructions. Further, the SECP has deferred the applicability of International Financial Reporting Standard (IFRS) 7, 'Financial Instruments: Disclosures' on banks vide its notification S.R.O 411(I)/2008 dated April 28, 2008. Accordingly, the requirements of these standards have not been considered in the preparation of these consolidated condensed interim financial statements.

International Financial Reporting Standard (IFRS) 10, 'Consolidated Financial Statements', was made applicable from period beginning on or after January 01, 2015 vide S.R.O 633(I)/2014 dated July 10, 2014 by SECP. However, SECP has directed through S.R.O 56(I)/2016 dated January 28, 2016, that the requirement of consolidation under section 228 of the Companies Act, 2017 and IFRS 10, 'Consolidated Financial Statements' is not applicable in case of investment by companies in mutual funds established under trust structure. Accordingly, the requirements of these standards have not been considered in the preparation of these consolidated condensed interim financial statements.

2.2 Basis of Consolidation

The Group

- The consolidated condensed interim financial statements include the financial statements of the Bank and its subsidiary companies together - the Group.
- Subsidiaries are entities controlled by the Group. Control exists when the Group is exposed, or has rights, to variable returns from its investment with investee and has the ability to effect those return through its power over the investee, except investment in mutual funds established under trust structure where International Financial Reporting Standard (IFRS) 10, 'Consolidated Financial Statements' is not applicable.
- These consolidated condensed interim financial statements incorporate the financial statements of subsidiaries from the date that control commences until the date that control ceases.
- The financial statements of the subsidiary companies are prepared for the same reporting year as the holding company for the purpose of consolidation, using consistent accounting policies.
- The assets, liabilities, income and expenses of subsidiary companies have been consolidated on a line by line basis.
- Non-controlling interests are that part of the net results of operations and of net assets of subsidiaries attributable to interest which are not owned by the Bank.
- Material intra-group balances and transactions are eliminated.

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

There are certain interpretations and amendments that are mandatory for the Group's accounting periods beginning on or after January 01, 2025 but are considered not to be relevant or do not have any significant effect on the Group's operations and therefore not detailed in these consolidated condensed interim financial statements.

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

Following standards, amendments and interpretations with respect to accounting and reporting standards would be effective from the dates mentioned below against the respective standards, amendments or interpretations:

Standard, Interpretation or Amendment	Effective date (annual periods beginning on or after)
Amendments to Classification and Measurement of Financial Instruments - Amendments to IFRS 9 and IFRS 7	January 01, 2026
IFRS 18 – Presentation and disclosure in financial statements	January 01, 2027

The above amendments are not expected to have any material impact on these condensed unconsolidated interim financial statements of the Holding Company.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in the preparation of these consolidated condensed interim financial statements are consistent with those applied in the preparation of the consolidated financial statements for the year ended December 31, 2024. Impact of adoption of IFRS 9 for the comparative and current period are disclosed in note 3.1.

3.1 IFRS 9 'Financial Instruments' – Restatement of corresponding figures of the current period due to subsequent adjustments on adoption of IFRS 9

The Holding Company adopted IFRS 9 in accordance with the application instructions, effective January 1, 2024, using the modified retrospective approach for restatement as permitted under the standard. In the annual audited financial statements for the year ended December 31, 2024, the cumulative impact of the initial application amounted to Rs. 176.532 million, which was recorded as an adjustment to equity at the beginning of the comparative accounting period.

Further, pursuant to the extended implementation timelines provided by SBP under BPRD Circular Letter No. 16 dated July 29, 2024, and BPRD Circular Letter No. 01 dated January 22, 2025, the Holding Company was required to apply fair value measurement to subsidised staff financing, implement modification accounting for financial assets and liabilities, and recognize income using the effective yield rate (EIR) method, with effect from the last quarter of 2024. However, in line with the SBP via its letter no. BPRD/RPD/854478/25 dated February 3, 2025, the recognition of income on EIR has been further deferred till December 31, 2025.

Therefore, the comparative figures for the half year ended June 30, 2024, presented in the consolidated condensed interim statement of profit or loss and statement of changes in equity for the half year ended June 30, 2025, have been restated to reflect the above changes.

The effect of the restatement on the financial statements is summarised below:

Consolidated Condensed Interim Profit and Loss Account	June 30, 2024				Description
	Previously reported	Restatement	Reclassification (note 41.1)	As re-stated	
	Rupees in '000				
Mark-up / return / interest earned	111,532,531	612,638	-	112,145,169	Impact of subsidised financing, staff financing and modification
Mark-up / return / interest expensed	76,420,065	343,933	-	76,763,998	Impact of subsidised financing from SBP
Operating expenses	23,580,657	243,695	-	23,824,352	Impact of prepaid staff cost amortisation
Credit loss allowance and write offs - net	1,211,136	65,182	(10,439)	1,265,879	Impact of restatement
Profit before taxation	18,796,572	(40,172)	10,439	18,756,400	Impact of restatement
Taxation	9,080,293	(27,369)	-	9,052,924	Impact of restatement
Profit after taxation	9,716,279	(12,803)	10,439	9,703,476	Impact of restatement
Basic and diluted earnings per share	3.87	0.01		3.86	Impact of restatement
Consolidated Condensed Interim Statement					
Total comprehensive income	8,505,463	(12,803)	-	8,492,660	Impact of restatement
Consolidated Condensed Interim Statement of Changes in Equity					
Surplus on revaluation of investment	1,520,713	(64,034)	-	1,456,679	Impact of restatement
Unappropriated profit	23,533,486	907,635	-	24,441,121	Impact of restatement

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The basis for accounting estimates applied in the preparation of these consolidated condensed interim financial statements are the same as that applied in the preparation of the consolidated financial statements for the year ended December 31, 2024 except for fair valuation of unlisted equity securities.

The measurement of the fair value of investments in unquoted equity securities involves the use of different methodologies and assumptions. The Bank uses valuation techniques that maximize the use of relevant observable inputs and minimize the use of unobservable inputs. The chosen valuation techniques incorporate various factors that market participants would consider in pricing a transaction.

JS BANK LIMITED
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FOR THE HALF YEAR ENDED JUNE 30, 2025

5. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies applied by the Group are consistent with those disclosed in the consolidated financial statements for the year ended December 31, 2024.

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	----- Rupees in '000 -----	
6. CASH AND BALANCES WITH TREASURY BANKS		
In hand		
Local currency	24,791,056	23,331,748
Foreign currencies	1,701,248	2,228,158
	26,492,304	25,559,906
With State Bank of Pakistan in		
Local currency current accounts	41,285,080	46,532,559
Foreign currency current account	2,255,928	2,395,530
Foreign currency deposit accounts	8,630,461	8,020,479
US dollar clearing account	61,499	10,999
	52,232,968	56,959,567
With National Bank of Pakistan in local currency current accounts	11,250,372	1,622,507
Prize Bonds	8,058	11,620
Less: Credit loss allowance held against cash and balances with treasury banks (stage 1)	(2,222)	(1,232)
Cash and balances with treasury banks - net of credit loss allowance	89,981,480	84,152,368
7. BALANCES WITH OTHER BANKS		
In Pakistan		
In current accounts	100,641	6,275
In deposit accounts	698,908	475,539
	799,549	481,814
Outside Pakistan		
In current accounts	3,362,590	4,282,102
In deposit accounts	31,572	315,659
	3,394,162	4,597,761
Less: Credit loss allowance held against balances with other banks (stage 1)	(1,395)	(3,740)
Balances with other banks - net of credit loss allowance	4,192,316	5,075,835
8. LENDINGS TO FINANCIAL INSTITUTIONS		
Reverse repo agreements	280,000	-
Unsecured		
Musharkah Placement	600,000	-
Bai Muajjal receivable		
- with other Financial Institutions	8,951,426	4,257,928
Other placements	12,960	14,580
	9,564,386	4,272,508
Less: Credit loss allowance held against lending to financial institutions (stage 1)	(13,033)	(14,580)
Lendings to financial institutions - net of credit loss allowance	9,831,353	4,257,928

8.1 Lending to FIs - Particulars of credit loss allowance

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
Category of classification		Lending	Credit loss allowance held
		Lending	Credit loss allowance held
----- Rupees in '000 -----			
Domestic			
Performing	Stage 1	9,831,426	(73)
Under-performing	Stage 2	-	-
Non-performing	Stage 3		
Substandard		-	-
Doubtful		-	-
Loss		12,960	(12,960)
Total		9,844,386	(13,033)
		4,272,508	(14,580)

9. INVESTMENTS

		June 30, 2025 (Un-audited)				December 31, 2024 (Audited)				
		Cost / Amortised cost	Credit loss allowance / provision for diminution	Surplus / (deficit)	Carrying value	Cost / Amortised cost	Credit loss allowance / provision for diminution	Surplus / (deficit)	Carrying value	
		Rupees in '000								
9.1	Investments by type	Note								
Debt Instruments										
Classified / Measured at amortised cost										
	Federal Government securities	9.1.1	44,333,472	-	-	44,333,472	121,391,803	-	-	121,391,803
Classified / Measured at FVOCI										
	Federal Government securities		270,068,673	(27,190)	2,208,929	272,250,412	131,780,766	(25,316)	1,362,316	133,117,766
	Federal Government Shariah Compliant Securities		347,891,020	-	5,444,730	353,335,750	299,226,475	-	11,799,026	311,025,501
	Non-Government Shariah Compliant Securities		33,350,313	(35,891)	350,136	33,664,558	32,808,817	(35,883)	357,473	33,130,407
	Non-Government debt securities		1,920,179	(854,078)	(28,428)	1,037,673	2,072,382	(922,926)	(28,810)	1,120,646
	Foreign securities		23,639,994	(184)	47,865	23,687,675	15,420,105	(178,244)	86,101	15,327,962
			676,870,179	(917,343)	8,023,232	683,976,068	481,308,545	(1,162,369)	13,576,106	493,722,282
Classified / Measured at FVPL										
	Federal Government securities		1,295,701	-	1,476	1,297,177	5,005,240	-	7,442	5,012,682
	Non-Government Shariah Compliant Securities		50,000	-	-	50,000	50,000	-	-	50,000
	Non-Government debt securities		125,000	-	-	125,000	126,688	-	-	126,688
	Foreign securities		355,292	-	6,347	361,639	915,419	-	(28,491)	886,928
			1,825,993	-	7,823	1,833,816	6,097,347	-	(21,049)	6,076,298
Instruments mandatorily classified / measured at FVPL										
	Mutual Funds		649,019	-	13,764	662,783	-	-	-	-
	Unlisted Preference Shares		278,259	-	417,393	695,652	695,647	-	(417,388)	278,259
Equity instruments										
Classified / Measured at FVOCI (Non-Reclassifiable)										
	Shares		4,964,312	-	821,150	5,785,462	3,423,904	-	1,591,336	5,015,240
Classified / Measured at FVPL										
	Shares		1,127,048	-	241,298	1,368,346	167,845	-	67,621	235,466
Associates										
	Omar Jibran Engineering Industries Limited		185,183	-	-	185,183	184,354	-	-	184,354
	Shakarganj Food Products Limited		627,942	(627,942)	-	-	627,942	(627,942)	-	-
	KASB Capital Limited		41,867	(41,867)	-	-	41,867	(41,867)	-	-
	KASB Funds Limited		432,302	(432,302)	-	-	432,302	(432,302)	-	-
	Funds under management		2,003,617	-	-	2,003,617	2,562,472	-	-	2,562,472
			3,290,911	(1,102,111)	-	2,188,800	3,848,937	(1,102,111)	-	2,746,826
Total Investments										
			733,339,193	(2,019,454)	9,524,660	740,844,399	616,934,028	(2,264,480)	14,796,626	629,466,174

9.1.1 The market value of securities measured at amortised cost as at June 30, 2025 amounted to Rs. 43,854.53 million (December 31, 2024: Rs. 121,590.686 million).

