



# Quarterly Report March 31, 2026





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# COMPANY INFORMATION

## Board of Directors

Mr. Adil Matcheswala	Chairman
Mr. Khalilullah Shaikh*	Independent Director
Ms. Nargis Ali Akber Ghaloo	Non-Executive Director
Mr. Qaiser Noor	Independent 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 and CEO

## Board Audit Committee

Mr. Khalilullah Shaikh*	Chairman
Ms. Nargis Ali Akber Ghaloo	Member
Lt. Gen. (Retd). Sadiq Ali	Member

## Board Human Resource, Remuneration and Nomination Committee

Mr. Usman Yousaf Mobin	Chairman
Mr. Adil Matcheswala	Member
Ms. Nargis Ali Akber Ghaloo	Member
Mr. Qaiser Noor	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. Qaiser Noor	Member
Mr. Saad Ali Bhimjee	Member
Mr. Basir Shamsie	Member

## Chief Financial Officer

Syed Adeel Ehtesham

## Company Secretary and Head of Legal

Syed Muhammad Talib Raza

## Auditors

BDO Ebrahim & Co.  
Chartered Accountants  
Lakson Square Building No. 1  
Sarwar Shaheed 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 Shahrah-e--Faisal,  
Karachi

## Registered Office

JS Bank Limited,  
Shaheen Commercial  
Complex Dr. Ziauddin Ahmed Road  
P.O. Box 4847, Karachi-74200,  
Pakistan UAN: +92 (21/51) 111-654-321  
Head Office: +92 21 111 JS Bank (572 265)  
[www.jsbl.com](http://www.jsbl.com)

\*Mr. Khalilullah Shaikh has resigned from the Board of Directors of JS Bank Limited, effective from April 28, 2026.

## **Directors' Review**

On behalf of the Board of Directors, we are pleased to present the unconsolidated condensed interim financial statements along with the consolidated condensed interim financial statements of JS Bank Limited ("JSBL") for the quarter ended March 31, 2026.

## **Economy Review**

Pakistan's economy demonstrated a resilient recovery trajectory in the first quarter of 2026, building on the stabilization achieved in the previous fiscal year. Real GDP grew by 3.7% during the period, primarily driven by a robust rebound in the industrial sector, and a steady performance in agriculture. While structural reforms under the IMF program have bolstered reserves, geopolitical volatility in the Middle East has introduced new risks to the inflationary and fiscal outlook.

The State Bank of Pakistan (SBP) maintained the policy rate at 10.5% during 1QCY26, citing comfort in its outlook for external flows, inflation, GDP growth, and foreign exchange reserves. However, the central bank also highlighted risks to inflation and the fiscal account stemming from the intensity and duration of the US-Iran conflict.

As of early April 2026, the SBP's foreign exchange reserves stood at US\$ 16.3 billion, following the successful fulfillment of over US\$ 1.43 billion in external debt obligations – including a US\$ 1.3 billion Eurobond repayment. While total liquid foreign reserves reached US\$ 21.89 billion, the central bank remains well-positioned to meet its year-end targets, supported by the anticipated US\$ 1.2 billion tranche from the IMF and a current account turnaround in 9MFY26 – the Current Account recorded a surplus of \$1.37 billion for Q1 2026, supported by record-high remittances (reaching approx. \$3.8 billion in March alone) and a contraction in the trade deficit. Fiscal consolidation remains a priority, with the primary balance remaining in surplus.

Petrol prices were increased by 24% following a surge in international oil prices amid escalating geopolitical tensions and concerns over global energy supplies. However, the government opted to keep oil prices unchanged later in the month of March. Notably, international oil prices surged to a four-year high of US\$118/bbl in March 2026, as oil and gas trade through the Strait of Hormuz was disrupted by Iran, alongside multiple attacks on energy facilities across the Middle East. The spike in oil prices also had a negative impact on equity markets, with the KSE-100 Index registering a 15% decline compared to December 2025 levels. Meanwhile, PIB yields increased by over 200bps across various tenors in the auction held during March.

## **Banking sector review**

The banking industry navigated an increasingly complex landscape during the quarter, as a sharp upward shift in the yield curve put significant pressure on balance sheet valuations and capital adequacy buffers. The most critical development for the sector was a significant surge in PIB yields, which reached approximately 12.5% in March auctions. This environment led to a significant decline in revaluation surpluses for banks, impacting capital ratios. The sector remains highly sensitive to these movements as banks continue to hold a massive exposure to government securities. Furthermore, floating-rate bonds now constitute over 50% of total domestic debt, introducing meaningful spread duration risk across the industry.

Private sector credit recorded a 14% year-on-year growth as of February 2026 – led by a 19% rise in consumer loans and a 35% surge in auto financing. Outstanding loans to the textile sector

remained flat on a YoY basis in February 2026, compared to consecutive YoY declines over the previous three months. This stabilization mainly reflects a 300bps reduction in the Export Refinancing Rate, coupled with cuts in industrial power tariffs aimed at lowering the cost of doing business for exporters—the industry-wide Advances-to-Deposit Ratio (ADR) stayed at approximately 40.3%.

The industry is also undergoing a fundamental structural transformation. In compliance with the constitutional mandate to eliminate Riba, banks are accelerating their conversion to Islamic banking. This shift is reflected in the government debt portfolio, where the share of Shariah-compliant Sukuk has risen to 14%. Concurrently, the digital ecosystem is scaling at pace; the RAAST instant payment system processed PKR 18 trillion in FY26, signaling a definitive shift away from cash-based transactions.

While the sector remains well-capitalized with a Capital Adequacy Ratio (CAR) of 18.7% entering the year, the recent revaluation shocks necessitate a disciplined approach to capital management and dividend payouts in the near term.

### Performance overview

Key highlights of the financial results of the Bank for the first quarter ended March 31, 2026, are presented below:

Financial Position	PKR Million	
	March 31, 2026	December 31, 2025
Shareholders' Equity	46,001	46,661
Total Deposits	544,898	543,502
Total Assets	682,877	655,636
Advances - net	211,330	249,776
Investments - net	367,105	278,028
<b>Financial Performance</b>		
	March 31, 2026	March 31, 2025
Net Mark-up/Interest Income	6,685	7,484
Non-Markup/Interest Income	2,830	3,125
Non-Markup/Interest Expenses	7,417	7,129
Credit loss allowances and write offs - net	(78)	742
Profit Before Tax	2,175	2,738
Profit After Tax	1,045	1,289
Basic/Diluted Earnings Per Share - Rupee	0.51	0.63

For the first quarter ended March 31, 2026, the Bank reported a Profit before Tax of PKR 2,175.343 million (Profit after Tax of PKR 1,044.644 million), as compared to a Profit before Tax of PKR 2,737.516 million (Profit after Tax of PKR 1,288.567 million) for the corresponding period last year. The Bank's Net Interest Income decreased by 10.7%YoY primarily on account of lower interest rates.

The Bank's non-markup income reflected a marginal decline of PKR 295.273 million, which mainly stemmed from lower Foreign Exchange Income, which decreased by PKR 298.318 million YoY.

Operating expenses were maintained within budgeted levels, registering a YoY increase of 4%. The Bank's operating cost-to-income ratio increased to 77% as compared to 67% during the corresponding period last year, primarily on account of lower revenues as against the prior corresponding period.

As at March 31, 2026, the Bank's deposits ended at PKR 544.898 billion, as against PKR 543.502 billion at December 2025. Non-remunerative mix remained above 40%, with non-remunerative averages growing by approximately PKR 17.94 billion or 10.30% YoY.

During the current period, the Bank adopted the Effective Interest Rate (EIR) method with effect from January 01, 2026. The application of EIR resulted in a change in the recognition of interest income and related balances in accordance with the applicable accounting requirements. Accordingly, the cumulative impact of EIR adoption amounting to Rs. 14.860 million, net of tax, was recorded as an adjustment to equity at the beginning of the current period.

Driven by the sharp upward shift in secondary market yields and widening spreads on floating-rate instruments, the Bank's unrealized mark-to-market position on government securities transitioned from an unrealized surplus of PKR 1.903 billion in December 2025 to an unrealized deficit of PKR 628.173 million as of March 31, 2026, impacting period end book values and ratios. The Bank continues to focus on active duration management to protect capital buffers against further volatility.

The Bank's NPL Coverage Ratio remained at 77% (December 31, 2025: 77%). The Bank's Capital Adequacy Ratio as at March 31, 2026 stood at 12.53% (December 2025: 13.12%).

### Consolidated Financial Statements

Key highlights of the Bank's consolidated financial results for the first quarter ended March 31, 2026, are presented below:

Consolidated Financial Position	PKR Million	
	March 31, 2026	December 31, 2025
Shareholders' Equity	78,804	81,124
Total Deposits	1,185,295	1,199,432
Total Assets	1,440,146	1,415,624
Advances - Net	505,041	542,342
Investments - Net	689,469	581,459
Consolidated Financial Performance		
	March 31, 2026	March 31, 2025
Mark-up/Interest Income - Net	15,213	16,771
Non-Markup/Interest Income	4,234	5,973
Non-Markup/Interest Expenses	16,683	14,954
Credit loss allowance and write-offs - net	(615)	301
Profit Before Tax	3,379	7,489
Profit After Tax	1,157	3,101
Profit After Tax - attributable to Equity Holders	909	2,424
Basic/Diluted Earnings Per Share - PKR	0.44	1.18

On a consolidated basis, JS Bank along with its subsidiaries BankIslami Pakistan Limited, JS Global Capital Limited, and JS Investments Limited recorded a Profit Before Tax of PKR 3,379.132 million (Profit After Tax of PKR 1,157.270 million) for the first quarter ended March 31, 2026, as compared to a Profit Before Tax of 7,488.709 million (Profit After Tax of PKR 3,100.945 million) for the corresponding period last year. The earnings per share stood at PKR 0.44 for the period. The Bank's Consolidated Capital Adequacy Ratio as of March 31, 2026, stood at 14.64% (December 31, 2025: 14.63%).

### **Credit Ratings**

The Pakistan Credit Rating Agency Limited (PACRA) has assigned to the Bank a long-term rating of "AA" (Double A) and a short-term rating of "A1+" (A One Plus), which is the highest possible rating within the category.

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

### **Acknowledgments**

We express our gratitude to our customers and stakeholders for their patronage. We would also like to thank the Ministry of Finance, the State Bank of Pakistan, the Securities & Exchange Commission of Pakistan, and other regulatory authorities for their continued guidance and support of our Bank.