	(Un-audited) June 30, 2025		(Audited) December 31, 2024	
	Cost	Market value	Cost	Market value
Rupees in '000				
9.2 Investments given as collateral				
Federal Government Securities				
Market Treasury Bills	-	-	375,757	384,678
Pakistan Investment Bonds	2,919,686	2,939,700	-	-
Government of Pakistan Ijarah Sukus	14,975,800	14,975,800	57,565,700	57,565,700
	17,895,486	17,915,500	57,941,457	57,950,378

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
		Rupees in '000 -----	
9.3	Particulars of provision / credit loss allowance against investments		
		Note	
	Opening balance - provision for diminution other than associates		1,162,369 3,154,380
	Opening balance - provision for diminution on associates		1,102,111 1,102,111
			2,264,480 4,256,491
	Impact of adoption of IFRS 9		- (1,880,282)
	Balance as at January 01 after adopting IFRS 9		2,264,480 2,376,209
	Exchange rate adjustments		1,794 (3,701)
	Charge for the period / year other than associates		1,433 356,751
	Provision for diminution on associates for the period / year		- 18,922
	Reversals for the period / year		(248,253) (483,701)
		33	(246,820) (108,028)
	Closing balance		2,019,454 2,264,480

9.3.1 Particulars of credit loss allowance against debt securities

Category of classification		(Un-audited) June 30, 2025		(Audited) December 31, 2024	
		Outstanding amount	Credit loss allowance held	Outstanding amount	Provision for diminution
----- Rupees in '000 -----					
Domestic					
Performing	Stage 1	381,695,923	100	332,448,251	108
Under-performing	Stage 2	-	-	-	-
Non-performing	Stage 3	-	-	-	-
Substandard		-	-	-	-
Doubtful		-	-	862,675	388,204
Loss		1,640,592	889,869	557,917	570,497
		383,336,515	889,969	333,868,843	958,809
Overseas					
Performing	Stage 1	23,639,994	184	14,947,477	155
Under-performing	Stage 2	304,983	27,190	773,314	203,405
Non-performing	Stage 3	-	-	-	-
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
		23,944,977	27,374	15,720,791	203,560
Total		407,281,492	917,343	349,589,634	1,162,369

JS BANK LIMITED
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9.4 Investment in associates

9.4.1 Movement of Investment in associates

June 30, 2025 (Un-audited)								
Country of incorporation	Holding (%)	Investment at the beginning of the year	Reclassified during the year	Investment / (redemption) during the year	Share of Profit / (loss)	Dividend received	Share of other comprehensive income	Investment at the end of the year
Rupees in '000								
Omar Jibran Engineering Industries Limited	Pakistan	9.60%	184,354	-	-	829	-	185,183
Veda Transit Solutions Private Limited	Pakistan	3.92%	-	-	-	-	-	-
JS Motion Picture Fund	Pakistan	100.00%	81,920	-	-	3,752	(7,552)	78,120
JS KPK Islamic Pension Fund - Equity Sub Fund	Pakistan	100.00%	500	-	-	-	-	500
JS KPK Islamic Pension Fund - Equity Index Sub Fund	Pakistan	100.00%	500	-	-	-	-	500
JS KPK Pension Fund - Equity Sub Fund	Pakistan	100.00%	500	-	-	-	-	500
JS KPK Pension Fund - Equity Index Sub Fund	Pakistan	100.00%	500	-	-	-	-	500
JS Micro Finance Sector Fund	Pakistan	1.71%	-	-	65,823	9,716	(19)	75,520
JS Government Securities Fund	Pakistan	0.00%	-	-	599,016	11,812	(646)	610,182
JS Cash Fund	Pakistan	3.04%	1,550,942	-	(1,374,909)	28,996	(121)	204,908
JS KPK Islamic Pension Fund - MM Sub Fund	Pakistan	34.97%	37,124	-	-	1,803	-	38,927
JS KPK Pension Fund - MM Sub Fund	Pakistan	71.65%	37,274	-	-	2,045	-	39,319
JS KPK Islamic Pension Fund - Debt Sub Fund	Pakistan	100.00%	500	-	-	-	-	500
JS KPK Pension Fund - Debt Sub Fund	Pakistan	100.00%	500	-	-	-	-	500
JS Fund of Funds	Pakistan	0.00%	423,005	-	(418,358)	(4,647)	-	-
JS Islamic Money Market Fund (Formerly: JS Islamic Daily	Pakistan	0.00%	-	-	49,001	1,062	-	50,063
JS Growth Fund	Pakistan	10.15%	127,317	-	(11,734)	7,962	(313)	123,232
Unit Trust of Pakistan	Pakistan	26.08%	-	-	163,689	12,820	-	176,509
JS Income Fund	Pakistan	0.00%	-	-	187,329	8,521	(1,656)	194,194
JS Islamic Fund	Pakistan	6.25%	-	-	18,066	(1,138)	(77)	16,851
JS Fixed Term Munafa Plan-10	Pakistan	2.06%	301,890	-	(322,230)	20,340	-	-
JS Momentum Factor Exchange Traded Fund	Pakistan	12.14%	-	-	178,707	7,625	(14,528)	171,804
JS Large Cap Fund	Pakistan	5.70%	-	-	218,855	2,133	-	220,988
			<u>2,746,826</u>	<u>-</u>	<u>(646,745)</u>	<u>113,631</u>	<u>(24,912)</u>	<u>2,188,800</u>
December 31, 2024 (Audited)								
Country of incorporation	Holding (%)	Investment at the beginning of the year	Reclassified during the year	Investment / (redemption) during the year	Share of Profit / (loss)	Dividend received	Share of other comprehensive income	Investment at the end of the year
Rupees in '000								
Omar Jibran Engineering Industries Limited	Pakistan	9.60%	204,619	-	-	(20,265)	-	184,354
Veda Transit Solutions Private Limited	Pakistan	3.92%	11,389	-	-	(11,389)	-	-
JS Motion Picture Fund	Pakistan	100.00%	-	74,830	-	20,370	(13,280)	81,920
JS KPK Islamic Pension Fund - Equity Sub Fund	Pakistan	100.00%	-	500	-	-	-	500
JS KPK Islamic Pension Fund - Equity Index Sub Fund	Pakistan	100.00%	-	500	-	-	-	500
JS KPK Pension Fund - Equity Sub Fund	Pakistan	100.00%	-	500	-	-	-	500
JS KPK Pension Fund - Equity Index Sub Fund	Pakistan	100.00%	-	500	-	-	-	500
JS Islamic Income Fund	Pakistan	0.00%	-	190,833	(191,323)	490	-	-
JS Micro Finance Sector Fund	Pakistan	0.00%	-	15,303	(16,327)	1,024	-	-
JS Government Securities Fund	Pakistan	0.00%	-	78,285	(82,114)	3,886	(57)	-
JS Money Market Fund	Pakistan	0.00%	-	275,578	(277,495)	1,917	-	-
JS Cash Fund	Pakistan	6.83%	-	135,177	1,397,723	18,071	(29)	1,550,942
JS KPK Islamic Pension Fund - MM Sub Fund	Pakistan	41.76%	-	30,819	-	6,305	-	37,124
JS KPK Pension Fund - MM Sub Fund	Pakistan	74.97%	-	30,819	-	6,455	-	37,274
JS KPK Islamic Pension Fund - Debt Sub Fund	Pakistan	100.00%	-	500	-	-	-	500
JS KPK Pension Fund - Debt Sub Fund	Pakistan	100.00%	-	500	-	-	-	500
JS Islamic Pension Savings Fund Debt	Pakistan	0.00%	-	7,494	(7,983)	489	-	-
JS Islamic Pension Savings Fund MM	Pakistan	0.00%	-	603	(644)	41	-	-
JS Pension Savings Fund Debt	Pakistan	0.00%	-	386	(415)	29	-	-
JS Pension Savings Fund MM	Pakistan	0.00%	-	4,180	(4,491)	311	-	-
JS Fund of Funds	Pakistan	92.76%	-	387,369	(255,500)	291,136	-	423,005
JS Growth Fund	Pakistan	3.53%	-	-	121,481	5,836	-	127,317
Unit Trust of Pakistan	Pakistan	0.00%	-	-	(8,184)	8,184	-	-
JS Income Fund	Pakistan	0.00%	-	-	(73,551)	74,759	(1,208)	-
JS Fixed Term Munafa Plan-10	Pakistan	2.06%	-	-	300,000	1,890	-	301,890
			<u>216,008</u>	<u>1,234,676</u>	<u>901,177</u>	<u>409,539</u>	<u>(14,574)</u>	<u>2,746,826</u>

9.4.2 Summary of financial position and performance of associates as per latest available financial statements is as follows:

June 30, 2025 (Un-audited)					December 31, 2024 (Audited)				
	As at	Assets	Liabilities	Revenue	Profit / (loss)	Assets	Liabilities	Revenue	Profit / (loss)
Rupees in '000									
Omar Jibran Engineering Industries Limited	Jun 30, 2023	5,372,772	2,430,640	2,345,882	(145,624)	5,372,772	2,430,640	2,345,882	(145,624)
Veda Transit Solutions Private Limited	Jun 30, 2023	3,771,523	3,318,137	3,185,247	(549,172)	3,771,523	3,318,137	3,185,247	(549,172)
Shakarganj Food Products Limited	Mar 31, 2025	9,916,306	7,066,978	4,951,003	(568,838)	10,335,484	6,782,556	15,068,704	166,682
KASB Funds Limited	Dec 31, 2015	46,465	32,465	23,640	(66,241)	46,465	32,465	23,640	(66,241)
JS Motion Picture Fund	Jun 30, 2025	86,280	8,156	10,853	9,863	81,920	-	-	-
JS KPK Islamic Pension Fund - Equity Sub Fund	Jun 30, 2025	635	135	-	-	635	135	-	-
JS KPK Islamic Pension Fund -Equity Index Sub Fund	Jun 30, 2025	635	135	-	-	635	135	-	-
JS KPK Pension Fund - Equity Sub Fund	Jun 30, 2025	635	135	-	-	635	135	-	-
JS KPK Pension Fund - Equity Index Sub Fund	Jun 30, 2025	635	135	-	-	635	135	-	-
JS Micro Finance Sector Fund	Jun 30, 2025	10,792,382	116,676	2,090,813	1,892,215	22,760,510	52,689	1,857,180	1,720,809
JS Government Securities Fund	Jun 30, 2025	10,106,444	60,892	1,600,344	1,401,765	89,317	416	6,439	6,361
JS Cash Fund	Jun 30, 2025	17,347,542	320,487	2,951,638	2,690,794	50,124	407	4,059	4,004
JS KPK Islamic Pension Fund - MM Sub Fund	Jun 30, 2025	140,495	547	12,015	11,812	635	135	-	-
JS KPK Pension Fund - MM Sub Fund	Jun 30, 2025	59,031	520	7,009	6,894	635	135	-	-
JS KPK Islamic Pension Fund - Debt Sub Fund	Jun 30, 2025	635	135	-	-	458,909	2,902	208,765	204,121
JS KPK Pension Fund - Debt Sub Fund	Jun 30, 2025	635	135	-	-	3,844,785	235,124	1,000,164	932,083
JS Fund of Funds	Jun 30, 2025	2,254,903	7,295	290,907	281,902	14,643,608	6,206	98,012	91,238
JS Islamic Money Market Fund (Formerly: JS Islamic Daily	Jun 30, 2025	4,264,426	50,218	499,668	474,422	-	-	-	-
JS Growth Fund	Jun 30, 2025	3,699,239	180,193	1,413,141	1,255,660	-	-	-	-
Unit Trust of Pakistan	Jun 30, 2025	7,675,182	106,590	1,213,872	1,064,026	-	-	-	-
JS Income Fund	Jun 30, 2025	2,273,639	26,285	796,259	706,170	-	-	-	-
JS Islamic Fund	Jun 30, 2025	447,951	14,119	166,283	146,853	-	-	-	-
JS Fixed Term Munafa Plan-10	Jun 30, 2025	-	-	-	-	-	-	-	-
JS Momentum Factor Exchange Traded Fund	Jun 30, 2025	762,267	32,153	172,608	165,463	-	-	-	-
JS Large Cap Fund	Jun 30, 2025	2,705,833	35,675	881,437	791,787	-	-	-	-
USD in '000									
KASB Capital Limited*	Dec 31, 2016	\$ 652.86	\$ 135.43	-	\$ (34.08)	\$ 652.86	\$ 135.43	-	\$ (34.08)

* This represents USD amount in thousands as the company is incorporated in Mauritius.

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10. ADVANCES

ADVANCES		Performing		Non-Performing		Total	
		June 30, 2025 (Un-audited)	December 31, 2024 (Audited)	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	Note	Rupees in '000					
Loans, cash credits, running finances, etc.		193,973,743	217,306,072	28,629,530	25,536,436	222,603,273	242,842,508
Islamic financing and related assets	10.4	250,298,465	301,683,052	17,129,963	19,037,947	267,428,428	320,720,999
Bills discounted and purchased		12,043,080	9,946,392	1,081,487	1,020,364	13,124,567	10,966,756
Advances - gross		456,315,288	528,935,516	46,840,980	45,594,747	503,156,268	574,530,263
Credit loss allowance against advances							
- Stage 1		(2,902,124)	(3,007,007)	-	-	(2,902,124)	(3,007,007)
- Stage 2		(1,499,774)	(904,936)	-	-	(1,499,774)	(904,936)
- Stage 3	10.6.2	-	-	(39,199,046)	(37,330,232)	(39,199,046)	(37,330,232)
	10.6	(4,401,898)	(3,911,943)	(39,199,046)	(37,330,232)	(43,600,944)	(41,242,175)
Modification loss due to IFRS 9		(58,709)	(94,079)	-	-	(58,709)	(94,079)
Fair value adjustment	10.2 and 10.3	(11,527,924)	(11,934,262)	-	-	(11,527,924)	(11,934,262)
Advances - net of credit loss allowance		440,326,757	512,995,232	7,641,934	8,264,515	447,968,691	521,259,747

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

10.1 Particulars of advances (gross)

In local currency	485,658,757	558,426,848
In foreign currencies	17,497,511	16,103,415
	503,156,268	574,530,263

10.2 This includes deferred fair value loss arising from the restructuring of Pakistan International Airlines Corporation Limited (PIACL). SBP through its letter dated August 01, 2024 has allowed staggering of such fair value impact over the period of 6 years at rates of 5%, 10%, 15%, 20%, 25%, and 25% from year 1 to year 6. Further, SBP vide BPRD Circular Letter No.16 of 2024 dated July 29, 2024 has allowed to take such fair value adjustment with effect from October 01, 2024.

10.3 This also includes fair valuation adjustment on modified loans and concessional rate loans (staff loans and TERF loans) considered in accordance with the requirements of IFRS 9

	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
	Performing	Non-Performing	Total	Performing	Non-Performing	Total
Rupees in '000						
10.4 Islamic financing and related assets						
Running Musharakah	79,952,209	1,444,955	81,397,164	77,460,146	1,444,955	78,905,101
Diminishing Musharakah financing and related assets - Other	69,504,882	4,359,326	73,864,208	57,762,978	5,863,442	63,626,420
Diminishing Musharakah - Housing	20,416,971	1,875,663	22,292,634	20,731,082	2,120,603	22,851,685
Istisna financing and related assets	28,743,776	3,542,582	32,286,358	27,767,369	3,663,174	31,430,543
Diminishing Musharakah financing and related assets - Auto	21,575,542	591,762	22,167,304	16,734,243	642,621	17,376,864
Murabahah financing and related assets	11,074,280	736,961	11,811,241	85,092,279	753,869	85,846,148
Musawamah financing and related assets / Tijarah	8,599,090	3,983,710	12,582,800	7,894,372	3,945,758	11,840,130
Investment Agency Wakalah	5,509,722	-	5,509,722	4,273,450	-	4,273,450
Murabahah against Bills	204,537	192,048	396,585	285,574	192,062	477,636
Ijarah financing under IFAS 2 and related assets	576,645	41,871	618,516	590,135	53,902	644,037
Financing against Bills	3,704,475	-	3,704,475	2,694,138	-	2,694,138
Qardh-e-Hasana	28,516	124,571	153,087	27,577	123,378	150,955
Musharakah financing	-	160,000	160,000	-	160,000	160,000
Past Due Acceptance	220,806	27,128	247,934	164,607	27,128	191,735
Net investment in Ijarah financing in Pakistan	17,010	42,300	59,310	28,055	39,969	68,024
Housing finance portfolio - others	-	7,086	7,086	-	7,086	7,086
Salam	170,004	-	170,004	177,047	-	177,047
Islamic financing and related assets - gross	250,298,465	17,129,963	267,428,428	301,683,052	19,037,947	320,720,999
Credit loss allowance against						
Islamic financing and related assets						
- Stage 1	(2,486,333)	-	(2,486,333)	(2,761,225)	-	(2,761,225)
- Stage 2	(1,005,342)	-	(1,005,342)	(468,780)	-	(468,780)
- Stage 3	-	(16,023,854)	(16,023,854)	-	(17,076,658)	(17,076,658)
	(3,491,675)	(16,023,854)	(19,515,529)	(3,230,005)	(17,076,658)	(20,306,663)
Modification loss due to IFRS 9	(58,709)	-	(58,709)	(94,079)	-	(94,079)
Fair value adjustment	(5,419,555)	-	(5,419,555)	(5,516,964)	-	(5,516,964)
Islamic financing and related assets - net of credit loss allowance	241,328,526	1,106,109	242,434,635	292,842,004	1,961,289	294,803,293

10.5 Advances include Rs. 46,840.980 million (December 31, 2024: Rs. 45,594.747 million) which have been placed under non-performing / Stage 3 status as detailed below:

Category of classification in stage 3	(Un-audited) June 30, 2025		(Audited) December 31, 2024	
	Non-Performing Loans	Credit loss allowance	Non-Performing Loans	Credit loss allowance
Rupees in '000				
Domestic				
Other Assets Especially Mentioned (OAEM) *	574,047	60,394	633,357	71,555
Substandard	1,808,559	591,669	4,061,864	1,837,633
Doubtful	2,669,214	1,165,330	5,161,315	2,396,965
Loss	41,789,160	37,381,653	35,738,211	33,024,079
Total	46,840,980	39,199,046	45,594,747	37,330,232
Overseas	-	-	-	-

* The Other Assets Especially Mentioned category pertains to agriculture, housing and small enterprises financing.

10.6 Particulars of credit loss allowance against advances

Note	June 30, 2025 (Un-audited)			
	Stage 3	Stage 2	Stage 1	Total
	Rupees in '000			
Opening balance	37,330,232	904,936	3,007,007	41,242,175
Exchange rate adjustments	-	3,999	69	4,068
Charge for the period	3,677,153	825,857	281,934	4,784,944
Reversals for the period	(1,677,983)	(235,018)	(386,886)	(2,299,887)
	1,999,170	590,839	(104,952)	2,485,057
Amounts written off	(50,987)	-	-	(50,987)
Amounts charged off - agricultural financing	(79,369)	-	-	(79,369)
Closing balance	39,199,046	1,499,774	2,902,124	43,600,944

December 31, 2024 (Audited)

Note	Stage 3	Stage 2	Stage 1	Specific	General	Provision under IFRS 9 (Overseas)	Total
	Rupees in '000						
Opening balance	-	-	-	29,109,710	4,768,909	21,894	33,900,513
Impact of adoption of IFRS 9	32,192,381	1,592,204	2,029,378	(29,109,710)	(4,768,909)	(21,894)	1,913,450
Balance as at January 01, 2024 after adopting IFRS 9	32,192,381	1,592,204	2,029,378	-	-	-	35,813,963
Exchange rate adjustments	-	23	(223)	-	-	-	(200)
Charge for the year	8,562,190	1,735,951	1,808,165	-	-	-	12,106,306
Reversals for the year	(3,388,421)	(2,423,242)	(827,942)	-	-	-	(6,639,605)
	5,173,769	(687,291)	980,223	-	-	-	5,466,701
Transfer in / (out)	147,781	-	(2,371)	-	-	-	145,410
Amounts written off	(90,400)	-	-	-	-	-	(90,400)
Amounts charged off - agricultural financing	(93,299)	-	-	-	-	-	(93,299)
Closing balance	37,330,232	904,936	3,007,007	-	-	-	41,242,175

10.6.1 The State Bank of Pakistan through various circulars has allowed benefit of the forced sale value (FSV) of Plant and Machinery under charge, pledged stock and mortgaged residential, commercial and industrial properties (land and building only) held as collateral against non-performing loans (NPLs) for a maximum of five years from the date of classification. As at June 30, 2025, the Bank has availed cumulative FSV benefit under the directives of the SBP of Rs. 3,943.368 million (December 31, 2024: Rs. 2,841.257 million).

The additional profit arising from availing the FSV benefit - net of tax amounts to Rs. 1,890.022 million (December 31, 2024: Rs. 1,306.978 million). The additional impact on profitability arising from availing the benefit of FSV shall not be available for payment of cash or stock dividend to shareholders or bonus to employees under the requirements of Prudential Regulations of Corporate / Commercial Banking of SBP.

10.6.2 This includes an overdue exposure amounting to Rs. 2,590.565 million extended to a borrower, which was fully secured against pledged shares. Post default, the Bank exercised its rightful pledge call, however transfer of ownership of the said shares in the Bank's name is currently pending due to certain legal constraints. Accordingly, the exposure has been classified as loss, and the Bank has recognised a credit loss allowance amounting to Rs. 1,942.924 million thereagainst, as at June 30, 2025. The SBP has granted the Bank permission up to September 30, 2025 for recognising the remaining amount of credit loss allowance, in case the settlement does not take effect. Had this relaxation not been availed, the credit loss allowance against Stage 3 advances would have been higher by Rs. 647.641 million, resulting in a corresponding decrease in profit after taxation by Rs. 304.391 million.

10.6.3 This includes reversal of Stage 3 credit loss allowance of Rs. Nil (December 31, 2024: 406.907 million) against reduction in non-performing loans of Nil (December 31, 2024: Rs. 2,189.151 million) of certain borrowers under 'Debt Property Swap' transactions.

10.7 Advances - Particulars of credit loss allowance

	June 30, 2025 (Un-audited)			
	Stage 1	Stage 2	Stage 3	Total
	Rupees in '000			
Opening balance	3,007,007	904,936	37,330,232	41,242,175
New Advances	707,911	65,941	7,486	781,338
Advances derecognised / repaid	(624,907)	(94,275)	(502,050)	(1,221,232)
Transfer to stage 1	306,715	(117,505)	(189,210)	-
Transfer to stage 2	(88,789)	847,885	(759,097)	(1)
Transfer to stage 3	(5,920)	(43,614)	49,534	-
	295,010	658,432	(1,393,337)	(439,895)
Amounts written off / charged off	-	-	(130,356)	(130,356)
Transfer in / (out)	-	-	-	-
Changes in risk parameters (PDs/LGDs/EADs)	(399,962)	(67,593)	3,392,507	2,924,952
Exchange adjustments	69	3,999	-	4,068
Closing balance	2,902,124	1,499,774	39,199,046	43,600,944

December 31, 2024 (Audited)

Stage 1	Stage 2	Stage 3	General Provision	Specific Provision	Total
Rupees in '000					
Opening balance	-	-	4,790,803	29,109,710	33,900,513
Impact of adoption of IFRS 9	2,062,485	1,648,726	32,192,381	(4,790,803)	2,003,079
Balance as at January 01 after adopting IFRS 9	2,062,485	1,648,726	32,192,381	-	35,903,592
New Advances	1,162,725	74,679	1,039,292	-	2,276,696
Advances derecognised / repaid	(985,845)	(869,547)	(5,125,596)	-	(6,980,988)
Transfer to stage 1	495,307	(487,653)	(7,654)	-	-
Transfer to stage 2	(289,691)	1,631,462	(1,341,771)	-	-
Transfer to stage 3	(939,176)	(2,116,679)	3,055,855	-	-
	(556,680)	(1,767,738)	(2,379,874)	-	(4,704,292)
Amounts written off / charged off	-	-	(183,699)	-	(183,699)
Transfer in / (out)	(2,371)	-	147,781	-	145,410
Changes in risk parameters (PDs/LGDs/EADs)	1,503,796	1,023,925	7,553,643	-	10,081,364
Exchange adjustments	(223)	23	-	-	(200)
Closing balance	3,007,007	904,936	37,330,232	-	41,242,175

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10.7.2 Advances - Category of classification

	June 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
	Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
	----- Rupees in '000 -----			
Domestic				
Performing	420,459,669	2,899,101	485,884,373	3,002,180
Under-performing	32,143,628	1,265,183	38,810,781	717,325
Non-performing				
OAEM	574,047	60,394	633,357	71,555
Substandard	1,808,559	591,669	4,061,864	1,837,633
Doubtful	2,669,214	1,165,330	5,161,315	2,396,965
Loss	41,789,160	37,381,653	35,738,211	33,024,079
	499,444,277	43,363,330	570,289,901	41,049,737
Overseas				
Performing	2,859,058	3,023	3,496,592	4,827
Under-performing	852,933	234,591	743,770	187,611
Non-performing				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	-	-	-	-
	3,711,991	237,614	4,240,362	192,438
Total	503,156,268	43,600,944	574,530,263	41,242,175

		(Un-audited)	(Audited)
		June 30, 2025	December 31, 2024
		----- Rupees in '000 -----	
11. PROPERTY AND EQUIPMENT	Note		
Capital work-in-progress	11.1	7,984,002	2,288,894
Property and equipment		27,723,147	25,886,510
		35,707,149	28,175,404

11.1 Capital work-in-progress			
Civil works		263,967	367,513
Equipment		202,352	227,774
Advance to supplier		947,292	502,884
Advance for acquiring properties and office premises		6,570,391	1,190,723
		7,984,002	2,288,894

		(Un-audited)	
		Half Year ended	
		June 30, 2025	June 30, 2024
		----- Rupees in '000 -----	
11.2 Additions to property and equipment	Note		
The following additions have been made to property and equipment during the period:			
Capital work-in-progress		6,618,260	1,158,164
Property and equipment			
Leasehold improvements		535,898	271,376
Furniture and fixture		610,185	1,136,364
Electrical, office and computer equipments		2,352,561	1,062,786
Vehicles		150,807	171,947
	11.2.1	3,649,451	2,642,473
Total		10,267,711	3,800,637

11.2.1 This includes transfer from capital work in progress during the period of Rs. 923.152 million (June 30, 2024: Rs. 647.677 million).