For and on behalf of the Board,

**Basir Shamsie**  
President & CEO

**Adil Matcheswala**  
Chairman

Karachi: April 28, 2026

اظہارِ شکر:

ہم اپنے صارفین اور تمام اسٹیک ہولڈرز کے تعاون اور اعتماد پر ان کے تہہ دل سے شکر گزار ہیں۔ ہم وزارتِ خزانہ، اسٹیٹ بینک آف پاکستان، سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور دیگر ریگولیٹری اداروں کا بھی شکریہ ادا کرتے ہیں جنہوں نے ہمارے بینک کی مسلسل رہنمائی اور معاونت کی۔

منجانب بورڈ

باصرہ سہتی

صدر اور سی ای او

عادل ماچس والا

چیئر مین

کراچی: 28 اپریل 2026ء

ملین پاکستانی روپے		مجموعی مالیاتی کارکردگی
31 مارچ 2025	31 مارچ 2026	
16,771	15,213	مارک اپ/ انٹریسٹ آمدنی۔ خالص
5,973	4,234	غیر مارک اپ/ انٹریسٹ آمدنی
14,954	16,683	غیر مارک اپ اخراجات
301	(615)	کریڈٹ خسارہ الاؤنس اور رائٹ آف۔ خالص
7,489	3,379	قبل از ٹیکس منافع
3,101	1,157	بعد از ٹیکس منافع
2,424	909	بعد از ٹیکس منافع۔ ایکویٹی ہولڈرز سے منسوب
1.18	0.44	بنیادی/ ڈیلویوینڈ آمدنی فی حصص۔ روپے میں

مجموعی مالیاتی بیانات کی بنیاد پر، 31 مارچ 2026ء کو ختم ہونے والی پہلی سہ ماہی میں جے ایس بینک نے اپنی ذیلی کمپنیوں بینک اسلامی پاکستان لمیٹڈ، جے ایس گلوبل کپیٹل لمیٹڈ اور جے ایس انویسٹمنٹس لمیٹڈ کے ساتھ قبل از ٹیکس منافع 3,379.132 ملین روپے (بعد از ٹیکس منافع 1,157.270 ملین روپے) حاصل کیا جس کا موازنہ گذشتہ سال کی اسی مدت کے قبل از ٹیکس منافع 7,488.709 ملین روپے (بعد از ٹیکس منافع 3,100.945 ملین روپے) سے کیا جاسکتا ہے۔ 31 مارچ 2025ء کو ختم ہونے والی پہلی سہ ماہی کے لیے فی حصص آمدنی 0.44 روپے رہی۔ 31 مارچ 2026ء کو جمع شدہ سرمائے کی مناسبت کا تناسب 14.64 فیصد (31 دسمبر 2025ء، 14.63 فیصد) تھا۔

### کریڈٹ ریٹنگ:

پاکستانی کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پاکرا) نے بینک کو "AA" (ڈبل اے) کی طویل مدتی درجہ بندی اور "A1+" (اے ون پلس) کی مختصر مدتی درجہ بندی تفویض کی ہے، جو کہ اس زمرے کے لئے سب سے زیادہ کمندہ درجہ بندی ہے۔

یہ ریٹنگ بہت اعلیٰ کریڈٹ کوائٹی اور کریڈٹ رسک کے امکانات نہایت کم ہونے کی نشاندہی کرتی ہیں، اور مالی ذمہ داریوں کی بروقت ادائیگی کی نہایت مضبوط صلاحیت کو ظاہر کرتی ہیں۔

آپریٹنگ اخراجات بجٹ کی حد کے اندر ہی رہے اور سال بہ سال 4 فیصد اضافہ ریکارڈ کیا گیا۔ تاہم آپریٹنگ کاسٹ ٹو اکم ریٹو بڑھ کر 77 فیصد تک پہنچ گیا، جبکہ گزشتہ سال اسی عرصے میں یہ 67 فیصد تھا۔ اس اضافے کی بنیادی وجہ آمدنی میں کمی تھی۔

31 مارچ 2026 تک بینک کے ڈپازٹس 544.898 ارب روپے تک پہنچ گئے، جبکہ دسمبر 2025 میں یہ 543.502 ارب روپے تھے۔ غیر منافع بخش ڈپازٹس کا حصہ 40 فیصد سے زیادہ رہا، اور اس کی اوسط میں تقریباً 17.94 ارب روپے یعنی 10.30 فیصد سال بہ سال اضافہ ہوا۔

اس عرصے کے دوران بینک نے یکم جنوری 2026 سے ایفکیٹیو انٹرسٹ ریٹ (EIR) میٹھنا اپنانا شروع کیا۔ اس تبدیلی کے باعث سودی آمدنی کی ریکارڈنگ اور مختلف اکاؤنٹنگ طریقہ کار میں تبدیلی آئی۔ اس کا مجموعی اثر 14.860 ملین روپے (بعد از ٹیکس) کی صورت میں ہوا، جسے آغاز میں ایکویٹی میں ایڈجسٹمنٹ کے طور پر شامل کیا گیا۔

مارکیٹ بیلڈز میں تیزی سے اضافہ اور فلوٹنگ ریٹ انسٹرومنٹس پر اسپرڈز کے بڑھنے کے باعث حکومتی سکیورٹیز پر بینک کی غیر محسوس شدہ مارک ٹو مارکیٹ پوزیشن تبدیل ہو گئی۔ دسمبر 2025 میں یہ 1.903 ارب روپے کا غیر محسوس شدہ سرپلس تھا، جو مارچ 2026 تک 628.173 ملین روپے کے خسارے میں تبدیل ہو گیا۔ اس تبدیلی نے بینک کی مدت کے اختتامی بک ویلیوز اور ریٹوز کو متاثر کیا۔ بینک اس وقت اپنی سرمایہ جاتی پوزیشن کو محفوظ رکھنے کے لیے مدت کے بہتر انتظام پر توجہ دے رہا ہے۔

نان پرفارمنگ لونز (NPL) کا کوریج ریٹو 77 فیصد پر برقرار رہا، جو دسمبر 2025 میں بھی 77 فیصد تھا۔ جبکہ بینک کا کلیڈل ایڈیکویسی ریٹو (CAR) مارچ 2026 میں کم ہو کر 12.53 فیصد رہ گیا، جو دسمبر 2025 میں 13.12 فیصد تھا۔

### مجموعی مالیاتی گوشوارے:

31 مارچ 2026 کو ختم ہونے والی پہلی سہ ماہی کے لیے بینک کے مجموعی مالیاتی بیانات درج ذیل ہیں:

مجموعی مالی پوزیشن		ملین پاکستانی روپے
31 مارچ 2026	31 دسمبر 2025	
78,804	81,124	شیز ہولڈرز ایکویٹی
1,185,295	1,199,432	مجموعی ڈپازٹس
1,440,146	1,415,624	مجموعی اثاثہ جات
505,041	542,342	خالص ایڈوانسز
689,469	581,459	خالص سرمایہ کاریاں

## کارکردگی کا جائزہ

31 مارچ 2026 کو ختم ہونے والی پہلی سہ ماہی کیلئے بینک کے مالی نتائج کا خلاصہ درج ذیل ہے:

مالی پوزیشن		ملین پاکستانی روپے
31 مارچ 2026	31 دسمبر 2025	
46,001	46,661	شیر ہولڈرز اکیوٹیٹی
544,898	543,502	مجموعی ڈپازٹس
682,877	655,636	مجموعی اثاثہ جات
211,330	249,776	خالص ایڈوانسز
367,105	278,028	خالص سرمایہ کاریاں

مالیاتی کارکردگی		ملین پاکستانی روپے
31 مارچ 2026	31 مارچ 2025	
6,685	7,484	مارک اپ/انٹریٹ آمدنی۔ خالص
2,830	3,125	غیر مارک اپ/انٹریٹ آمدنی
7,417	7,129	غیر مارک اپ اخراجات
(78)	742	کریڈٹ خسارہ الاؤنس اور رائٹ آف۔ خالص
2,175	2,738	قبل از ٹیکس منافع
1,045	1,289	بعد از ٹیکس منافع
0.51	0.63	بنیادی/ڈیلویٹڈ آمدنی فی حصص۔ روپے میں

31 مارچ 2026 کو ختم ہونے والی پہلی سہ ماہی میں بینک نے 2,175.343 ملین روپے کا قبل از ٹیکس منافع حاصل کیا، جبکہ بعد از ٹیکس منافع 1,044.644 ملین روپے رہا۔ گذشتہ سال اسی عرصے میں یہ منافع بالترتیب 2,737.516 ملین روپے اور 1,288.567 ملین روپے تھا۔ بینک کی خالص انٹرسٹ آمدنی میں سال بہ سال 10.7 فیصد کمی ہوئی، جس کی بنیادی وجہ شرح سود میں کمی تھی۔

اسی طرح نان مارک اپ آمدنی میں بھی معمولی کمی دیکھی گئی، جو 295.273 ملین روپے رہی۔ اس کمی کی بڑی وجہ فارن ایکسچینج آمدنی میں کمی تھی، جو سال بہ سال 298.318 ملین روپے کم ہو گئی۔

انڈیکس دسمبر 2025 کے مقابلے میں 15 فیصد کم ہو گیا۔ اسی دوران مارچ میں ہونے والی نیلامی میں پاکستان انویسٹمنٹ بانڈز (PIB) کی بیڈز مختلف مدتوں میں 200 ہمز پوائنٹس سے زیادہ بڑھ گئیں۔

### بینکاری شعبے کا جائزہ:

اس سہ ماہی کے دوران بینک کے شعبے نے ایک پیچیدہ صورتحال کا سامنا کیا، کیونکہ شرح منافع میں تیزی سے اضافہ ہوا، جس نے بینکوں کے اثاثے جاتی بیننس شیٹس کی قدر اور ان کے سرمائے کے تحفظ پر دباؤ ڈال دیا۔ اس شعبے کے لیے سب سے اہم پیش رفت پاکستان انویسٹمنٹ بانڈز (PIB) کی شرح منافع میں نمایاں اضافہ تھا، جو مارچ کی نیلامیوں میں تقریباً 12.5 فیصد تک پہنچ گئی۔ اس صورتحال کے باعث بینکوں کے ری ویلو ایشن سرپلس میں واضح کمی آئی، جس نے ان کے کیپیٹل ریشوز کو متاثر کیا۔ بینکاری شعبے اب بھی ان اتار چڑھاؤ کے لیے حساس ہے، کیونکہ بینکوں کی بڑی سرمایہ کاری حکومتی سیکورٹیز میں موجود ہے۔ مزید یہ کہ فلوننگ ریٹ بانڈز اب ملکی مجموعی قرضے کا 50 فیصد سے زیادہ حصہ بن چکے ہیں، جس سے پورے نظام میں شرح منافع کے فرق سے جڑا ہوا خطرہ مزید بڑھ گیا ہے۔