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		(Un-audited) Half Year ended	
		June 30, 2025	June 30, 2024
		----- Rupees in '000 -----	
11.3	Disposal of property and equipment		
	The net book value of property and equipment disposed off during the period is as follows:		
	Leasehold improvements	2,681	5,373
	Furniture and fixture	3,673	1,403
	Electrical, office and computer equipments	10,096	8,976
	Vehicles	810	22,580
	Total	17,260	38,332
		(Un-audited) June 30, 2025	(Audited) December 31, 2024
12.	RIGHT-OF-USE ASSETS	----- Rupees in '000 -----	
	At January 01,	Buildings	Buildings
	Cost	18,641,509	14,799,906
	Accumulated Depreciation	(11,562,932)	(8,951,626)
	Net Carrying amount at January 01,	7,078,577	5,848,280
	Additions / renewals during the period / year	1,742,231	4,216,562
	Terminations / Deletions during the period / year	(65,104)	(298,252)
	Depreciation charge for the period / year	(1,652,664)	(2,713,926)
	Exchange rate adjustments	(34)	(216)
	Other adjustments	760	26,129
	Closing net carrying amount	7,103,766	7,078,577
13.	INTANGIBLE ASSETS		
	Capital work-in-progress - Computer software	1,510,838	2,153,190
	Computer software	5,210,963	4,236,584
	Goodwill	4,407,921	4,407,921
	Core Deposits Intangible on Acquisition	1,333,178	1,396,646
	Others	39,474	65,611
		12,502,374	12,259,952
		(Un-audited) Half Year ended	
		June 30, 2025	June 30, 2024
		----- Rupees in '000 -----	
13.1	Additions to intangible assets		
	The following additions have been made to intangible assets during the period:		
	Directly purchased		
	Capital work-in-progress - net	1,137,101	1,047,304
	Developed internally		
	Computer software	1,355,471	803,458
	Total	2,492,572	1,850,762
13.1.1	This includes transfer from capital work in progress during the period of Rs. 1,779.453 million (June 30, 2024: Rs. 319.635		
		(Un-audited) Half Year ended	
		June 30, 2025	June 30, 2024
		----- Rupees in '000 -----	
13.2	Disposal of intangible assets		
	The net book value of intangible assets disposed off during the period is as follows:		
	Membership and Subscription	1,789	-

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14. DEFERRED TAX ASSET / (LIABILITIES)

Deductible Temporary Differences on:

Credit loss allowance against investments
Credit loss allowance against advances
Credit loss allowance against other assets
Credit loss allowance - Others
Fair value adjustment
Right-of-use assets
Other assets
Ijarah financing and related assets
Workers' Welfare Fund
Accumulated tax losses

Taxable Temporary Differences on:

Surplus on revaluation of property and equipment
Surplus on revaluation of Intangible
Surplus on revaluation of non-banking assets acquired in satisfaction of claims
Surplus on revaluation of FVOCI investments
Credit loss allowance against investments
Unrealized gain on FVPL investments
Lease liabilities
Accelerated tax depreciation
Modification and fair value adjustments
Goodwill
Fair value adjustment on amalgamation
Fair value adjustment upon acquisition

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

45,819	8,700
8,817,189	3,849,466
69,514	-
948,688	913,688
7,760	98,285
5,766,269	-
1,105,004	868,274
71,890	-
12,086	-
85,216	107,860
16,929,435	5,846,273

(1,774,666)	(327,385)
(17,782)	-
(43,193)	(24,079)
(4,618,991)	(7,744,276)
(61,946)	-
(320,426)	-
(6,089,268)	-
(837,637)	(1,709,460)
(705)	-
(761,084)	(761,084)
-	136,023
(960,754)	2,131,823
(15,486,452)	(8,298,438)

1,442,983 **(2,452,165)**

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

15. OTHER ASSETS

Mark-up / return / interest accrued in local currency
Mark-up / return / interest accrued in foreign currencies
Advances, deposits, advance rent and other prepayments
Acceptances
Advance taxation (payments less provision)
Dividend receivable
Stationery and stamps on hand
Receivable in respect of home remittance
Due from State Bank of Pakistan
Fair value adjustment on advances
Non-banking assets acquired in satisfaction of claims
Mark to market gain on forward foreign exchange contracts
Mark to market gain on forward government securities transaction
Advance against investments in securities
Branchless banking fund settlement
Inter bank fund transfer settlement
Credit card settlement
Clearing and settlement accounts
Insurance claims receivable
Trade receivable from brokerage and advisory business - net
Balances due from funds under management
Others

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

25,892,988	32,044,168
200,573	125,569
11,797,055	10,915,600
8,362,911	5,229,956
2,320,101	92,185
3,235	3,182
14,435	18,370
16,402	20,357
2,251,864	1,200,456
2,890,604	3,049,801
6,393,875	6,565,986
709,331	181,485
-	26,426
792,000	792,000
513,712	370,945
-	1,025,298
-	296,903
-	1,715,925
706,372	66,416
3,760,376	2,442,753
338,069	251,204
1,191,216	1,914,870
68,155,119	68,349,855
(1,731,754)	(1,585,067)
66,423,365	66,764,788
608,460	552,355
67,031,825	67,317,143

Less: Credit loss allowance held against other assets

Other assets - net of credit loss allowance

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

Other assets - total

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	(Un-audited) June 30, 2025	(Audited) December 31, 2024
Note	----- Rupees in '000 -----	
15.1 Credit loss allowance held against other assets		
Mark-up / return / interest / profit accrued	96,003	91,560
Advances, deposits, advance rent and other prepayments	177,213	61,026
Trade receivable from brokerage and advisory business - net	451,063	444,288
Advance against investments in securities	8,803	-
Non-banking assets acquired in satisfaction of claims	305,762	305,762
Insurance claim receivable	5	-
Others	692,905	682,431
	<u>1,731,754</u>	<u>1,585,067</u>
15.1.1 Movement of credit loss allowance held against other assets		
Opening balance	1,585,067	1,362,792
Impact of adoption of IFRS 9	-	127,898
Balance as at January 01 after adopting IFRS 9	<u>1,585,067</u>	<u>1,490,690</u>
Exchange rate adjustments	1	(1)
Charge during the period / year	158,842	188,846
Reversals during the period / year	(12,156)	(93,968)
	146,686	94,878
Amount written off	-	(500)
Closing balance	<u>1,731,754</u>	<u>1,585,067</u>

JS BANK LIMITED
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FOR THE HALF YEAR ENDED JUNE 30, 2025

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	----- Rupees in '000 -----	
16. BILLS PAYABLE		
In Pakistan	13,893,324	21,538,732
Outside Pakistan	326,932	360,638
	<u>14,220,256</u>	<u>21,899,370</u>
17. BORROWINGS		
Secured		
Borrowings from State Bank of Pakistan under:		
Export refinancing scheme	11,182,387	13,713,392
Long-term finance facility	2,090,457	2,391,966
Financing facility for storage of agricultural produce	353,655	209,921
Financing facility for renewable energy projects	1,442,053	1,674,570
Refinance for women entrepreneurs	295,586	248,243
Refinance facility for modernization of Small and Medium Enterprises (SMEs)	245,177	349,293
Refinance facility for combating COVID-19	119,136	191,327
Temporary economic refinance facility (TERF)	9,964,370	10,922,250
Small enterprise financing and credit guarantee scheme for special persons	393	770
Refinance facility for working capital of SMEs	291,124	75,000
Refinance facility for SME Asaan Finance (SAAF) scheme	4,924,022	5,266,032
Acceptances from SBP under Mudaraba	-	21,096,917
Islamic Export Finance Scheme - Rupee based discounting	4,107,924	5,210,889
Islamic Refinance Scheme for Working Capital Financing	12,000	-
Acceptances under Islamic Export Refinance Scheme	100,000	1,053,000
Acceptances for financial assistance	-	4,827,290
	35,128,284	67,230,860
Fair value adjustment on TERF borrowings	(2,425,700)	(2,639,656)
Borrowing from financial institutions:		
Refinancing facility for mortgage loans	3,400,749	1,929,971
Repurchase agreement borrowings	2,940,300	384,547
Musharakah Acceptance	9,350,000	31,085,000
Refinance facility for Islamic mortgage	5,816,411	3,340,466
	21,507,460	36,739,984
Total secured	54,210,044	101,331,188
Unsecured		
Call borrowings	-	700,000
Overdrawn nostro accounts	292,745	963,478
Others	-	16,000
Wakalah	2,000,000	-
Musharakah Acceptance	4,950,000	11,350,000
Total unsecured	7,242,745	13,029,478
	<u>61,452,789</u>	<u>114,360,666</u>
17.1 Particulars of borrowings		
In local currency	61,160,044	113,397,188
In foreign currencies	292,745	963,478
	<u>61,452,789</u>	<u>114,360,666</u>

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18. 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	465,113,925	19,166,493	484,280,418	356,712,911	19,668,955	376,381,866
Savings deposits	309,292,850	11,983,593	321,276,443	300,536,324	11,461,574	311,997,898
Term deposits	260,351,192	50,721,250	311,072,442	280,672,496	62,827,696	343,500,192
Margin deposits	35,697,937	1,532,274	37,230,211	29,340,744	101,259	29,442,003
	1,070,455,904	83,403,610	1,153,859,514	967,262,475	94,059,484	1,061,321,959
Financial Institutions						
Current deposits	4,580,416	1,275,376	5,855,792	4,235,504	242,644	4,478,148
Savings deposits	20,592,175	258,322	20,850,497	13,791,990	6,375	13,798,365
Term deposits	1,789,429	12,685,168	14,474,597	2,227,651	-	2,227,651
Margin deposits	146	-	146	146	-	146
	26,962,166	14,218,866	41,181,032	20,255,291	249,019	20,504,310
	1,097,418,070	97,622,476	1,195,040,546	987,517,766	94,308,503	1,081,826,269

19. LEASE LIABILITIES

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

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
Outstanding amount at the start of the period / year	7,845,190	6,686,639
Additions / renewals during the period / year	1,446,173	4,216,562
Lease payments including interest	(1,376,874)	(4,023,522)
Interest expense	681,222	1,237,692
Terminations	(41,729)	(303,168)
Exchange difference	-	(208)
Other adjustments	(13,547)	31,195
Outstanding amount at the end of the period / year	8,540,435	7,845,190

19.1 Outstanding liabilities

Not later than one year	743,015	525,631
Later than one year and up to five years	6,950,219	6,305,860
Over five years	847,201	1,013,699
Total at the period / year end	8,540,435	7,845,190

19.2 This carries average effective rate ranges between 8.99% to 17.5% per annum (December 31, 2024: 11.43% to 17.5%)

20. SUBORDINATED DEBT

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

Term Finance Certificates - Fifth Issue	20.1	3,498,367	3,498,833
Term Finance Certificates - Fourth Issue	20.2	2,496,500	2,497,000
Term Finance Certificates - Third Issue	20.3	2,500,000	2,500,000
ADT-1 Sukuk Issue I	20.4.1	1,998,980	1,998,904
ADT-1 Sukuk Issue II	20.4.2	997,780	997,971
		11,491,627	11,492,708

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- 20.1** In 2023, the Holding company issued Rs. 3.5 billion of rated, privately placed and listed, unsecured and subordinated term finance certificates (TFCs or the Issue) as an instrument of redeemable capital under Section 66 of the Companies Act, 2017 and as outlined by State Bank of Pakistan (SBP) under the BPRD Circular No. 06 dated August 15, 2013 and Basel III guidelines. Summary of terms and conditions of the Issue are:

Purpose:	To contribute towards the holding company's Tier II Capital for complying with the capital adequacy requirement and to utilize the funds in the holding company's business operations as permitted by its Memorandum and Articles of Association.
Issue date:	August 30, 2023
Tenure	Up to ten years from the issue date.
Maturity date:	August 30, 2033
Rating:	AA - (Double A Minus)
Security:	The Issue is unsecured
Markup rate:	Floating rate of return at Base Rate + 2 percent per annum; Base rate is defined as the average three months KIBOR prevailing on the Base Rate setting date. The Base Rate will be set for the first time on the last working day prior to the issue date and subsequently on the immediately preceding business day before the start of each three monthly period.
Profit payment frequency:	Quarterly
Redemption:	The instrument is structured to redeem 0.24% of the Issue amount during the first nine years after the issue date and the remaining Issue amount of 99.76% in four equal quarterly instalments of 24.94% each in the last year.
Subordination:	The Issue is subordinated all other indebtedness of the Bank including depositors, however, senior to the claims of investors in instruments eligible for inclusion in Tier I Capital.
Call option:	Exercisable in part or in full on or after five years from the issue date, subject to SBP's approval.
Lock-in-clause:	Principal and markup will be payable subject to compliance with MCR or CAR or Leverage Ratio set by SBP.
Loss absorbency clause:	Upon the occurrence of a Point of Non-Viability (PONV) event as defined under SBP BPRD Circular No. 06 of 2013 dated August 15, 2013, SBP may at its option, fully and permanently convert the TFCs into common shares of the holding company and/or have them immediately written off (either partially or in full). Number of shares to be issued to TFC holders at the time of conversion will be equal to the 'Outstanding Face Value of the TFCs' divided by market value per share of the Bank's common share on the date of trigger of PONV as declared by SBP, subject to a cap of 924,772,179 shares.