نئی شعبے کو دیا جانے والا قرض فروری 2026 تک سال بہ سال 14 فیصد بڑھ گیا۔ اس میں سب سے زیادہ اضافہ صارفین کے قرضوں میں ہوا، جو 19 فیصد بڑھے، جبکہ گاڑیوں کی فنانسنگ میں 35 فیصد کا نمایاں اضافہ دیکھا گیا۔ ٹیکسٹائل شعبہ کو دیے گئے بقایا قرضوں کی صورتحال فروری 2026 میں تقریباً مستحکم رہی اور سال بہ سال کوئی تبدیلی نہیں آئی، جبکہ اس سے پہلے کے تین مہینوں میں مسلسل کمی دیکھی جا رہی تھی۔ اس بہتری کی بڑی وجہ ایکسپورٹ ری فنانسنگ ریٹ میں 300 ہمز پوائنٹس کی کمی اور صنعتی بجلی کے نرخوں میں کمی تھی، جس کا مقصد برآمد کنندگان کے لیے کاروبار کرنے کی لاگت کم کرنا تھا۔ مجموعی طور پر بینکنگ انڈسٹری کا ایڈوائسز نوڈ پائزس ریشو (ADR) تقریباً 40.3 فیصد پر برقرار رہا۔

یہ شعبہ ایک بڑی ساختی تبدیلی سے بھی گزر رہا ہے۔ آئینی تقاضوں کے مطابق سود (Riba) کے خاتمے کی سمت پیش رفت کرتے ہوئے بینک تیزی سے اسلامی بینکاری کی طرف منتقل ہو رہے ہیں۔ اس تبدیلی کی عکاسی حکومتی قرضوں کے پورٹ فولیو میں بھی نظر آتی ہے، جہاں شریعہ کے مطابق صکوک کا حصہ بڑھ کر 14 فیصد تک پہنچ گیا ہے۔ اسی دوران ڈیجیٹل نظام بھی تیزی سے ترقی کر رہا ہے۔ فوری ادائیگیوں کے نظام ”راست“ نے مالی سال 2026 میں 18 کھرب روپے کی لین دین کی، جو اس بات کی واضح علامت ہے کہ معیشت بتدریج نقدی لین دین سے ڈیجیٹل نظام کی طرف جا رہی ہے۔

اگرچہ شعبہ مالی طور پر مضبوط ہے اور مالی سال کے آغاز پر اس کا کیپیٹل ایڈیوکیسی ریشو (CAR) 18.7 فیصد تھا، حالیہ ویلو ایشن کے دباؤ نے اس بات کی ضرورت بڑھادی ہے کہ آئندہ عرصے میں سرمایہ جاتی نظم و ضبط اور منافع کی تقسیم میں محتاط حکمت عملی اپنائی جائے۔

## ڈائریکٹرز کا جائزہ

ہم 31 مارچ 2026ء کو ختم ہونے والی سہ ماہی کیلئے جے ایس بینک لمیٹڈ (جے ایس بی ایل) کے عبوری مالیاتی گوشوارے بشمول مجموعی مالیاتی گوشوارے پیش کرنے میں مسرت محسوس کرتے ہیں۔

## معاشی جائزہ:

2026 کی پہلی سہ ماہی کے دوران پاکستان کی معیشت نے بحالی کے ایک مضبوط رجحان کا مظاہرہ کیا، جو گزشتہ مالی سال میں حاصل ہونے والے استحکام کے تسلسل پر مبنی ہے۔ اس مدت میں حقیقی مجموعی ملکی پیداوار (GDP) میں 3.7 فیصد اضافہ ہوا، جس کی بنیادی وجہ صنعتی شعبے میں نمایاں بہتری اور زرعی شعبے کی مستحکم کارکردگی ہے۔ اگرچہ آئی ایم ایف پروگرام کے تحت کیے گئے ساختی اصلاحاتی اقدامات نے زرمبادلہ کے ذخائر کو مضبوط بنانے میں مدد دی ہے، تاہم مشرق وسطیٰ میں جغرافیائی و سیاسی عدم استحکام نے مہنگائی اور مالیاتی صورتحال کے حوالے سے نئے خطرات پیدا کیے ہیں۔

2026 کی پہلی سہ ماہی کے دوران اسٹیٹ بینک آف پاکستان نے پالیسی ریٹ 10.5 فیصد پر برقرار رکھا، اور اس فیصلے کی بنیاد بیرونی آمدن، مہنگائی کے رجحان، جی ڈی پی گروتھ اور زرمبادلہ کے ذخائر کے بارے میں نسبتاً بہتر توقعات کو قرار دیا گیا۔ تاہم مرکزی بینک نے یہ بھی نشاندہی کی کہ امریکہ اور ایران کے درمیان جاری تنازع کی شدت اور دورانہ مہنگائی اور مالیاتی خسارے کے لیے خطرات پیدا کر سکتا ہے۔

اپریل 2026 کے آغاز تک، اسٹیٹ بینک آف پاکستان (SBP) کے زرمبادلہ کے ذخائر 16.3 ارب امریکی ڈالر تک پہنچ گئے تھے۔ یہ صورتحال اس وقت بنی جب ملک نے 1.43 ارب ڈالر سے زائد بیرونی قرضوں کی کامیاب ادائیگی کی، جن میں 1.3 ارب ڈالر کا یورو بانڈ بھی شامل تھا۔ اگرچہ مجموعی لیکویڈ زرمبادلہ کے ذخائر 21.89 ارب ڈالر تک پہنچ گئے، اسٹیٹ بینک اپنی سال کے اختتامی اہداف پورے کرنے کی پوزیشن میں ہے۔ اس کی حمایت بین الاقوامی مالیاتی فنڈ (IMF) سے متوقع 1.2 ارب ڈالر کی قسط اور مالی سال 2026 کے پہلے نو ماہ میں کرنٹ اکاؤنٹ کی بہتری سے ہو رہی ہے۔ 2026 کی پہلی سہ ماہی میں کرنٹ اکاؤنٹ 1.37 ارب ڈالر سرپلس میں رہا، جس کی بڑی وجہ ریکارڈ ترسیلات زر تھیں (صرف مارچ میں تقریباً 3.8 ارب ڈالر تک پہنچ گئیں) اور تجارتی خسارے میں کمی تھی۔ مالی نظم و ضبط برقرار رکھنا حکومت کی ترجیح ہے، اور پرائمری بیلنس بدستور سرپلس میں ہے۔

پیٹرول کی قیمتوں میں 24 فیصد اضافہ کیا گیا، جس کی وجہ عالمی سطح پر تیل کی قیمتوں میں اضافہ تھا۔ یہ اضافہ بڑھتی ہوئی جغرافیائی کشیدگی اور عالمی توانائی کی سپلائی سے متعلق خدشات کے باعث ہوا۔ تاہم بعد میں حکومت نے مارچ کے مہینے کے دوران تیل کی قیمتیں مزید نہ بڑھانے کا فیصلہ کیا اور انہیں برقرار رکھا۔ خاص طور پر مارچ 2026 میں عالمی تیل کی قیمتیں چار سال کی بلند ترین سطح یعنی 118 امریکی ڈالر فی بیرل تک پہنچ گئیں۔ یہ اضافہ اس وقت ہوا جب ایران کی جانب سے آبنائے ہرمز کے ذریعے تیل اور گیس کی ترسیل میں رکاوٹ پیدا ہوئی، اور مشرق وسطیٰ میں توانائی کے مراکز پر متعدد حملے بھی ہوئے۔ تیل کی قیمتوں میں اس اچانک اضافے کا منفی اثر اسٹاک مارکیٹ پر بھی پڑا، جہاں KSE-100



# ***UNCONSOLIDATED FINANCIAL STATEMENTS***

## ***FINANCIAL CORE TRAINING***

Strengthen your financial core by focusing on wealth building and securing your long-term foundation.

**Fitness Challenge:** Hold a plank for two minutes daily.



**JS BANK LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2026**

		(Un-audited) March 31, 2026	(Audited) December 31, 2025
	Note	----- Rupees in '000 -----	
<b>ASSETS</b>			
Cash and balances with treasury banks	6	37,067,105	40,697,301
Balances with other banks	7	4,729,375	5,197,190
Lendings to financial institutions	8	1,211,170	19,838,794
Investments	9	367,104,594	278,028,312
Advances	10	211,329,695	249,776,370
Property and equipment	11	12,754,604	12,793,947
Right-of-use assets	12	3,050,540	3,073,822
Intangible assets	13	6,449,512	6,529,662
Deferred tax assets	14	832,843	-
Other assets	15	38,347,201	39,700,933
<b>Total Assets</b>		<b>682,876,639</b>	<b>655,636,331</b>
<b>LIABILITIES</b>			
Bills payable	16	5,934,856	7,839,367
Borrowings	17	53,171,631	26,128,080
Deposits and other accounts	18	544,898,476	543,502,051
Lease liabilities	19	3,173,917	3,193,531
Subordinated debt	20	8,439,630	8,493,900
Deferred tax liabilities	14	-	694,409
Other liabilities	21	21,256,854	19,124,285
<b>Total Liabilities</b>		<b>636,875,364</b>	<b>608,975,623</b>
<b>NET ASSETS</b>		<b>46,001,275</b>	<b>46,660,708</b>
<b>REPRESENTED BY</b>			
Share capital		20,506,625	20,506,625
Reserves		7,881,129	7,680,779
Surplus on revaluation of assets	22	1,559,829	3,076,042
Unappropriated profit		16,053,692	15,397,262
		<b>46,001,275</b>	<b>46,660,708</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	23		

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 QUARTER ENDED MARCH 31, 2026**

		<b>March 31, 2026</b>	March 31, 2025
	Note	----- Rupees in '000 -----	
Mark-up / return / interest earned	25	<b>15,925,959</b>	21,359,354
Mark-up / return / interest expensed	26	<b>9,241,429</b>	13,875,418
<b>Net mark-up / interest income</b>		<b>6,684,530</b>	7,483,936
 <b>NON MARK-UP / INTEREST INCOME</b>			
Fee and commission income	27	<b>1,239,283</b>	1,257,934
Dividend income		<b>1,085,636</b>	1,145,436
Foreign exchange income		<b>361,704</b>	660,022
Loss from derivatives		<b>(289)</b>	(39)
Gain on securities - net	28	<b>136,930</b>	23,888
Net gains / (loss) on derecognition of financial assets measured at amortised cost		<b>-</b>	-
Other income	29	<b>6,491</b>	37,787
<b>Total non mark-up / interest income</b>		<b>2,829,755</b>	3,125,028
<b>Total Income</b>		<b>9,514,285</b>	10,608,964
 <b>NON MARK-UP / INTEREST EXPENSES</b>			
Operating expenses	30	<b>7,373,156</b>	7,074,097
Workers' welfare fund	31	<b>43,507</b>	54,750
Other charges	32	<b>707</b>	265
<b>Total non-mark-up / interest expenses</b>		<b>7,417,370</b>	7,129,112
<b>Profit before credit loss allowance</b>		<b>2,096,915</b>	3,479,852
Credit loss allowance and write offs - net	33	<b>(78,428)</b>	742,336
Extra ordinary / unusual items		<b>-</b>	-
<b>PROFIT BEFORE TAXATION</b>		<b>2,175,343</b>	2,737,516
Taxation	34	<b>1,130,699</b>	1,448,949
<b>PROFIT AFTER TAXATION</b>		<b>1,044,644</b>	1,288,567
----- Rupee -----			
<b>Earnings per share - basic and diluted</b>	35	<b>0.51</b>	0.63