- 20.2** In 2021, the Holding Company issued Rs. 2.5 billion of rated, privately placed and listed, unsecured and subordinated term finance certificates (TFCs or the Issue) as an instrument of redeemable capital under Section 66 of the Companies Act, 2017 and as outlined by State Bank of Pakistan (SBP) under the BPRD Circular No. 06 dated August 15, 2013 and Basel III guidelines. Summary of terms and conditions of the issue are:

Purpose:	To contribute towards the holding company's Tier II Capital for complying with the capital adequacy requirement and to utilize the funds in the holding company's business operations as permitted by its Memorandum and Articles of Association.
Issue date	December 28, 2021
Tenure	Up to Seven years from the issue date.
Maturity date	December 28, 2028
Rating	AA - (Double A Minus)
Profit rate	Floating rate of return at Base Rate + 2 percent per annum; Base rate is defined as the average six months KIBOR prevailing on the Base Rate setting date. The Base Rate will be set for the first time on the last working day prior to the issue date and subsequently on the immediately preceding business day before the start of each six monthly period.
Profit payment frequency:	Semi-annual
Redemption	The instrument is structured to redeem 0.24% of the Issue amount during the first six years after the issue date and the remaining Issue amount of 99.76% in two equal semi-annual instalments of 49.88% each in the last year.
Security	The Issue is unsecured
Subordination	The Issue is subordinated all other indebtedness of the Bank including depositors, however, senior to the claims of investors in instruments eligible for inclusion in Tier I Capital.
Call option	Exercisable in part or in full on or after the 10th redemption, subject to SBP's approval.
Lock-in-clause	Payment of markup will be made from current year's earning and subject to compliance with MCR and / or CAR or LR set by SBP.
Loss absorbency	Upon the occurrence of a Point of Non-Viability event as defined under SBP BPRD Circular No. 06 of 2013 dated August 15, 2013, SBP may at its option, fully and permanently convert the TFCs into common shares of the holding company and/or have them immediately written off (either partially or in full). Number of shares to be issued to TFC holders at the time of conversion will be equal to the 'Outstanding Face Value of the TFCs' divided by market value per share of the Bank's common share on the date of trigger of Point of Non-Viability (PONV) as declared by SBP, subject to a cap of 400,647,739 shares.

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20.3 In 2018, the Holding Company issued Rs. 2.5 billion of rated, privately placed, unsecured, subordinated, perpetual and non-cumulative term finance certificates (TFCs or the Issue) as an instrument of redeemable capital under Section 66(1) of the Companies Act, 2017 and as outlined by the State Bank of Pakistan (SBP) under the BPRD Circular No. 06 dated August 15, 2013 and Basel III guidelines. Summary of terms and conditions of the Issue are:

Purpose:	To contribute towards the holding company's Tier I Capital for complying with the capital adequacy requirement and to utilize the funds in the holding company's business operations as permitted by its Memorandum and Articles of Association.
Issue date:	December 31, 2018
Maturity date:	Perpetual
Rating:	A + (Single A Plus)
Profit rate:	Floating rate of return at Base Rate + 2.25 percent per annum; Base rate is defined as the average six months KIBOR prevailing on the Base Rate setting date. The Base Rate will be set for the first time on the last working day prior to the issue date and subsequently on the immediately preceding business day before the start of each six monthly period.
Profit payment frequency:	Semi-annually on a non-cumulative basis
Redemption:	Not applicable
Security:	The Issue is unsecured
Subordination:	The Issue is subordinated as to payment of Principal and profit to all other claims except common shares.
Call option:	Exercisable in part or in full at a par value on or after five years from the issue date, with prior approval of SBP. The Bank shall not exercise the call option unless the called instrument is replaced with capital of same or better quality.
Lock-in-clause:	Payment of profit will be made from current year's earning and subject to compliance with MCR and / or CAR or LR set by SBP.
Loss absorbency clause:	
Pre-Specified Trigger (PST)	Upon the occurrence of a Pre-Specified Trigger as defined under SBP BPRD Circular No. 06 of 2013 dated August 15, 2013 which stipulates that if an issuer's Common Equity Tier 1 (CET 1) ratio falls to or below 6.625% of Risk Weighted Assets (RWA), the Issuer will have full discretion to determine the amount of TFCs to be permanently converted into common shares or written off, subject to SBP regulations / instructions, and the cap specified below. The holding company will be able to exercise this discretion subject to: - If and when holding company's CET 1 reaches the loss absorption trigger point, the aggregate amount of Additional Tier-1 capital to be converted must at least be the amount sufficient to immediately return the CET 1 ratio to above 6.625% of total RWA (if possible); - The converted amount should not exceed the amount needed to bring the CET 1 ratio to 8.5% of RWA (i.e. minimum CET 1 of 6.0% plus capital conservation buffer of 2.5%); and - In case, conversion of Additional Tier-1 capital Instrument is not possible following the trigger event, the amount of the Instrument must be written off in the accounts resulting in increase in CET 1 of the issuer.
Point of Non-Viability (PONV)	Upon the occurrence of a Point of Non-Viability event as defined under SBP BPRD Circular No. 06 of 2013 dated August 15, 2013, which stipulates that SBP may, at its option, fully and permanently convert the TFCs into common shares of the Issuer and / or have them immediately written off (either partially or in full). Number of shares to be issued to TFC holders at the time of conversion will be equal to the 'Outstanding Value of the TFCs' divided by market value per share of the Issuer's common / ordinary share on the date of the PONV trigger event as declared by SBP, subject to the cap specified below: The PONV trigger event is the earlier of: - A decision made by SBP that a conversion or temporary / permanent write-off is necessary without which the Issuer would become non-viable; - The decision to make a public sector injection of capital, or equivalent support, without which the Issuer would have become non-viable, as determined by SBP. - The maximum number of shares to be issued to TFC holders at the Pre-Specified Trigger and / or Point of Non Viability (or otherwise as directed by SBP) will be subject to a specified cap of 329,595,476 ordinary shares, or such other number as may be agreed to in consultation with SBP.

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20.4 BIPL has issued fully paid up, rated, listed, perpetual, unsecured, subordinated, non-cumulative and contingent convertible debt instruments in the nature of sukuk under Section 66 of the Companies Act, 2017 which qualify as Additional Tier I (ADT-1) Capital as outlined by State Bank of Pakistan (SBP) under BPRD Circular No. 6 dated August 15, 2013.

20.4.1 Salient features of the ADT-1 sukuk issue I are as follows:

Amount	Rs. 2,000 million.
Issue date	April 21, 2020
Tenure	Perpetual (i.e. no fixed or final redemption date)
Rating	PACRA has rated this Sukuk at 'A'
Expected Profit Rate	The Sukuk carries a profit at the rate of 3 Months KIBOR + 2.75%. The Mudaraba Profit is computed under General Pool on the basis of profit sharing ratio and monthly weightages announced by the Bank inline with SBP's guidelines of pool management.
Profit payment frequency:	Profit shall be payable monthly in arrears, on a non-cumulative basis
Security:	The Issue is unsecured
Redemption:	The instrument is structured to redeem 0.24% of the Issue amount during the first nine years after the issue date and the remaining Issue amount of 99.76% in four equal quarterly instalments of 24.94% each in the last year.
Call option:	BIPL may, at its sole discretion, call the Sukuks, at any time after five years from the Issue Date subject to the prior approval of the SBP.
Lock-in-clause:	In the event where payment of profit results in breach of regulatory MCR/CAR requirements or SBP determines a bar on profit distribution, the monthly profit weightage of the Sukuk holders will be reduced to a minimum level e.g. 0.005, till the month in which such condition is withdrawn by SBP.
Loss absorbency clause:	The Sukuks shall, at the discretion of the SBP, be permanently converted into ordinary shares pursuant to the loss absorbency clause as stipulated in the "Instructions for Basel-III Implementation in Pakistan" issued vide BPRD Circular No. 6 dated August 15, 2013.

20.4.2 Salient features of the ADT-1 sukuk issue II are as follows:

Amount:	Rs. 1,000 million.
Issue date:	February 21, 2024
Tenure:	Perpetual (i.e. no fixed or final redemption date)
Rating:	PACRA has rated this Sukuk at 'A'
Security:	The Issue is unsecured
Profit payment frequency:	Profit shall be payable monthly in arrears, on a non-cumulative basis.
Expected Profit Rate	The Sukuk carries a profit at the rate of 1 Month KIBOR + 2.5%. The Mudaraba Profit is computed under General Pool on the basis of profit sharing ratio and monthly weightages announced by the BIPL inline with SBP's guidelines of pool management.
Call option:	BIPL may, at its sole discretion, call the Sukuks, at any time after five years from the Issue Date subject to the prior approval of the SBP.
Lock-in-clause:	In the event where payment of profit results in breach of regulatory MCR/CAR requirements or SBP determines a bar on profit distribution, the monthly profit weightage of the Sukuk holders will be reduced to a minimum level e.g. 0.005, till the month in which such condition is withdrawn by SBP.
Loss absorbency clause:	The Sukuks shall, at the discretion of the SBP, be permanently converted into ordinary shares pursuant to the loss absorbency clause as stipulated in the "Instructions for Basel-III Implementation in Pakistan" issued vide BPRD Circular No. 6 dated August 15, 2013.

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		(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Note	----- Rupees in '000 -----	
21. OTHER LIABILITIES			
Mark-up / return / interest payable in local currency		8,095,493	12,964,140
Mark-up / return / interest payable in foreign currencies		808,640	685,994
Unearned income on guarantees		550,318	487,456
Accrued expenses		5,413,357	5,361,419
Current taxation (payments less provision)		534,263	-
Acceptances		8,362,911	5,229,956
Unclaimed dividends		12,444	12,446
Mark to market loss on derivative instruments		30,702	1,489
Mark to market loss on forward foreign exchange contracts		240,227	713,428
Defined benefit obligation - net		795,210	800,305
Payable to defined contribution plan		73,057	54,371
Withholding taxes payable		2,442,200	2,312,036
Donation payable		77,339	143,281
Security deposits against leases, lockers and others		3,436,982	1,989,062
Workers' welfare fund		2,144,791	1,879,900
Payable in respect of home remittance		353,822	313,579
Retention money payable		194,064	176,421
Insurance payable		399,114	383,072
Payable to vendors against SBS goods		93,741	159,103
BLB fund settlement		-	-
Debit card settlement		584,002	374,348
Credit card settlement		12,921	-
Clearing and settlement accounts		4,247,299	-
Trade payable from brokerage and advisory business - net		4,674,975	4,512,756
Dividend payable		40,075	33,979
Deferred Murabahah income financing and IERS		187,854	643,923
Sundry Creditors		1,201,376	903,578
Credit loss allowance against off-balance sheet obligations	21.1	540,596	571,959
Charity payable		168,787	95,696
Others		997,103	1,566,509
		46,713,663	42,370,206
21.1 Credit loss allowance against off-balance sheet obligations			
Opening balance		571,959	85,975
Impact of adoption of IFRS 9		-	149,877
Balance as at January 01 after adopting IFRS 9		571,959	235,852
Transfer (out) / in		(2,961)	2,371
Exchange impact		196	(28)
Charge for the period / year		84,006	348,495
Reversals for the period / year		(112,604)	(14,731)
		(28,598)	333,764
Closing balance		540,596	571,959

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22. SURPLUS ON REVALUATION OF ASSETS

	Note	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
		Attributable to			Attributable to		
		Equity Holders	Non - Controlling Interest	Total	Equity Holders	Non - Controlling Interest	Total
----- Rupees in '000 -----							
Surplus / (deficit) on revaluation of:							
- Securities measured at FVOCI - debt	9.1	6,581,230	1,442,002	8,023,232	10,656,704	3,025,036	13,681,740
- Securities measured at FVOCI - equity	9.1	441,147	11,948	453,095	1,199,538	(81,917)	1,117,621
- Property and equipment		2,246,576	(133,353)	2,113,223	2,344,190	(111,840)	2,232,350
- Non-banking assets acquired in satisfaction of claims	15	540,357	567	540,924	551,755	600	552,355
		9,809,310	1,321,164	11,130,474	14,752,187	2,831,879	17,584,066

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

- Securities measured at FVOCI - debt	(3,286,769)	(704,963)	(3,991,732)	(5,406,027)	(1,528,143)	(6,934,170)
- Securities measured at FVOCI - equity	(352,876)	(52,288)	(405,164)	(751,586)	(3,811)	(755,397)
- Property and equipment	(387,583)	116,009	(271,574)	(432,206)	104,821	(327,385)
- Non-banking assets acquired in satisfaction of claims	(31,720)	3,801	(27,919)	(27,872)	3,793	(24,079)
	(4,058,948)	(637,441)	(4,696,389)	(6,617,691)	(1,423,340)	(8,041,031)
	<u>5,750,362</u>	<u>683,723</u>	<u>6,434,085</u>	<u>8,134,496</u>	<u>1,408,539</u>	<u>9,543,035</u>

23. CONTINGENCIES AND COMMITMENTS

	Note	(Un-audited) June 30, 2025	(Audited) December 31, 2024
----- Rupees in '000 -----			
Guarantees	23.1	132,468,857	112,329,055
Commitments	23.2	351,215,555	598,559,028
Other contingencies	23.3	1,162,351	508,708
		<u>484,846,763</u>	<u>711,396,791</u>

23.1 Guarantees

Financial guarantees	15,767,373	10,328,381
Performance guarantees	62,459,477	55,460,190
Other guarantees	54,242,007	46,540,484
	<u>132,468,857</u>	<u>112,329,055</u>

23.2 Commitments

Documentary credits and short-term trade-related transactions

- Letters of credit	63,052,928	63,186,812
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Commitments in respect of:

- Forward foreign exchange contracts	23.2.1	219,604,559	238,740,942
- Derivative instruments	23.2.2	964,517	42,185
- Forward government securities transactions	23.2.3	-	14,991,654
- Forward lending	23.2.4	64,647,397	280,305,359

Commitments for acquisition of:

- Property and equipment	23.2.5	2,145,041	1,162,105
- Intangible assets	23.2.5	801,113	129,971
		<u>351,215,555</u>	<u>598,559,028</u>

23.2.1 Commitments in respect of forward foreign exchange contracts

Purchase	130,665,869	142,022,681
Sale	88,938,690	96,718,261
	<u>219,604,559</u>	<u>238,740,942</u>

23.2.2 Commitments in respect of derivative instruments

Forward securities contract

Purchase	-	-
Sale	964,517	42,185
	<u>964,517</u>	<u>42,185</u>

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			(Un-audited) June 30, 2025	(Audited) December 31, 2024
			Rupees in '000	
23.2.3	Commitments in respect of forward government securities transactions	Note		
	Purchase		-	-
	Sale		-	14,991,654
			<u>-</u>	<u>14,991,654</u>

23.2.4	Commitments in respect of forward lending			
	Undrawn formal standby facilities, credit lines and other commitments to lend	23.2.4.1	<u>64,647,397</u>	<u>280,305,359</u>

23.2.4.1 These represent commitments that are irrevocable because they cannot be withdrawn at the discretion of the bank without the risk of incurring significant penalty or expense. Further, the holding company and its Banking subsidiary makes commitments to extend credit in the normal course of business but these being revocable commitments do not attract any significant penalty or expense if the facilities are unilaterally withdrawn.

23.2.5 This represents commitments related to purchase of leasehold improvements, furniture and fixtures, hardware & network equipment, electrical equipment and computer software.

			(Un-audited) June 30, 2025	(Audited) December 31, 2024
			Rupees in '000	
23.3	Other contingent liabilities	Note		
	Claims against the Bank not acknowledged as debts	23.3.1	518,560	508,708
	Other contingencies		643,791	-
			<u>1,162,351</u>	<u>508,708</u>

23.3.1 These mainly represent counter claims filed by borrowers for damages, claims by former employees of the holding company and BIPL and other claims relating to banking transactions.

Based on legal advice and / or internal assessments, management is confident that the matters will be decided in the holding company and BIPL's favour and the possibility of any outcome against the holding company and BIPL is remote and accordingly no provision has been made in these consolidated financial statements.

23.3.2 Tax related contingencies are disclosed in note 34.1.

24. DERIVATIVE INSTRUMENTS

Derivative instruments, such as Forward Exchange Contracts, Cross Currency Swaps and Options, are forward transactions that provide market making opportunities / hedge against the adverse movement of interest and exchange rates. Derivatives business also provides risk solutions for the existing and potential customers of the Group.

The Group has entered into a Cross Currency Swap transaction with its customer on back-to-back basis with an Authorized Derivative Dealer (ADD) without carrying any open position in its books. Specific approvals for the transactions have been granted by State Bank of Pakistan. Policies in line with SBP instructions have been formulated and are operative.

The holding banking has also entered into Foreign Currency & Commodity Options from its Wholesale Banking Branch Bahrain for market making activities.

These transactions cover the aspects of both market making and hedging.

		June 30, 2025 (Un-audited)					
		Cross currency swaps		Options and Accumulators		Forward securities	
		Notional principal	Mark to market	Notional principal	Mark to market	Notional principal	Mark to market
24.1	Product Analysis	Rupees in '000					
	With Banks						
	Hedging	-	-	-	-	-	-
	Market making	-	-	-	-	964,517	(30,702)
		-	-	-	-	964,517	(30,702)
	With FIs other than banks						
	Hedging	-	-	-	-	-	-
	Market making	-	-	-	-	-	-
		-	-	-	-	-	-
	Total						
	Hedging	-	-	-	-	-	-
	Market making	-	-	-	-	964,517	(30,702)
		-	-	-	-	964,517	(30,702)
		December 31, 2024 (Audited)					
		Cross currency swaps		Options and Accumulators		Forward securities	
		Notional principal	Mark to market	Notional principal	Mark to market	Notional principal	Mark to market
	With Banks						
	Hedging	-	-	-	-	-	-
	Market making	-	-	-	-	42,185	1,489
		-	-	-	-	42,185	1,489
	With FIs other than banks						
	Hedging	-	-	-	-	-	-
	Market making	-	-	-	-	-	-
		-	-	-	-	-	-
	Total						
	Hedging	-	-	-	-	-	-
	Market making	-	-	-	-	42,185	1,489
		-	-	-	-	42,185	1,489

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		(Un-audited)	
		Half Year ended	
		June 30,	(Restated)
		2025	June 30,
			2024
		----- Rupees in '000 -----	
25. MARK-UP / RETURN / INTEREST / PROFIT EARNED			
Loans and advances	28,918,626		42,622,605
Investments	47,981,273		67,289,113
Lendings to financial institutions	517,402		1,265,709
Balances with other banks	465,771		657,301
Securities purchased under repurchase agreements	386,332		310,441
	78,269,404		112,145,169
25.1 Interest income recognised on:			
Financial assets measured at amortised cost	8,808,645		2,892,232
Financial assets measured at FVOCI	33,657,083		64,723,151
Financial assets measured at FVPL	7,533,940		2,565,963
Financial assets measured at cost	28,269,736		41,963,824
	78,269,404		112,145,169
26. MARK-UP / RETURN / INTEREST PROFIT / EXPENSED			
Deposits	33,849,257		59,661,444
Borrowings	9,194,950		12,651,047
Subordinated debt	819,027		1,357,930
Cost of foreign currency swaps			
against foreign currency deposits / borrowings	1,277,908		2,544,852
Finance charges on leased assets	681,222		548,725
	45,822,364		76,763,998
		(Un-audited)	
		Half Year ended	
		June 30,	June 30,
		2025	2024
		----- Rupees in '000 -----	
27. FEE AND COMMISSION INCOME			
Branch banking customer fees	142,662		99,356
Finance related fees	323,733		243,877
Card related fees (debit and credit cards)	1,645,784		1,104,494
Investment banking fees	162,672		105,626
Commission on trade	944,161		783,127
Commission on guarantees	510,528		366,922
Commission on cash management	37,996		29,166
Commission on remittances including home remittances	94,772		161,255
Commission on bancassurance / bancatakaful	127,316		67,422
Commission on distribution of mutual funds	5,795		5,654
Commission on online services	63,749		77,874
Rebate income	214,096		285,584
Brokerage income	734,611		504,807
Management fee	538,351		221,258
Commission on arrangement with financial institutions	102,067		58,000
Others	16,122		3,306
	5,664,415		4,117,728

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		(Un-audited)	
		Half Year ended	
		June 30,	June 30,
		2025	2024
28. GAIN ON SECURITIES - NET	Note	----- Rupees in '000 -----	
Realised	28.1	4,001,452	943,204
Unrealised - measured at FVPL		628,097	271,326
		4,629,549	1,214,530

28.1 Realised gain / (loss) on:

Federal government securities	3,899,201	699,668
Shares - Listed companies	145,896	257,945
Non Government Debt Securities	19,429	38,612
Mutual fund units	24,277	73,816
Foreign currency bonds	(87,351)	(126,837)
	4,001,452	943,204

28.2 Net gain on financial assets

measured at FVPL:

Designated upon initial recognition

Mandatorily measured at FVPL

243,781	28,193
24,277	94,791
268,058	122,984
3,733,394	820,220
4,001,452	943,204

measured at FVOCI

29. OTHER INCOME

Rent Income	11,468	24,288
Gain on sale of property and equipment - net	25,713	22,166
Gain on sale of non banking assets - net	20,896	-
Gain on termination of leases - net	15,345	3,318
Gain on termination of Islamic financing	36,653	57,121
Charges recovered on account of internal audit services to subsidiary	-	3,200
Scrap sales	153	852
Auction publication advertisement charges - Gold finance	-	-
Recoveries against previously expensed items	-	1,577
Others	1,746	18,456
	111,974	130,978

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		(Un-audited)	
		Half Year ended	
		June 30,	(Restated)
		2025	June 30,
			2024
		Rupees in '000	
30. OPERATING EXPENSES	Note		
Total compensation expense	30.1	12,711,406	9,580,515
Property expense			
Rent and taxes		85,461	256,576
Insurance / Takaful		10,224	4,409
Utilities cost		1,068,339	944,769
Security (including guards)		821,665	695,916
Repair and maintenance (including janitorial charges)		524,864	509,258
Depreciation		595,790	564,102
Depreciation on right-of-use assets		1,652,664	1,326,400
Depreciation on non-banking assets		21,331	18,876
Other		1,921	-
		4,782,259	4,320,306
Information technology expenses			
Software maintenance		2,069,425	1,092,601
Hardware maintenance		464,677	392,334
Depreciation		606,532	484,891
Amortisation		381,292	292,041
Network charges		455,280	344,763
		3,977,206	2,606,630
Other operating expenses			
Directors' fees and allowances		23,225	20,425
Fee and allowances to Shariah Board		18,918	16,602
Legal and professional charges		415,710	246,323
Insurance / Takaful, tracker and other charges on car ljarah - net of income		445,631	390,705
Outsourced services costs		575,905	210,777
Travelling and conveyance		407,065	301,801
NIFT clearing charges		82,877	57,245
Depreciation		556,700	434,935
Amortisation		87,814	7,147
Training and development		85,429	48,589
Postage and courier charges		110,512	98,244
Communication		551,351	438,895
Stationery and printing		494,447	444,397
Marketing, advertisement and publicity		1,393,736	1,325,542
Donations		119,734	257,609
Auditors' remuneration		38,953	32,545
Staff auto fuel and maintenance		619,164	618,930
Bank charges		40,851	45,133
Stamp duty		14,112	11,555
Online verification charges		48,035	54,452
Brokerage, fee and commission		40,172	35,743
Card related fees (debit and credit cards)		992,729	798,056
CDC and other charges		48,182	29,566
Consultancy fee		35,825	62,104
Deposit protection premium		127,637	102,595
Entertainment expenses		255,218	198,890
Repair and maintenance		219,458	162,997
Cash handling charges		197,883	174,235
Fee and subscription		569,646	490,929
Employees social security		6,171	6,448
Generator fuel and maintenance		92,569	111,862
Royalty		25,500	17,500
Others		74,758	202,194
		8,815,917	7,454,970
		30,286,788	23,962,421
Less: Reimbursement of selling and distribution expenses		(103,716)	(138,069)
		30,183,072	23,824,352

30.1. This includes impact of fair value adjustment on concessional rate staff loans amounting to Rs. 359.888 million (June 30, 2024: Rs. 325.814 million).

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31. WORKERS' WELFARE FUND

The Group has made provision for Workers' Welfare Fund (WWF) based on profit for the respective years.

32. OTHER CHARGES

Penalties imposed by regulatory authorities
Other regulatory charges

(Un-audited)	
Half Year ended	
June 30,	June 30,
2025	2024
----- Rupees in '000 -----	
180,728	16,156
113,414	-
294,142	16,156
(Un-audited)	
Half Year ended	
	(Restated)
June 30,	June 30,
2025	2024
----- Rupees in '000 -----	

33. CREDIT LOSS ALLOWANCE / PROVISION AND WRITE OFFS - NET

Credit loss allowance against cash and balances with treasury banks	688	1,199
Credit loss allowance against balance with other banks	(2,043)	(2,428)
Credit loss allowance against lending to financial institutions	(1,817)	(158)
Credit loss allowance for diminution in value of investments	(246,820)	(99,399)
Credit loss allowance against loans and advances	2,485,057	1,123,715
Credit loss allowance against other assets	146,686	1,338
Credit loss allowance against off balance sheet obligations	(28,598)	222,398
Other credit loss allowance and write offs	-	(57,537)
Bad debts written off directly	-	125
Recovery of written off / charged off bad debts	(23,255)	(10,439)
Modification loss	(37,761)	65,182
Operational loss	5,837	21,883
Fair value loss recognized	(21,505)	-
	2,276,469	1,265,879

34. TAXATION

Current	5,876,355	8,866,274
Prior years	1,300,803	-
Deferred	(566,738)	186,650
	6,610,420	9,052,924

34.1 There are no material changes in tax contingencies as disclosed in annual consolidated financial statements for the year ended December 31, 2024.