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

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**Director**

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**Director**

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**Director**

**JS BANK LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR THE QUARTER ENDED MARCH 31, 2026**

	<b>March 31, 2026</b>	March 31, 2025
	----- Rupees in '000 -----	
<b>Profit after taxation for the period</b>	<b>1,044,644</b>	1,288,567
<b>Other comprehensive (loss) / income</b>		
<b>Items that may be reclassified to profit and loss account in subsequent periods:</b>		
Effect of translation of net investment in foreign branch	<b>(8,579)</b>	11,890
Movement in (deficit) / surplus on revaluation of debt investments through FVOCI - net of tax	<b>(1,252,815)</b>	(453,157)
	<b>(1,261,394)</b>	(441,267)
<b>Items that will not be reclassified to profit and loss account in subsequent periods:</b>		
Movement in surplus on revaluation of equity investments - net of tax	<b>(253,644)</b>	(63,186)
<b>Total comprehensive (loss) / income</b>	<b><u>(470,394)</u></b>	<u>784,114</u>

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

\_\_\_\_\_  
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Chief Executive Officer**

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**Chief Financial  
Officer**

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**Director**

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**Director**

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**Director**

**JS BANK LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY**  
**FOR THE QUARTER ENDED MARCH 31, 2026**

	Capital Reserves			Statutory reserve	Surplus / (deficit) on revaluation of			Unappropriated profit	Total
	Share capital	Share premium	Exchange translation reserve		Investments	Property and equipment	Non-banking assets		
	Rupees in 100								
<b>Balance as at December 31, 2024 (Audited)</b>	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
Impact of adoption of IFRS 9 - net of tax	-	-	-	-	13,116	-	-	-	13,116
<b>Balance as at January 01, 2025 after adoption of IFRS 9</b>	20,506,625	2,689,217	657,775	3,766,691	1,426,655	1,453,706	510,615	12,708,466	43,719,750
<b>Profit after taxation (March 31, 2025)</b>	-	-	-	-	-	-	-	1,286,567	1,286,567
<b>Other comprehensive income - net of tax</b>									
Effect of translation of net investment in foreign branch	-	-	11,890	-	-	-	-	-	11,890
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	-	(453,157)	-	-	-	(453,157)
Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	-	(63,186)	-	-	-	(63,186)
	-	-	11,890	-	(516,343)	-	-	-	(504,453)
Transfer to statutory reserve	-	-	-	257,713	-	-	-	(257,713)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	(5,010)	(14,755)	19,765	-
<b>Opening Balance as at April 01, 2025 (Un-audited) - Restated</b>	20,506,625	2,689,217	669,665	4,024,404	910,312	1,448,696	496,860	13,759,085	44,503,864
<b>Profit after taxation</b>	-	-	-	-	-	-	-	1,507,003	1,507,003
<b>Other comprehensive income - net of tax</b>									
Effect of translation of net investment in foreign branch	-	-	(3,908)	-	-	-	-	-	(3,908)
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	-	709,283	-	-	-	709,283
Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	-	64,799	-	-	-	64,799
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	-	-	29,671	29,671
Movement in surplus / (deficit) on revaluation of non-banking assets - net of tax	-	-	(3,908)	-	774,082	-	(150,004)	-	(150,004)
	-	-	(3,908)	-	774,082	-	(150,004)	29,671	649,841
Transfer to statutory reserve	-	-	-	301,401	-	-	-	(301,401)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	(31,578)	(1,255)	32,833	-
Gain on disposal of equity investments at FVOCI transferred to unappropriated profit	-	-	-	-	(370,071)	-	-	370,071	-
<b>Opening Balance as at January 1, 2026</b>	20,506,625	2,689,217	665,757	4,325,805	1,314,323	1,417,118	344,601	15,397,262	46,660,708
Impact of adoption of IFRS 9 - net of tax. (note 3.1.1)	-	-	-	-	174,179	-	-	(189,039)	(14,860)
<b>Balance as at January 01, 2025 after adoption of IFRS 9</b>	20,506,625	2,689,217	665,757	4,325,805	1,488,502	1,417,118	344,601	15,208,223	46,645,848
<b>Profit after taxation for the current period</b>	-	-	-	-	-	-	-	1,044,644	1,044,644
<b>Other comprehensive income - net of tax</b>									
Effect of translation of net investment in foreign branch	-	-	(8,579)	-	-	-	-	-	(8,579)
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	-	(1,426,994)	-	-	-	(1,426,994)
Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	-	(253,644)	-	-	-	(253,644)
	-	-	(8,579)	-	(1,680,638)	-	-	-	(1,689,217)
Transfer to statutory reserve	-	-	-	208,929	-	-	-	(208,929)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	(9,147)	(607)	9,754	-
<b>Balance as at March 31, 2026 (Un-audited)</b>	20,506,625	2,689,217	657,178	4,534,734	(192,136)	1,407,971	343,994	16,053,682	46,001,275

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 QUARTER ENDED MARCH 31, 2026**

	March 31, 2026	March 31, 2025
Note ----- Rupees in '000 -----		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	2,175,343	2,737,516
Less: Dividend income	(1,085,636)	(1,145,436)
	<b>1,089,707</b>	1,592,080
<b>Adjustments:</b>		
Net mark-up / interest income	(6,782,727)	(7,483,936)
Depreciation on property and equipment	30 393,951	364,461
Depreciation on non-banking assets	30 10,174	10,119
Depreciation on right-of-use assets	30 409,887	368,280
Amortisation	30 144,954	108,008
Credit loss allowance and write offs - net	33 55,944	743,535
Gain on sale of property and equipment - net	29 (3,511)	(3,715)
Gain on sale of non-banking asset - net	29 -	(20,896)
Gain on termination of leases - net	29 (1,069)	(7,153)
Finance charges on leased assets	26 98,197	97,760
Charge for defined benefit plan	50,227	48,631
Unrealised loss on revaluation of investments measured at FVPL - net	28 21,832	66,647
Provision for workers' welfare fund	31 43,507	54,750
	<b>(5,558,634)</b>	(5,653,509)
	<b>(4,468,927)</b>	(4,061,429)
<b>(Increase) / decrease in operating assets</b>		
Lendings to financial institutions	18,631,155	2,000,000
Securities measured at FVPL	(400,918)	(87,123,398)
Advances	38,532,368	31,437,462
Other assets (excluding advance taxation and mark-up receivable)	2,703,551	(3,816,548)
	<b>59,466,156</b>	(57,502,484)
<b>Increase / (decrease) in operating liabilities</b>		
Bills payable	(1,904,511)	(2,617,431)
Borrowings	27,149,887	24,348,351
Deposits and other accounts	1,396,425	9,184,992
Other liabilities (excluding current taxation and mark-up payable)	(37,886)	1,044,187
	<b>26,603,915</b>	31,960,099
	<b>81,601,144</b>	(29,603,814)
Mark-up / return / interest received	15,894,479	23,165,641
Mark-up / return / interest paid	(7,150,427)	(12,408,074)
Income tax paid	(1,088,312)	(1,119,778)
<b>Net cash flows generated from / (used in) operating activities</b>	<b>89,256,884</b>	(19,966,025)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Net investments in securities measured at amortised cost	(42,058,285)	(1,803,180)
Net investments in securities classified at FVOCI	(50,218,696)	30,236,390
Dividend received	2,124	1,145,436
Acquisition of property and equipment	(362,332)	(537,574)
Acquisition of intangible assets	(64,804)	(548,653)
Proceeds from sale of property and equipment	8,408	9,902
Proceeds from sale of non-banking assets	-	109,500
Effect of translation of net investment in foreign branch	(8,579)	11,890
<b>Net cash flows (used in) / generated from investing activities</b>	<b>(92,702,164)</b>	28,623,711
<b>CASH FLOW FROMS FINANCING ACTIVITIES</b>		
Payment of subordinated debt	540	(233)
Payments of lease obligations against right-of-use assets	(503,352)	(534,341)
<b>Net cash flows used in financing activities</b>	<b>(502,812)</b>	(504,574)
<b>(Decrease) / Increase in cash and cash equivalents</b>	<b>(3,948,092)</b>	8,123,112
Cash and cash equivalents at beginning of the period	45,387,645	46,358,063
Effect of exchange rate changes on cash and cash equivalents	(70,486)	(61,262)
	<b>45,458,131</b>	46,296,801
<b>Cash and cash equivalents at end of the period</b>	<b>41,510,039</b>	54,419,913

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 QUARTER ENDED MARCH 31, 2026

#### 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 317 (December 31, 2025: 317) branches / sub-branches in Pakistan and one wholesale banking branch in Bahrain (December 31, 2025: 1). The Pakistan Credit Rating Agency Limited (PACRA) has maintained its long-term entity rating of the Bank to 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.

- 1.3 The Bank is the holding company of BankIslami Pakistan Limited (BIPL), JS Global Capital Limited (JSGCL) and JS Investments Limited (JSIL).

#### 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, 2025. The basis of segmentation used in these unconsolidated condensed interim financial statements differs from that presented in the annual unconsolidated financial statements for the year ended December 31, 2025, as disclosed in note 38.1.

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 Bank 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 IFRS Accounting Standards issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;
- Provisions of, directives and notifications issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP).

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.

**JS BANK LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED MARCH 31, 2026**

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 the 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 is not applicable in case of investment by companies in mutual funds established under trust structure.

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

There are certain new and amended standards, interpretations and amendments that are mandatory for the Bank's accounting periods beginning on January 01, 2026 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.

The SECP through S.R.O.742(I)/2025 dated April 16, 2025 has made IFRS 7 - Financial Instruments: Disclosures' applicable for Bank's from the annual reporting period beginning on or after January 01, 2026 resulting in certain additional disclosures in the annual unconsolidated 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:

<b>Standards and Amendments</b>	<b>Effective date (annual periods beginning on or after)</b>
IFRS 18 - Presentation and disclosure in financial statements	January 01, 2027
<b>Standard</b>	<b>IASB effective date (accounting periods beginning on or after)</b>
IFRS 1 – First-time Adoption of International Financial Reporting Standards	January 01, 2024

The application of IFRS 18 - Presentation and Disclosure in Financial Statements will impact the presentation of the 'Statement of Profit and Loss Account' and require certain additional disclosures, as and when instructed by the SBP.

**3. MATERIAL ACCOUNTING POLICY INFORMATION**

The material accounting policies adopted 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, 2025 except for changes disclosed in note 3.1 to these unconsolidated condensed interim financial statements.

**3.1. Changes in Accounting Policies**

**3.1.1 Impact of IFRS 9 - Financial Instruments**

The Bank adopted IFRS 9 Financial Instruments with effect from January 1, 2024, using the modified retrospective approach, as permitted under the accounting and reporting standards as applicable in Pakistan. The SBP had granted certain relaxations and extensions from time to time, and the impacts of these relaxations and extensions was incorporated in the Bank's unconsolidated financial statements for the years ended December 31, 2024 and December 31, 2025, respectively.

In addition, through its letter SBPHOK-BPRD-RPD-JSB-827402 dated January 22, 2025, the SBP granted the Bank an extension for the application of Effective Interest Rate (EIR) methodology up to December 31, 2025. Accordingly, during the current period, the Bank has applied EIR with effect from January 01, 2026 and the cumulative impact of EIR adoption amounting to Rs. 14.860 million, net of tax, has been recorded as an adjustment to equity at the beginning of the current period.

**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, 2025.

**5. FINANCIAL RISK MANAGEMENT**

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

**JS BANK LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED MARCH 31, 2026**

	(Un-audited) March 31, 2026	(Audited) December 31, 2025		
	----- Rupees in '000 -----			
<b>6. CASH AND BALANCES WITH TREASURY BANKS</b>				
<b>In hand</b>				
Local currency	13,711,067	10,038,043		
Foreign currencies	<u>1,159,744</u>	<u>1,350,949</u>		
	<b>14,870,811</b>	<b>11,388,992</b>		
<b>With State Bank of Pakistan in</b>				
Local currency current account	<u>16,860,247</u>	21,864,209		
Foreign currency current accounts	<u>1,158,486</u>	1,274,560		
Foreign currency deposit accounts	<u>2,920,952</u>	<u>3,257,492</u>		
	<b>20,939,685</b>	<b>26,396,261</b>		
<b>With National Bank of Pakistan in local currency current accounts</b>	<b>1,296,517</b>	<b>2,906,667</b>		
<b>Prize Bonds</b>	<b>5,610</b>	<b>6,385</b>		
Less: Credit loss allowance held against cash and balances with treasury banks (stage 1)	<b>(45,518)</b>	<b>(1,004)</b>		
<b>Cash and balances with treasury banks - net of credit loss allowance</b>	<b><u>37,067,105</u></b>	<b><u>40,697,301</u></b>		
<b>7. BALANCES WITH OTHER BANKS</b>				
<b>In Pakistan</b>				
In current accounts	<u>5,185</u>	5,188		
	<b>5,185</b>	<b>5,188</b>		
<b>Outside Pakistan</b>				
In current accounts	<u>4,725,969</u>	5,194,224		
	<b>4,731,154</b>	<b>5,199,412</b>		
Less: Credit loss allowance held against balances with other banks (stage 1)	<b>(1,779)</b>	<b>(2,222)</b>		
<b>Balances with other banks - net of credit loss allowance</b>	<b><u>4,729,375</u></b>	<b><u>5,197,190</u></b>		
<b>8. LENDINGS TO FINANCIAL INSTITUTIONS</b>				
Reverse repo agreements	-	15,944,886		
Lending under margin trading system	<b>1,212,027</b>	3,898,296		
Less: Credit loss allowance held against lendings to financial institutions (stage 1)	<b>(857)</b>	<b>(4,388)</b>		
<b>Lending to financial institutions - net of credit loss allowance</b>	<b><u>1,211,170</u></b>	<b><u>19,838,794</u></b>		
<b>8.1 Lending to FIs - Particulars of credit loss allowance</b>				
	(Un-audited) March 31, 2026	(Audited) December 31, 2025		
<b>Category of classification</b>	<b>Lending</b>	<b>Credit loss allowance held</b>	<b>Lending</b>	<b>Credit loss allowance held</b>
	----- Rupees in '000 -----			
<b>Domestic</b>				
Performing Stage 1	1,212,027	(857)	19,843,182	(4,388)
Under-performing Stage 2	-	-	-	-
Non-performing Stage 3				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	-	-	-	-
<b>Total</b>	<b><u>1,212,027</u></b>	<b><u>(857)</u></b>	<b><u>19,843,182</u></b>	<b><u>(4,388)</u></b>

JS BANK LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED MARCH 31, 2026

9. INVESTMENTS

		March 31, 2026 (un-audited)			December 31, 2025 (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	
	<b>Debt instruments</b>									
	<b>Classified / Measured at amortised cost</b>									
	Federal Government Securities	9.1.1	75,810,541	-	-	75,810,541	33,636,907	-	-	33,636,907
	<b>Classified / Measured at FVOCI</b>									
	Federal Government Securities		239,452,517	-	(628,173)	238,824,344	193,490,337	-	1,903,003	195,393,340
	Non Government Debt Securities		1,333,885	(662,083)	(12,173)	659,629	1,533,877	(559,486)	(23,659)	950,732
	Foreign Securities		26,747,263	(201)	(16,484)	26,730,578	22,609,048	(197)	73,859	22,682,711
			267,533,665	(662,284)	(656,830)	266,214,551	217,633,263	(559,683)	1,953,203	219,026,763
	<b>Classified / Measured at FVPL</b>									
	Federal Government Securities		1,540,246	-	(3,322)	1,536,924	1,236,244	-	1,654	1,237,898
	Foreign securities		360,282	-	(13,550)	346,732	363,201	-	(1,489)	361,712
			1,900,528	-	(16,872)	1,883,656	1,599,445	-	165	1,599,610
	<b>Instruments mandatorily classified / measured at FVPL</b>									
	Non Government Debt Securities		100,000	-	(4,960)	95,040	-	-	-	-
	<b>Equity instruments</b>									
	<b>Classified / Measured at FVOCI (Non-reclassifiable)</b>									
	Shares		1,956,986	-	256,545	2,213,531	1,957,166	-	784,971	2,742,137
	<b>Subsidiaries</b>		20,887,275	-	-	20,887,275	20,887,275	-	-	20,887,275
	<b>Associates</b>		62,067	(62,067)	-	-	242,067	(106,467)	-	135,600
	<b>Total Investments</b>		<b>368,251,062</b>	<b>(724,351)</b>	<b>(422,117)</b>	<b>367,104,594</b>	<b>275,956,123</b>	<b>(666,150)</b>	<b>2,738,339</b>	<b>276,028,312</b>

9.1.1 The market value of securities measured at amortised cost as at March 31, 2026 amounted to Rs. 73,749,628 million (December 31, 2025: Rs. 33,709,882 million).

	(Un-audited) March 31, 2026		(Audited) December 31, 2025	
	Cost	Market value	Cost	Market value
9.2 Investments given as collateral	Rupees in '000			
<b>Federal Government Securities</b>				
Market Treasury Bills	-	-	484,782	485,489
Pakistan Investment Bonds	28,581,370	28,657,390	3,452,225	3,484,055
	<b>28,581,370</b>	<b>28,657,390</b>	<b>3,937,007</b>	<b>3,969,544</b>

	(Un-audited) March 31, 2026		(Audited) December 31, 2025	
	Cost	Market value	Cost	Market value
9.3 Credit loss allowance / provision for diminution in value of investments	Rupees in '000			
Opening balance - provision for diminution other than associates			559,683	781,970
Opening balance - provision for diminution on associates			106,467	43,145
			<b>666,150</b>	<b>825,115</b>
Exchange rate adjustments			(1)	1,889
Charge for the period / year other than associates			102,634	58
Provision for diminution on associates for the period / year			(32)	44,400
Reversals for the period / year			(44,400)	(205,312)
Reversal on disposals			58,202	(160,854)
Closing balance			<b>724,351</b>	<b>666,150</b>

9.3.1 Particulars of credit loss allowance against debt securities

Category of classification	(Un-audited) March 31, 2026		(Audited) December 31, 2025	
	Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
	Rupees in '000			
<b>Domestic</b>				
Performing	75,014	192	500,023	103
Under-performing	225,017	2,666	-	-
Non-performing				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	1,033,854	659,225	1,033,854	559,383
	<b>1,333,885</b>	<b>662,083</b>	<b>1,533,877</b>	<b>559,486</b>
<b>Overseas</b>				
Performing	26,747,263	201	22,609,049	197
Under-performing	-	-	-	-
Non-performing				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	-	-	-	-
	<b>26,747,263</b>	<b>201</b>	<b>22,609,049</b>	<b>197</b>
<b>Total</b>	<b>28,081,148</b>	<b>662,284</b>	<b>24,142,926</b>	<b>559,683</b>

JS BANK LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED MARCH 31, 2026

9.4 Summary of financial position and performance of subsidiaries

Holding (%)	Country of incorporation	March 31, 2026 (Un-audited)				Total comprehensive income / (loss)
		Assets	Liabilities	Revenue	Profit / (loss)	
Rupees in '000						
<b>Subsidiaries</b>						
JS Global Capital Limited	92.96% Pakistan	12,251,118	8,468,594	802,017	206,479	171,456
JS Investments Limited	84.73% Pakistan	3,390,479	731,744	420,401	63,866	63,866
BankIslami Pakistan Limited	75.12% Pakistan	768,549,384	721,978,245	9,807,875	900,105	(656,890)
		December 31, 2025 (Audited)		March 31, 2025 (Un-audited)		Total comprehensive income / (loss)
Holding (%)	Country of incorporation	Assets	Liabilities	Revenue	Profit / (loss)	Total comprehensive income / (loss)
Rupees in '000						
<b>Subsidiaries</b>						
JS Global Capital Limited	92.90% Pakistan	12,005,571	8,414,493	530,798	156,613	151,316
JS Investments Limited	84.73% Pakistan	3,360,892	766,022	204,605	103,163	103,163
BankIslami Pakistan Limited	75.12% Pakistan	771,342,878	722,728,970	12,369,963	2,613,726	(1,508,790)

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

Holding (%)	Country of incorporation	June 30, 2024 (Audited)				Total comprehensive income / (loss)
		Assets	Liabilities	Revenue	Profit / (loss)	
Rupees in '000						
<b>Associates</b>						
Veda Transit Solutions Private Limited	3.92% Pakistan	3,223,156	3,823,614	3,235,181	(1,235,269)	(1,245,683)