35. EARNINGS PER SHARE - BASIC AND DILUTED

	(Un-audited)		(Un-audited)	
	Quarter Ended		Half Year ended	
		(Restated)		(Restated)
	June 30,	June 30,	June 30,	June 30,
	2025	2024	2025	2024
----- Rupees in '000 -----				
Profit after taxation for the period attributable to ordinary equity holders of the Bank	1,649,570	4,515,738	4,073,466	7,921,614
----- Number of shares -----				
Weighted average number of ordinary shares	2,050,662,536	2,050,662,536	2,050,662,536	2,050,662,536
----- Rupees -----				
Earnings per share - basic and diluted	0.80	2.20	1.99	3.86

36. CASH AND CASH EQUIVALENTS

Cash and balances with treasury banks	89,983,702	84,153,600	98,517,293
Balances with other banks - gross	4,193,711	5,079,575	6,570,976
Overdrawn nostro accounts	(292,745)	(963,478)	(1,177,578)
	93,884,668	88,269,697	103,910,691

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37. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value measurement defines fair value as the price that would be received from the sale of an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

37.1 Fair value of financial instruments

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

- Level 1:** Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2:** Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3:** Fair value measurements using input for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

June 30, 2025 (Un-audited)				
	Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----				
On balance sheet financial instruments				
Financial assets - measured at fair value				
Investments				
Federal Government Securities	-	273,547,589	-	273,547,589
Federal Government Shariah Compliant Securities	69,102,423	284,233,327	-	353,335,750
Shares - listed companies	7,102,095	-	6,820	7,108,915
Shares - unlisted companies	-	18,692	721,853	740,545
Non Government Debt Securities	-	688,202	-	688,202
Non-Government Shariah Compliant Securities	-	33,714,558	-	33,714,558
Mutual funds	62,353	550,590	-	612,943
Foreign Securities	-	24,049,314	-	24,049,314
Financial assets - disclosed but not measured at fair value				
Investments				
Federal Government Securities	-	43,854,530	-	43,854,530
Off-balance sheet financial instruments - measured at fair value				
Forward purchase of foreign exchange	-	157,014,920	-	157,014,920
Forward sale of foreign exchange	-	108,885,236	-	108,885,236
Fair value of non-financial assets				
Land and Buildings	-	13,421,419	-	13,421,419
Non-banking assets acquired in satisfaction of claims	-	6,697,879	-	6,697,879

December 31, 2024 (Audited)				
	Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----				
On balance sheet financial instruments				
Financial assets - measured at fair value				
Investments				
Federal Government Securities	-	138,130,448	-	138,130,448
Federal Government Shariah Compliant Securities	54,455,722	256,569,779	-	311,025,501
Shares	3,591,749	-	-	3,591,749
Non Government Debt Securities	-	1,247,334	-	1,247,334
Non-Government Shariah Compliant Securities	-	33,180,407	-	33,180,407
Foreign Securities	-	16,214,890	-	16,214,890
Financial assets - disclosed but not measured at fair value				
Investments				
Federal Government Securities	-	121,590,686	-	121,590,686
Off-balance sheet financial instruments - measured at fair value				
Forward purchase of foreign exchange	-	142,967,019	-	142,967,019
Forward sale of foreign exchange	-	95,241,980	-	95,241,980
Fair value of non-financial assets				
Land and building	-	13,524,661	-	13,524,661
Non-banking assets acquired in satisfaction of claims	-	6,812,579	-	6,812,579

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37.2 Valuation techniques

Item	Valuation approach and input used
Units of mutual funds	Fair values of investments in mutual fund units are determined based on redemption prices disclosed at the Mutual Funds Association of Pakistan (MUFAP) as at the close of the business days.
Market Treasury Bills (MTB), Pakistan Investment Bonds (PIB) and GoP Sukuks	Fair values of Pakistan Investment Bonds, Market Treasury Bills and GoP Sukuks are derived using PKRV, PKFRV and PKISRV rates.
Debt Securities (TFCs) and Sukuk other than Government	Investments in debt securities (comprising of Term Finance Certificates, Bonds and any other security issued by a company or a corporate body 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 SECP.
Overseas Government Sukuks, Overseas and Euro Bonds	The fair value of Overseas Government Sukuks, and Overseas & Euro Bonds are valued on the basis of price available on Bloomberg.
Ordinary shares - listed	The fair value of investments in listed equity securities are valued on the basis of closing quoted market price available at the Pakistan Stock Exchange.
Ordinary shares - unlisted	The fair value of investments in certain unlisted equity securities are valued on net asset value.
Preference shares - unlisted	The fair value of investment in certain unlisted preference shares are valued at offer quoted price.
Forward foreign exchange contracts	The valuation has been determined by interpolating the foreign exchange revaluation rates announced by the State Bank of Pakistan.
Derivatives	The fair values of derivatives which are not quoted in active markets are determined by using valuation techniques. The valuation techniques take into account the relevant underlying parameters including foreign currencies involved, interest rates, yield curves, volatilities, contracts duration, etc.
Property and Equipment - Land and buildings	Land and buildings and Non-banking assets under satisfaction of claims are carried at revalued amounts determined by professional valuers based on their assessment of the market values as disclosed in note 10 and 13 of the consolidated financial statements for the year ended December 31, 2024. The valuations are conducted by the valuation experts appointed by the Holding company which are also on the panel of State Bank of Pakistan. The valuation experts used a market based approach to arrive at the fair value of the Holding company's properties. The market approach used prices and other relevant information generated by market transactions involving identical or comparable or similar properties. These values are adjusted to reflect the current condition of the properties.
Non-banking assets acquired in satisfaction of claims	

The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements of investments:

Description	Fair value as at June 30, 2025	Unobservable inputs	Sensitivity of inputs
Ordinary shares - unlisted	26,201	Net asset value	Increase / (decrease) in NAV by 10% with all other variables held constant, would increase / (decrease) the fair value by Rs. 2.62 million.
Preference shares - unlisted	695,652	Offered quote	Not applicable.

The following table shows reconciliation of investment and advances fair value movement:

	June 30,
	2025
	Rupees in' 000
Opening balance	11,000
Remeasurement recognised in OCI	15,201
Closing balance	26,201

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

38. SEGMENT INFORMATION

38.1 Segment Details with respect to Business Activities:

For the half year ended June 30, 2025 (Un-audited)									
Retail Banking	Corporate / Commercial Banking	Treasury	Investment, International and Institutional	Zindigi	Islamic Banking	Brokerage	Asset Management	Others	Total
Rupees in '000									
Profit and loss									
Net mark-up / return / profit	(7,171,717)	465,619	20,383,058	806,737	(82,461)	18,503,311	134,157	(6,970)	32,447,040
Inter segment revenue - net	15,575,825	2,579,096	(16,717,745)	86,623	284,981	-	-	(1,808,780)	-
Non mark-up / return / interest income	1,212,619	1,076,057	2,523,321	396,919	533,233	4,882,741	892,445	653,993	12,505,463
Total Income	9,616,727	4,120,772	6,188,634	1,290,279	735,753	23,386,052	1,026,602	647,023	44,952,503
Segment direct expenses	6,879,159	416,592	130,177	878,495	2,334,582	15,036,105	759,468	337,514	30,742,106
Inter segment expense allocation	1,773,478	574,707	131,838	235,095	368,236	-	-	(3,083,354)	-
Total expenses	8,652,637	991,299	262,015	1,113,590	2,702,818	15,036,105	759,468	337,514	30,742,106
Credit loss allowance and write offs - net	264,293	1,028,736	(9,850)	(126,870)	24,759	(930,137)	(62,056)	-	2,276,469
Profit / (loss) before tax	699,797	2,100,737	5,936,469	303,559	(1,991,824)	9,280,084	329,190	309,509	11,933,928
As at June 30, 2025 (Un-audited)									
Retail Banking	Corporate / Commercial Banking	Treasury	Investment, International and Institutional	Zindigi	Islamic Banking	Brokerage	Asset Management	Others	Total
Rupees in '000									
Balance sheet									
Cash and bank balances	12,246,289	321,107	28,688,363	1,201,019	3,511,545	47,411,576	790,652	3,245	94,173,796
Investments	-	-	317,572,927	25,576,847	-	390,573,715	1,078,571	3,912,867	740,844,399
Net inter segment lending	305,580,989	44,238,714	-	6,917,413	3,925,745	-	-	36,607,892	397,270,753
Lendings to financial institutions	-	-	279,962	-	-	9,551,391	-	-	9,831,353
Advances - performing	77,016,255	108,498,089	-	8,364,989	9,117	241,328,526	1,130,794	9,502	440,326,757
Advances - non-performing	3,306,898	2,435,824	-	113	2,391	1,165,066	-	731,642	7,641,934
Others	-	-	-	791,983	-	58,234,587	5,935,260	609,437	123,788,097
Total Assets	398,150,431	155,493,734	346,541,252	42,852,364	7,448,798	748,264,861	8,935,277	2,751,656	1,813,877,089
Borrowings	11,372,064	13,997,771	3,110,936	-	-	32,972,018	-	-	61,452,789
Subordinated debt	-	-	-	-	-	2,996,760	-	-	11,491,627
Deposits and other accounts	375,910,276	141,166,126	-	40,178,704	7,448,798	630,336,642	-	-	1,195,040,546
Net inter segment borrowing	-	-	343,430,316	-	-	48,499,345	3,264,628	2,076,464	397,270,753
Others	10,868,091	329,837	-	2,673,660	-	33,460,096	5,670,649	675,192	69,474,354
Total Liabilities	398,150,431	155,493,734	346,541,252	42,852,364	7,448,798	748,264,861	8,935,277	2,751,656	1,734,730,069
Equity	-	-	-	-	-	-	-	-	66,539,615
Non-controlling interest	-	-	-	-	-	-	-	-	12,607,405
Total Equity and Liabilities	398,150,431	155,493,734	346,541,252	42,852,364	7,448,798	748,264,861	8,935,277	2,751,656	1,813,877,089
Contingencies and Commitments	44,744,329	79,312,927	90,887,368	15,760,936	-	252,131,611	1,364,517	-	484,846,763
For the half year June 30, 2024 (Un-audited) - Restated									
Retail Banking	Corporate / Commercial Banking	Treasury	Investment, International and Institutional	Zindigi	Islamic Banking	Brokerage	Asset Management	Others	Total
Rupees in '000									
Profit and loss									
Net mark-up / return / profit	(13,144,943)	(1,418,433)	28,145,118	363,745	(33,660)	22,067,961	86,286	1,895	35,381,171
Inter segment revenue - net	23,632,151	4,671,774	(27,009,554)	871,268	244,303	-	-	(2,409,942)	-
Non mark-up / return / interest income	1,018,964	956,579	2,476,723	471,136	217,935	1,703,611	645,500	402,734	8,880,330
Total Income	11,506,172	4,209,920	3,612,287	1,706,149	428,578	23,771,572	731,786	404,629	44,261,501
Segment direct expenses	6,067,724	376,896	93,310	813,046	1,807,268	10,483,241	529,320	205,669	24,239,222
Inter segment expense allocation	1,842,552	436,091	107,324	125,946	257,245	-	-	(2,769,158)	-
Total expenses	7,910,276	812,987	200,634	938,992	2,064,513	10,483,241	529,320	205,669	24,239,222
Credit loss allowances and write offs - net	505,675	417,181	(79,854)	574	(6,280)	392,978	(12,530)	-	1,265,879
Profit / (loss) before tax	3,090,221	2,979,752	3,491,507	766,583	(1,629,655)	12,895,353	214,996	198,960	18,756,400
As at December 31, 2024 (Audited)									
Retail Banking	Corporate / Commercial Banking	Treasury	Investment, International and Institutional	Zindigi	Islamic Banking	Brokerage	Asset Management	Others	Total
Rupees in '000									
Balance sheet									
Cash and bank balances	12,044,528	421,951	32,972,487	1,199,620	36,839	42,076,616	448,996	27,166	89,228,203
Investments	-	-	260,209,051	17,803,843	-	345,051,553	174,665	3,537,637	629,466,174
Net inter segment lending	269,135,658	64,452,654	1,999,730	675,328	6,666,406	-	-	53,960,991	396,890,767
Lendings to financial institutions	-	-	-	-	-	4,257,928	-	-	4,257,928
Advances - performing	66,514,103	100,980,505	-	47,554,387	12,584	292,763,117	1,532,724	8,800	512,903,671
Advances - non-performing - net	2,943,758	3,218,190	-	630	25,914	2,111,807	-	55,777	8,356,076
Others	-	-	-	464,920	-	50,184,729	4,508,931	649,670	114,831,076
Total Assets	350,638,047	169,073,300	295,181,268	67,698,728	6,741,743	736,445,750	6,665,316	3,375,061	1,755,933,895
Borrowings	10,160,671	17,074,664	1,463,170	-	-	85,662,161	-	-	114,360,666
Subordinated debt	-	-	-	-	-	2,996,875	-	-	11,492,708
Deposits and other accounts	328,859,641	151,596,312	-	35,454,361	6,741,743	559,174,212	-	-	1,081,826,269
Net inter segment borrowing	2,482,319	-	293,718,098	30,133,918	-	49,721,240	1,474,989	2,957,503	396,890,767
Others	9,135,416	402,324	-	2,110,449	-	38,891,262	5,190,327	417,558	74,566,931
Total Liabilities	350,638,047	169,073,300	295,181,268	67,698,728	6,741,743	736,445,750	6,665,316	3,375,061	1,679,137,341
Equity	-	-	-	-	-	-	-	-	64,380,704
Non-controlling interest	-	-	-	-	-	-	-	-	12,415,850
Total Equity and Liabilities	350,638,047	169,073,300	295,181,268	67,698,728	6,741,743	736,445,750	6,665,316	3,375,061	1,755,933,895
Contingencies and Commitments	21,531,623	104,827,389	78,520,444	9,970,239	-	495,441,474	42,185	-	711,396,791

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39. RELATED PARTY TRANSACTIONS

The Group has related party transactions with its parent, directors, key management personnel, associates and other related parties.