10. ADVANCES

	Holding (%)	Country of incorporation	Performing		Non-Performing		Total	
			March 31, 2026 (Un-audited)	December 31, 2025 (Audited)	March 31, 2026 (Un-audited)	December 31, 2025 (Audited)	March 31, 2026 (Un-audited)	December 31, 2025 (Audited)
			Rupees in '000					
Loans, cash credits, running finances, etc.			199,808,889	233,345,653	22,422,377	22,850,299	222,231,266	256,195,952
Bills discounted and purchased			13,215,573	17,979,708	289,092	371,067	13,504,665	18,350,775
Advances - gross			213,024,462	251,325,361	22,711,469	23,221,366	235,735,931	274,546,727
Credit loss allowance against advances								
- Stage 1			(612,569)	(579,313)	-	-	(612,569)	(579,313)
- Stage 2			(498,135)	(361,027)	-	-	(498,135)	(361,027)
- Stage 3			-	-	(17,549,093)	(17,948,051)	(17,549,093)	(17,948,051)
	10.5		(1,110,704)	(940,340)	(17,549,093)	(17,948,051)	(18,659,797)	(18,888,391)
Fair value adjustment	10.2 and 10.3		(5,746,439)	(5,881,966)	-	-	(5,746,439)	(5,881,966)
Advances - net of credit loss allowance			206,167,318	244,503,055	5,162,376	5,273,315	211,329,695	249,776,570

10.1 Particulars of advances (gross)

	(Un-audited) March 31, 2026	(Audited) December 31, 2025
In local currency	225,520,232	265,866,882
In foreign currencies	10,215,699	8,680,045
	235,735,931	274,546,727

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.

10.4 Advances include Rs. 22,711,469 million (December 31, 2025: Rs. 23,221,366 million) which have been placed under Stage 3 / Non-performing status as detailed below:

Category of classification in stage 3	(Un-audited) March 31, 2026		(Audited) December 31, 2025	
	Non-Performing Loans	Credit loss allowance	Non-Performing Loans	Credit loss allowance
Rupees in '000				
<b>Domestic</b>				
Other Assets Especially Mentioned (OAEM) *	92,831	-	317,035	29,459
Substandard	1,072,564	230,693	887,288	177,256
Doubtful	760,412	254,620	730,318	249,121
Loss	20,785,662	17,063,780	21,286,725	17,492,215
<b>Total</b>	22,711,469	17,549,093	23,221,366	17,948,051
<b>Overseas</b>	-	-	-	-

\* 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

Note	March 31, 2026 (un-audited)				December 31, 2025 (Audited)				
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total	
	Rupees in '000				Rupees in '000				
Opening balance	579,313	361,027	17,948,051	18,888,391	245,926	436,156	15,083,720	15,765,802	
Exchange rate adjustments	(98)	-	-	(98)	21	1,741	-	1,762	
Charge for the period	242,489	339,929	361,408	943,826	470,054	1,312,453	5,610,219	7,392,726	
Reversals for the period	(209,135)	(202,821)	(683,862)	(1,095,818)	(136,688)	(1,389,323)	(2,292,762)	(3,818,773)	
	33,354	137,108	(322,454)	(151,992)	333,366	(76,870)	3,317,457	3,573,953	
Amounts written off	-	-	(44,798)	(44,798)	-	-	(171,009)	(171,009)	
Amounts charged off - credit card	-	-	(31,706)	(31,706)	-	-	(125,855)	(125,855)	
Amounts charged off - agricultural financing	-	-	-	-	-	-	(156,262)	(156,262)	
Closing balance	10.6	612,569	498,135	17,549,093	18,659,797	579,313	361,027	17,948,051	18,888,391

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 March 31, 2026, the Bank has availed cumulative FSV benefit under the directives of the SBP of Rs.3,974,579 million (December 31, 2025: Rs. 4,098,908

The additional profit arising from availing the FSV benefit - net of tax amounts to Rs. 1,907.98 million (December 31, 2025: Rs. 1,967,476 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 Advances - Particulars of credit loss allowance

	(Un-audited)			(Audited)		
	March 31, 2026			December 31, 2025		
	Stage 1	Stage 2	Stage 3	Stage 1	Stage 2	Stage 3
	Rupees in '000			Rupees in '000		
10.6.1 Opening balance	579,313	361,027	17,948,051	245,926	436,156	15,083,720
New Advances	160,215	36,740	231	247,634	75,235	247,799
Advances derecognised or repaid	(48,270)	(26,497)	(361,809)	(51,839)	(252,165)	(942,999)
Transfer to stage 1	2,662	(2,662)	-	39,182	(39,182)	-
Transfer to stage 2	(13,774)	95,859	(82,085)	(14,988)	1,044,990	(1,030,002)
Transfer to stage 3	(1,221)	(9,400)	10,621	(2,536)	(40,410)	42,946
	99,612	94,040	(433,042)	217,453	788,468	(1,682,256)
Amounts written off / charged off	-	-	(76,504)	-	-	(453,126)
Changes in risk parameters (PDs/LGDs/EADs)	(66,258)	43,068	110,588	115,913	(865,338)	4,999,713
Exchange adjustments	(98)	-	-	21	1,741	-
Closing balance	612,569	498,135	17,549,093	579,313	361,027	17,948,051

10.6.2 Advances - Category of classification

	(Un-audited)		(Audited)	
	March 31, 2026		December 31, 2025	
	Outstanding amount	Credit loss allowance	Outstanding amount	Credit loss allowance
	Rupees in '000			
<b>Domestic</b>				
Performing	174,276,586	561,929	217,997,909	573,325
Under-performing	33,145,547	498,135	29,738,689	361,027
Non-performing				
OAEI	92,831	-	317,035	29,459
Substandard	1,072,564	230,693	887,288	177,256
Doubtful	760,412	254,620	730,318	249,121
Loss	20,785,662	17,063,780	21,286,725	17,492,215
	230,133,602	18,609,157	270,957,964	18,882,403
<b>Overseas</b>				
Performing	5,602,329	50,640	3,588,763	5,988
Under-performing	-	-	-	-
Non-performing				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	-	-	-	-
	5,602,329	50,640	3,588,763	5,988
<b>Total</b>	235,735,931	18,659,797	274,546,727	18,888,391

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		<b>(Un-audited)</b>	(Audited)
		<b>March 31,</b>	December 31,
		<b>2026</b>	2025
	Note	----- Rupees in '000 -----	-----
<b>11. PROPERTY AND EQUIPMENT</b>			
Capital work-in-progress	11.1	<b>616,911</b>	882,594
Property and equipment		<b>12,137,693</b>	11,911,353
		<b><u>12,754,604</u></b>	<u>12,793,947</u>
<b>11.1 Capital work-in-progress</b>			
Civil works		<b>301,383</b>	401,591
Equipment		<b>210,050</b>	376,126
Advance to suppliers		<b>105,478</b>	104,877
		<b><u>616,911</u></b>	<u>882,594</u>
		<b>(Un-audited)</b>	
		<b>Quarter ended</b>	
		<b>March 31,</b>	March 31,
		<b>2026</b>	2025
<b>11.2 Additions to property and equipment</b>	Note	----- Rupees in '000 -----	-----
The following additions have been made to property and equipment during the period:			
Capital work-in-progress		<b>183,257</b>	236,632
<b>Property and equipment</b>			
Leasehold improvements		<b>296,223</b>	331,110
Furniture and fixture		<b>23,897</b>	36,434
Electrical, office and computer equipment		<b>296,347</b>	254,013
Vehicles		<b>8,761</b>	319
		<b><u>625,228</u></b>	<u>621,876</u>
<b>Total</b>	11.2.1	<b><u>808,485</u></b>	<u>858,508</u>
<b>11.2.1</b>	This includes transfer from capital work in progress during the period amounting to Rs. 446.113 million (March 31, 2025: Rs. 307.321 million).		
		<b>(Un-audited)</b>	
		<b>Quarter ended</b>	
		<b>March 31,</b>	March 31,
		<b>2026</b>	2025
<b>11.3 Disposal of property and equipment</b>		----- Rupees in '000 -----	-----
The net book value of property and equipment disposed off during the period is as follows:			
<b>Property and equipment</b>			
Leasehold improvements		<b>218</b>	774
Furniture and fixture		<b>575</b>	582
Electrical, office and computer equipment		<b>4,104</b>	4,021
Vehicles		<b>-</b>	810
<b>Total</b>		<b><u>4,897</u></b>	<u>6,187</u>

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	(Un-audited) March 31, 2026	(Audited) December 31, 2025
	----- Rupees in '000 -----	
	<b>Buildings</b>	Buildings
<b>12. RIGHT-OF-USE ASSETS</b>		
<b>At January 1</b>		
Cost	8,000,733	5,946,075
Accumulated Depreciation	<b>(4,926,911)</b>	(3,335,982)
<b>Net Carrying amount at January 1</b>	<b>3,073,822</b>	2,610,093
Additions during the period / year	<b>391,888</b>	2,122,775
Deletions during the period / year	<b>(5,117)</b>	(68,005)
Depreciation charge for the period / year	<b>(409,887)</b>	(1,590,929)
Exchange rate adjustments	<b>(166)</b>	(112)
Closing net carrying amount	<b>3,050,540</b>	3,073,822

<b>13. INTANGIBLE ASSETS</b>		
Capital work-in-progress - computer software	881,683	816,532
Computer software	<b>4,104,205</b>	4,249,506
Goodwill	<b>1,463,624</b>	1,463,624
	<b>6,449,512</b>	6,529,662

**13.1 Additions to intangible assets**

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

	(Un-audited) Quarter ended	
	March 31, 2026	March 31, 2025
	----- Rupees in '000 -----	
<b>Directly purchased</b>		
Capital work-in-progress - net	65,151	48,424
Computer software	-	289
	<b>65,151</b>	48,713

**13.2** There were no disposals of intangible assets during the periods ended March 31, 2026 and March 31, 2025.

		(Un-audited) March 31, 2026	(Audited) December 31, 2025
		----- Rupees in '000 -----	
<b>14. DEFERRED TAX ASSETS / (LIABILITIES)</b>	Note		
<b>Deductible Temporary Differences on:</b>			
Credit loss allowance against advances		2,704,372	3,205,886
Credit loss allowance - others		238,049	162,405
Impact of Effective Interest Rate adoption		194,331	-
(Deficit) / surplus on revaluation of investments	22	208,149	(1,423,851)
Unrealized (loss) / gain on FVPL investments		11,353	(87)
Right-of-use assets		<b>4,290,501</b>	4,077,360
		<b>7,646,755</b>	6,021,713
<b>Taxable Temporary Differences on:</b>			
Credit loss allowance against investments		(22,767)	(53,032)
Surplus on revaluation of property and equipment	22	(699,079)	(708,988)
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	22	(257,074)	(257,733)
Accelerated tax depreciation		(850,004)	(913,597)
Lease liabilities		(4,174,303)	(3,965,055)
Fair value adjustment		(49,601)	(56,633)
Goodwill		<b>(761,084)</b>	(761,084)
		<b>(6,813,912)</b>	(6,716,122)
		<b>832,843</b>	(694,409)

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	(Un-audited) March 31, 2026	(Audited) December 31, 2025
	----- Rupees in '000 -----	
<b>15. OTHER ASSETS</b>	Note	
Mark-up / return / interest accrued in local currency	11,345,841	11,382,384
Mark-up / return / interest accrued in foreign currencies	156,347	88,324
Advances, deposits, advance rent and other prepayments	4,412,529	4,298,504
Acceptances	5,212,863	4,881,615
Advance taxation (payments less provision)	4,141,732	3,874,577
Stationery and stamps in hand	21,400	12,186
Dividend receivable	1,083,512	-
Receivable in respect of home remittance	18,098	11,376
Receivable against bancassurance / bancatakaful	3,963	13,208
Due from State Bank of Pakistan	2,334,320	2,179,874
Fair value adjustment on advances	2,610,031	2,728,769
Non-banking assets acquired in satisfaction of claims	4,874,053	4,882,960
Mark to market gain on forward foreign exchange contracts	221,673	156,440
Advance against investments in securities	792,000	792,000
Inter bank fund transfer settlement	24,479	2,131,870
Credit card settlement	373,288	77,438
Clearing and settlement accounts	-	1,038,710
Insurance claims receivable	77,387	61,597
Receivable from Subsidiary	-	459,000
Others	217,734	181,724
	<u>37,921,250</u>	<u>39,252,556</u>
Less: Credit loss allowance held against other assets	15.1	(153,957)
Other Assets (Net of credit loss allowance)	<u>37,746,134</u>	<u>39,098,599</u>
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	22	602,334
Other assets - total	<u>38,347,201</u>	<u>39,700,933</u>
<b>15.1 Credit loss allowance held against other assets</b>		
Mark-up / return / interest accrued	18,882	15,360
Advances, deposits, advance rent and other prepayments	134,176	126,371
Dividend receivable	271	-
Receivable against bancassurance / bancatakaful	12	2
Advance against investments in securities	8,803	8,803
Insurance claim receivable	243	8
Others	12,729	3,413
	<u>175,116</u>	<u>153,957</u>
<b>15.1.1 Movement in credit loss allowance held against other assets</b>		
Opening balance	153,957	23,914
Exchange rate adjustments	(2)	1
Charge for the period / year	21,457	140,541
Reversals for the period / year	(296)	(10,499)
	<u>21,161</u>	<u>130,042</u>
Amount written off	-	-
Closing balance	<u>175,116</u>	<u>153,957</u>

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	(Un-audited) March 31, 2026	(Audited) December 31, 2025
	----- Rupees in '000 -----	
<b>16. BILLS PAYABLE</b>		
In Pakistan	5,613,238	7,516,630
Outside Pakistan	321,618	322,737
	<u>5,934,856</u>	<u>7,839,367</u>
<b>17. BORROWINGS</b>		
<b>Secured</b>		
Borrowings from State Bank of Pakistan under:		
Export refinancing scheme	4,622,931	5,762,946
Long-term finance facility	818,260	1,018,633
Financing facility for storage of agricultural produce	271,357	275,929
Financing facility for renewable energy projects	603,652	707,729
Refinance for women entrepreneurs	111,931	125,052
Refinance facility for modernization of Small and Medium Enterprises (SMEs)	202,165	223,147
Refinance facility for combating COVID-19	8,869	15,521
Temporary economic refinance facility (TERF)	2,840,292	3,037,394
Small enterprise financing and credit guarantee scheme for special persons	-	67
Refinance facility for working capital of SMEs	5,135,021	5,383,440
Refinance facility for SME Asaan Finance (SAAF) scheme	4,064,846	4,540,447
Repurchase agreement borrowings	12,482,554	2,962,005
	<u>31,161,878</u>	24,052,310
Fair value adjustment on TERF borrowings	(649,330)	(705,181)
Borrowing from financial institutions:		
Refinancing facility for mortgage loans	2,296,192	2,341,365
Repurchase agreement borrowings	15,629,153	-
<b>Total secured</b>	<u>48,437,893</u>	25,688,494
<b>Unsecured</b>		
Call borrowings	4,400,000	-
Overdrawn nostro accounts	333,738	439,586
<b>Total unsecured</b>	<u>4,733,738</u>	439,586
	<u>53,171,631</u>	26,128,080
<b>17.1 Particulars of borrowings</b>		
In local currency	52,837,893	25,688,494
In foreign currencies	333,738	439,586
	<u>53,171,631</u>	26,128,080

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**18. DEPOSITS AND OTHER ACCOUNTS**

	March 31, 2026 (un-audited)			December 31, 2025 (Audited)		
	In Local Currency	In Foreign Currencies	Total	In Local Currency	In Foreign Currencies	Total
----- Rupees in '000 -----						
<b>Customers</b>						
Current deposits	178,612,714	10,769,926	189,382,640	183,720,414	10,621,727	194,342,141
Savings deposits	167,834,737	9,030,562	176,865,299	182,050,071	8,130,654	190,180,725
Term deposits	94,954,751	15,405,872	110,360,623	81,905,046	19,240,992	101,146,038
Margin deposits	24,206,844	194	24,207,038	21,565,499	17,288	21,582,787
	<b>465,609,046</b>	<b>35,206,554</b>	<b>500,815,600</b>	469,241,030	38,010,661	507,251,691
<b>Financial Institutions</b>						
Current deposits	5,726,086	746,017	6,472,103	5,513,362	682,985	6,196,347
Savings deposits	16,102,998	188,373	16,291,371	14,048,557	41,977	14,090,534
Term deposits	2,019,021	19,300,381	21,319,402	2,081,979	13,881,500	15,963,479
	<b>23,848,105</b>	<b>20,234,771</b>	<b>44,082,876</b>	21,643,898	14,606,462	36,250,360
	<b>489,457,151</b>	<b>55,441,325</b>	<b>544,898,476</b>	490,884,928	52,617,123	543,502,051

	Note	(Un-audited)	(Audited)
		March 31, 2026	December 31, 2025
----- Rupees in '000 -----			
<b>19. LEASE LIABILITIES</b>			
Outstanding amount at the start of the period / year		3,193,531	2,788,429
Additions during the period / year		277,908	1,442,945
Lease payments including interest		(389,372)	(1,366,323)
Interest expense	19.2	98,197	435,839
Terminations		(6,186)	(92,719)
Exchange rate adjustments		(161)	(118)
Other adjustments		-	(14,522)
Outstanding amount at the end of the period / year		<b>3,173,917</b>	3,193,531

**19.1 Outstanding liabilities**

Not later than one year	161,961	650,855
Later than one year and upto five years	2,536,803	1,959,047
Over five years	475,153	583,629
<b>Total at the period / year end</b>	<b>3,173,917</b>	3,193,531

**19.2** This carries average effective rate of 13.04% per annum (December 31, 2025: 15.26%)

	Note	(Un-audited)	(Audited)
		March 31, 2026	December 31, 2025
----- Rupees in '000 -----			
<b>20. SUBORDINATED DEBT</b>			
Term Finance Certificates - Fifth Issue	20.1	3,459,684	3,497,900
Term Finance Certificates - Fourth Issue	20.2	2,479,946	2,496,000
Term Finance Certificates - Third Issue	20.3	2,500,000	2,500,000
		<b>8,439,630</b>	8,493,900

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- 20.1** 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
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 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 mark-up 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.

- 20.2** 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
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 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 mark-up 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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**20.3** 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
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 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 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: <ul style="list-style-type: none"> <li>- 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);</li> <li>- 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</li> <li>- 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</li> </ul>
Loss absorbency clause - 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: <p>The PONV trigger event is the earlier of:</p> <ul style="list-style-type: none"> <li>- A decision made by SBP that a conversion or temporary / permanent write-off is necessary without which the Issuer would become non-viable;</li> <li>- 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;</li> <li>- 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.</li> </ul>

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	(Un-audited) March 31, 2026	(Audited) December 31, 2025
	----- Rupees in '000 -----	
<b>21. OTHER LIABILITIES</b>		
Mark-up / return / interest payable in local currency	3,199,214	1,313,491
Mark-up / return / interest payable in foreign currencies	269,710	162,628
Unearned income on guarantees	556,906	526,400
Accrued expenses	1,237,813	1,973,583
Acceptances	5,212,863	4,881,615
Unclaimed dividends	4,214	4,214
Mark to market loss on forward foreign exchange contracts	421,349	441,137
Mark to market loss on forward government securities transaction	289	-
Defined benefit obligation	174,960	124,732
Withholding taxes payable	1,351,615	2,218,038
Donation payable	167,319	123,812
Security deposits against leases, lockers and others	5,334,376	4,883,358
Workers' welfare fund	665,992	622,485
Payable in respect of home remittance	140,109	1,185
Retention money payable	110,753	86,852
Insurance payable	492,704	476,937
BLB fund settlement	309,284	106,276
Debit card settlement	393,864	363,128
Clearing and settlement accounts	369,711	-
Credit loss allowance against off-balance sheet obligations	21.1 357,289	270,587
Others	486,520	543,827
	<u>21,256,854</u>	<u>19,124,285</u>

**21.1 Credit loss allowance against off-balance sheet obligations**

Opening balance	270,587	190,889
Transfer in	-	-
Exchange rate adjustments	(40)	25
Charge for the period / year	163,935	128,680
Reversals for the period / year	(77,193)	(49,007)
	86,742	79,673
Closing balance	<u>357,289</u>	<u>270,587</u>