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

Details of transactions with related parties, other than those which have been specifically disclosed elsewhere in these consolidated financial statements are as follows:

	As at June 30, 2025 (Un-audited)				
	Parent	Directors	Key management personnel	Associates	Other related parties
	Rupees in '000				
Statement of financial position					
Lendings to financial institutions					
Opening balance	-	-	-	-	-
Addition during the period	-	-	-	-	500,000
Repaid during the period	-	-	-	-	(500,000)
Transfer in / (out) - net	-	-	-	-	-
Closing balance	-	-	-	-	-
Investments					
Opening balance	-	-	-	1,371,911	(24,156)
Investment made during the period	-	-	-	117,984	1,350,000
Investment redeemed / disposed off during the period	-	-	-	(671,657)	(800,000)
Deficit on investments	-	-	-	(62,067)	(334,114)
Transfer in / (out) - net	-	-	-	2,562,473	2,597,541
Closing balance	-	-	-	3,318,644	2,789,271
Credit loss allowance for diminution in value of investments	-	-	-	1,129,844	-
Advances					
Opening balance	-	-	635,459	665,920	4,473,281
Addition during the period	-	107	237,482	-	4,644,803
Repaid during the period	-	(99)	(179,624)	(6,160)	(6,101,130)
Transfer in / (out) - net	-	-	16,356	(480,187)	207,484
Closing balance	-	8	709,673	179,573	3,224,438
Credit Loss Allowance held against advances	-	14	440	179,573	484,304
Other assets					
Mark-up / return / interest accrued	-	-	1,041	-	53,329
Receivable against bancassurance / bancatakaful	-	-	-	-	16,119
Trade Receivable from brokerage and advisory business	-	-	-	-	175,453
Advance against investment in securities	-	-	-	-	792,000
Other receivable	-	-	-	-	2,961
Credit Loss Allowance against other assets	-	-	-	-	8,858
Borrowings					
Opening balance	-	-	-	-	-
Borrowings during the period	-	-	-	-	-
Settled during the period	-	-	-	-	-
Closing balance	-	-	-	-	-
Deposits and other accounts					
Opening balance	112,836	9,446	56,248	21,675	6,865,671
Received during the period	3,323,295	24,507	879,749	716,703	181,039,292
Withdrawn during the period	(3,388,376)	(13,088)	(793,559)	(712,862)	(173,423,703)
Transfer in / (out) - net	-	-	(7,513)	(988)	(31,652)
Closing balance	47,755	20,865	134,925	24,528	14,449,608
Subordinated debt					
Opening balance	-	-	-	-	253,925
Issued during the period	-	-	-	-	2,190
Redeemed during the period	-	-	-	-	(2,112)
Transfer in / (out) - net	-	-	-	-	(470)
Closing balance	-	-	-	-	253,533
Other liabilities					
Mark-up / return / interest payable on deposits	-	-	483	-	24,506
Mark-up / return / interest payable on subordinated debt	-	-	-	-	1,030
Trade payable from brokerage and advisory business	19,908	-	-	-	38,028
Payable to defined benefit plan	-	-	-	-	795,210
Others payable	-	-	-	-	3,825
Contingencies and commitments					
Letter of guarantee	-	-	-	-	23,840
Letter of credit	-	-	-	-	195,159

JS BANK LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED JUNE 30, 2025

As at December 31, 2024 (Audited)

Statement of financial position

Lendings to financial institutions

	Parent	Directors	Key management personnel	Associates	Other related parties
	Rupees in '000				
Opening balance	-	-	-	-	-
Addition during the year	-	-	-	-	-
Repaid during the year	-	-	-	-	-
Transfer in / (out) - net	-	-	-	-	-
Closing balance	-	-	-	-	-

Investments

Opening balance	7,595	-	-	1,371,911	6,508,867
Investment made during the year	-	-	-	-	8,305,942
Investment redeemed / disposed off during the year	-	-	-	-	(14,388,834)
Deficit on investments	-	-	-	-	(450,131)
Transfer in / (out) - net	(7,595)	-	-	-	-
Closing balance	-	-	-	1,371,911	(24,156)

Provision for diminution in value of investments	-	-	-	1,191,911	-
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Advances

Opening balance	-	247	919,926	665,920	2,006,365
Addition during the year	-	2,204	448,993	618,721	13,077,017
Repaid during the year	-	(1,885)	(178,653)	(618,721)	(10,785,517)
Transfer in / (out) - net	-	(566)	(554,807)	-	175,416
Closing balance	-	-	635,459	665,920	4,473,281

Credit Loss Allowance held against advances	-	-	138	665,920	4,060
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Other assets

Mark-up / return / interest accrued	-	-	670	-	46,915
Receivable against bancassurance / bancatakaful	-	-	-	-	9,430
Prepaid insurance	-	-	-	-	-
Trade receivable from brokerage and advisory business	1,615	-	-	-	31,691
Advance against investment in securities	-	-	-	-	792,000
Other receivable	-	-	-	-	2,961

Credit Loss Allowance against other assets	-	-	-	-	-
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Borrowings

Opening balance	-	-	-	-	-
Borrowings during the year	-	-	-	-	-
Settled during the year	-	-	-	-	-
Transfer in / (out) - net	-	-	-	-	-
Closing balance	-	-	-	-	-

Deposits and other accounts

Opening balance	80,689	369	41,934	46,398	12,110,023
Received during the year	11,025,819	20,298	871,091	2,565,724	271,222,852
Withdrawn during the year	(10,993,672)	(11,221)	(844,243)	(2,590,447)	(276,503,188)
Transfer in / (out) - net	-	-	(12,534)	-	35,984
Closing balance	112,836	9,446	56,248	21,675	6,865,671

Subordinated debts

Opening balance	2,500	-	485	-	21,119
Issued during the year	-	-	-	-	233,585
Redeemed during the year	(2,500)	-	-	-	(1,264)
Transfer in / (out) - net	-	-	(485)	-	485
Closing balance	-	-	-	-	253,925

Other liabilities

Mark-up / return / interest payable on deposits	-	-	-	2	15,576
Mark-up / return / interest payable on subordinated debt	-	-	-	-	1,173
Trade payable	-	-	-	-	13,779
Defined benefit obligation - net	-	-	-	-	800,305
Others payable	-	-	-	-	33,588

Contingencies and commitments

Letters of guarantee	-	-	-	-	15,369
Letters of credit	-	-	-	-	79,352

JS BANK LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED JUNE 30, 2025

For the half year ended June 30, 2025 (Un-audited)					
	Parent	Directors	Key management personnel	Associates	Other related parties
	Rupees in '000				
Profit and loss account					
Income					
Mark-up / return / interest / profit earned	-	-	18,772	-	232,848
Fee and commission income	3,384	57	1,054	-	78,440
Dividend income	-	-	-	-	77,377
Gain / (loss) on sale of securities - net	-	-	-	-	23,146
Rental income	-	-	-	-	7,468
Other income	40	-	7	-	29,509
Expense					
Mark-up / return / interest paid	3,077	271	2,412	1,087	316,423
Operating expenses					
Compensation	-	-	534,958	-	1,173,689
Charge for defined contribution plans	-	-	-	-	439,284
Charge for defined benefit plans	-	-	-	-	265,059
Rent	2,591	-	-	-	5,743
Directors' fee & allowances	-	8,100	-	-	15,125
Insurance	-	-	-	-	84,654
Training & Development	-	-	12,709	-	-
Marketing, advertisement & publicity	-	-	-	-	2,228
Consultancy fee	-	-	-	-	24,257
Advisory fee	13,000	-	-	-	-
Royalty	-	-	-	-	12,500
Other expenses	11,088	827	-	-	322,369
Credit loss allowance on:					
Investments	-	-	-	-	-
Advances	-	(1)	(22)	(6,159)	649
Other Assets	-	-	-	-	8,832
Payments made during the period					
Insurance premium paid	-	-	-	-	300,171
Insurance claims settled	-	-	-	-	62,253
Donation paid	-	-	-	-	265,822
Dividend paid	-	-	-	-	183,928
Other Transactions					
Sale of Government Securities	-	-	-	-	82,602,795
Purchase of Government Securities	-	-	-	-	5,927,038

For the half year June 30, 2024 (Un-audited) - Restated					
	Parent	Directors	Key management personnel	Associates	Other related parties
	Rupees in '000				
Profit and loss account					
Income					
Mark-up / return / interest / profit earned	-	-	26,829	22,730	561,581
Fee and commission income	538	113	851	-	270,099
Dividend income	-	-	-	-	67,039
Gain on sale of securities - net	-	-	-	-	5,552
Rental income	-	-	16	22	-
Other income	-	-	-	-	-
Expense					
Mark-up / return / interest expensed	12,065	-	7,131	1,864	612,528
Operating expenses					
Compensation	-	-	941,443	-	-
Charge for defined contribution plans	-	-	-	-	333,393
Charge for defined benefit plans	-	-	-	-	209,282
Rent	2,057	-	-	-	24,723
Directors' fee & allowances	-	5,700	-	-	14,725
Insurance	-	-	-	-	55,081
Training & Development	-	-	-	-	-
Marketing, advertisement & publicity	-	-	-	-	-
Consultancy fee	-	-	-	-	46,735
Advisory fee	7,500	-	-	-	110
Royalty	-	-	-	-	10,000
Other expenses	1,874	-	18,372	-	103,248
Credit loss allowance on:					
Investments	-	-	-	6,925	-
Advances	-	-	-	-	-
Payments made during the period					
Insurance premium paid	-	-	-	-	91,439
Insurance claims settled	-	-	-	-	1,889
Donation paid	-	-	-	-	229,813
Dividend paid	-	-	286,729	-	28,527
Other transactions					
Sale of Government Securities	-	-	9,977	-	75,063,817
Purchase of Government Securities	-	-	3,148	-	47,809,452

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	----- Rupees in '000 -----	
40. CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS		
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	20,506,625	20,506,625
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	57,713,319	54,060,081
Eligible Additional Tier 1 (ADT 1) Capital	6,458,339	5,506,643
Total Eligible Tier 1 Capital	64,171,658	59,566,724
Eligible Tier 2 Capital	12,155,140	19,780,113
Total Eligible Capital (Tier 1 + Tier 2)	76,326,798	79,346,837
Risk Weighted Assets (RWAs):		
Credit Risk	322,500,604	299,924,033
Market Risk	20,360,087	6,122,020
Operational Risk	133,173,428	133,141,179
Total	476,034,119	439,187,232
Common Equity Tier 1 Capital Adequacy ratio	12.12%	12.31%
Tier 1 Capital Adequacy Ratio	13.48%	13.56%
Total Capital Adequacy Ratio	16.03%	18.07%
Leverage Ratio (LR):		
Eligible Tier-1 Capital	64,171,658	59,566,724
Total Exposures	1,562,967,697	1,607,832,690
Leverage Ratio	4.11%	3.70%
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	756,351,317	517,736,180
Total Net Cash Outflow	228,400,956	201,355,659
Liquidity Coverage Ratio	331.15%	257.13%
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	1,058,847,676	1,060,751,693
Total Required Stable Funding	472,721,804	528,102,996
Net Stable Funding Ratio	223.99%	200.86%

JS BANK LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED JUNE 30, 2025

41. GENERAL

41.1 The effect of reclassification in comparative information presented in these unconsolidated condensed interim financial statements is as follows:

HEAD	Rupees in 000	FROM	TO
Recoveries against charge off loans	10,439	Other income	Credit loss allowance and write offs - net
Credit loss allowance held	91,561	Advances	Other Assets

42. DATE OF AUTHORISATION FOR ISSUE

These consolidated condensed interim financial statements were authorised for issue by the Board of Directors of the Bank in their meeting held on August 22, 2025.

President and
Chief Executive Officer

Chief Financial Officer

Director

Director

Director



Registered office

JS Bank Limited, Shaheen Commercial Complex,
Dr. Zia Uddin Ahmed Road, P.O. Box 4847,
Karachi-74200 Sindh, Pakistan.

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