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		(Un-audited) March 31, 2026	(Audited) December 31, 2025
<b>22. SURPLUS ON REVALUATION OF ASSETS</b>	Note	----- Rupees in '000 -----	
<b>Surplus / (deficit) on revaluation of:</b>			
- Securities measured at FVOCI - debt	9.1	(656,830)	1,953,203
- Securities measured at FVOCI - equity	9.1	256,545	784,971
- Property and equipment		2,107,050	2,126,106
- Non-banking assets acquired in satisfaction of claims	15	601,068	602,334
		<b>2,307,833</b>	5,466,614
<b>Deferred tax on surplus / (deficit) on revaluation of:</b>			
- Securities measured at FVOCI - debt		341,552	(1,015,666)
- Securities measured at FVOCI - equity		(133,403)	(408,185)
- Property and equipment		(699,079)	(708,988)
- Non-banking assets acquired in satisfaction of claims		(257,074)	(257,733)
		<b>(748,004)</b>	(2,390,572)
		<b>1,559,829</b>	3,076,042
<b>23. CONTINGENCIES AND COMMITMENTS</b>			
Guarantees	23.1	114,679,533	114,322,261
Commitments	23.2	110,051,476	108,452,698
Other contingencies	23.3	1,202,245	1,204,016
		<b>225,933,254</b>	223,978,975
<b>23.1 Guarantees</b>			
Financial guarantees		23,824,753	22,275,534
Performance guarantees		48,075,049	51,690,524
Other guarantees		42,779,731	40,356,203
		<b>114,679,533</b>	114,322,261
<b>23.2 Commitments</b>			
<b>Documentary credits and short-term trade-related transactions</b>			
- Letters of credit		39,201,931	40,537,796
<b>Commitments in respect of:</b>			
- Forward foreign exchange contracts	23.2.1	70,395,880	67,437,910
- Forward government securities transactions	23.2.2	76,911	-
- Forward lending	23.2.3	52,000	52,000
<b>Commitments for acquisition of:</b>			
- Property and equipment	23.2.4	277,511	337,483
- Intangible assets	23.2.4	47,243	87,509
		<b>110,051,476</b>	108,452,698
<b>23.2.1 Commitments in respect of forward foreign exchange contracts</b>			
Purchase		40,123,373	40,462,368
Sale		30,272,507	26,975,542
		<b>70,395,880</b>	67,437,910
<b>23.2.2 Commitments in respect of forward government securities transaction</b>			
Purchase		76,911	-
<b>23.2.3 Commitments in respect of forward lending</b>			
Undrawn formal standby facilities, credit lines and other commitments to lend		<b>52,000</b>	52,000

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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) March 31, 2026	(Audited) December 31, 2025
<b>23.3</b>	<b>Other contingent liabilities</b>	Note	----- Rupees in '000 -----
	<b>Claims against the Bank not acknowledged as debts</b>	<b>23.3.1</b>	<b>1,202,245</b>
			<u>1,204,016</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 March 31, 2026 (December 31, 2025: Nil).

	(Un-audited) Quarter ended	
	March 31, 2026	March 31, 2025
<b>25. MARK-UP / RETURN / INTEREST EARNED</b>		----- Rupees in '000 -----
Loans and advances	<b>6,445,324</b>	6,582,713
Investments	<b>9,212,252</b>	14,442,581
Lendings to financial institutions	<b>82,026</b>	149,015
Balances with other banks	<b>46,126</b>	80,376
Securities purchased under repurchase agreements	<b>140,231</b>	104,669
	<u><b>15,925,959</b></u>	<u>21,359,354</u>

**25.1 Interest income recognised on:**

Financial assets measured at amortised cost	<b>1,535,830</b>	5,306,730
Financial assets measured at FVOCI	<b>7,993,475</b>	9,021,543
Financial assets measured at FVPL	<b>180,619</b>	645,177
Financial assets measured at cost	<b>6,216,035</b>	6,385,904
	<u><b>15,925,959</b></u>	<u>21,359,354</u>

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		(Un-audited) Quarter ended	
		March 31, 2026	March 31, 2025
		----- Rupees in '000 -----	
<b>26.</b>	<b>MARK-UP / RETURN / INTEREST EXPENSED</b>	Note	
	Deposits	6,675,843	9,279,845
	Borrowings	1,944,212	3,772,884
	Subordinated debt	269,714	301,326
	Cost of foreign currency swaps against foreign currency deposits / borrowings	253,463	423,603
	Finance charges on leased assets	98,197	97,760
		<u>9,241,429</u>	<u>13,875,418</u>
<b>27.</b>	<b>FEE AND COMMISSION INCOME</b>		
	Branch banking customer fees	26,818	39,209
	Finance related fees	127,238	129,302
	Card related fees (debit and credit cards)	342,505	365,597
	Investment banking fees	9,979	34,108
	Commission on trade	251,241	266,736
	Commission on guarantees	190,593	182,265
	Commission on cash management	14,389	9,940
	Commission on remittances including home remittances	11,907	66,132
	Commission on bancassurance	10,599	14,726
	Commission on distribution of mutual funds	300	2,899
	Commission on online services	166,434	32,239
	Rebate income	87,280	114,781
		<u>1,239,283</u>	<u>1,257,934</u>
<b>28.</b>	<b>GAIN ON SECURITIES - NET</b>		
	Realised	28.1	158,762
	Unrealised - measured at FVTPL		(21,832)
			<u>136,930</u>
<b>28.1</b>	<b>Realised gain / (loss) on:</b>		
	Federal government securities	203,162	165,033
	Associates	(44,400)	-
	Foreign securities	-	(74,498)
		28.2	<u>158,762</u>
<b>28.2</b>	<b>Net gain / (loss) on financial assets</b>		
	measured at FVPL:		
	Designated upon initial recognition	(1,204)	13,960
	Mandatorily measured at FVPL	-	-
		(1,204)	13,960
	measured at amortised cost	-	-
	measured at FVOCI	204,366	76,575
	equity instruments designated at FVOCI	(44,400)	-
		<u>158,762</u>	<u>90,535</u>
<b>29.</b>	<b>OTHER INCOME</b>		
	Rent income	1,070	5,618
	Gain on sale of property and equipment - net	3,511	3,715
	Gain on sale of non banking assets - net	-	20,896
	Gain on termination of leases - net	1,069	7,153
	Scrap sales	233	-
	Auction charges recovered	350	405
	Beach hut charges recovered	212	-
	Others	46	-
		<u>6,491</u>	<u>37,787</u>

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		(Un-audited)	
		Quarter ended	
		March 31, 2026	March 31, 2025
		----- Rupees in '000 -----	
<b>30. OPERATING EXPENSES</b>	Note		
Total compensation expense	30.1	<b>3,046,829</b>	2,767,039
<b>Property expense</b>			
Rent and taxes		<b>37,444</b>	8,995
Insurance		<b>2,087</b>	1,740
Utilities cost		<b>172,041</b>	182,550
Security (including guards)		<b>128,543</b>	124,691
Repair and maintenance (including janitorial charges)		<b>95,001</b>	110,702
Depreciation		<b>134,797</b>	123,897
Depreciation on right-of-use assets		<b>409,887</b>	368,280
Depreciation on non-banking assets		<b>10,174</b>	10,119
		<b>989,974</b>	930,974
<b>Information technology expenses</b>			
Software maintenance		<b>557,023</b>	464,742
Hardware maintenance		<b>130,555</b>	175,661
Depreciation		<b>139,935</b>	131,379
Amortisation		<b>144,954</b>	108,008
Network charges		<b>77,248</b>	75,243
		<b>1,049,715</b>	955,033
<b>Other operating expenses</b>			
Directors' fees and allowances		<b>3,350</b>	4,950
Legal and professional charges		<b>61,643</b>	90,895
Insurance		<b>69,459</b>	71,570
Outsourced services costs		<b>274,773</b>	152,010
Travelling and conveyance		<b>80,670</b>	99,325
NIFT clearing charges		<b>23,758</b>	21,831
Depreciation		<b>119,219</b>	109,185
Training and development		<b>7,171</b>	18,177
Postage and courier charges		<b>26,077</b>	25,217
Communication		<b>78,996</b>	125,767
Stationery and printing		<b>87,648</b>	101,815
Marketing, advertisement and publicity		<b>306,067</b>	532,077
Donations		<b>43,507</b>	54,750
Auditors' remuneration		<b>6,501</b>	5,640
Staff auto fuel and maintenance		<b>152,811</b>	148,142
Bank charges		<b>26,871</b>	21,533
Stamp duty		<b>6,716</b>	7,436
Online verification charges		<b>25,299</b>	23,302
Brokerage, fee and commission		<b>13,819</b>	12,720
Card related fees (debit and credit cards)		<b>525,213</b>	425,033
CDC and other charges		<b>8,700</b>	1,710
Consultancy fee		<b>24,902</b>	21,522
Deposit protection premium		<b>63,819</b>	51,298
Entertainment expenses		<b>53,066</b>	58,195
Repair and maintenance		<b>18,413</b>	20,780
Cash handling charges		<b>85,129</b>	103,463
Fee and subscription		<b>42,342</b>	56,012
Employees social security		<b>1,883</b>	2,422
Generator fuel and maintenance		<b>43,735</b>	48,315
Others		<b>5,081</b>	5,959
		<b>2,286,638</b>	2,421,051
		<b>7,373,156</b>	7,074,097

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**30.1** This includes impact of fair value adjustment on concessional rate staff loans amounting to Rs. 96.330 million (March 31, 2025: Rs. 98.048 million).

**31. WORKERS' WELFARE FUND**

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

	(Un-audited)	
	Quarter ended	
	March 31, 2026	March 31, 2025
	----- Rupees in '000 -----	
Penalties imposed by State Bank of Pakistan	<u>707</u>	<u>265</u>

**33. CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET**

Credit loss allowance against cash and balances with treasury banks	44,514	497
Credit loss allowance against balance with other banks	(443)	(2,046)
Credit loss allowance against lending to financial institutions	(3,531)	(270)
Credit loss allowance for diminution in value of investments	58,202	(178,257)
Credit loss allowance against loans and advances	(151,992)	820,777
Credit loss allowance against other assets	21,161	112,997
Credit loss allowance against off balance sheet obligations	86,742	(12,392)
Bad debts written off directly	293	-
Recovery of written off / charged off bad debts	(134,372)	(1,199)
Operational loss	998	2,229
	<u>(78,428)</u>	<u>742,336</u>

**34. TAXATION**

Current	821,157	1,287,891
Prior years	-	-
Deferred	309,542	161,058
	<u>1,130,699</u>	<u>1,448,949</u>

**34.1** There are no material changes in tax contingencies as disclosed in annual unconsolidated financial statements for the year ended December 31, 2025.

**35. EARNINGS PER SHARE - BASIC AND DILUTED**

	(Un-audited)	
	Quarter Ended	
	March 31, 2026	March 31, 2025
	----- Rupees in '000 -----	
Profit after taxation for the period	<u>1,044,644</u>	<u>1,288,567</u>
	----- Number of shares -----	
Weighted average number of ordinary shares	<u>2,050,662,536</u>	<u>2,050,662,536</u>
	----- Rupee -----	
Earnings per share - basic and diluted	<u>0.51</u>	<u>0.63</u>

**36. CASH AND CASH EQUIVALENTS**

	Note	(Un-audited)	(Audited)	(Un-audited)
		March 31, 2026	December 31, 2025	March 31, 2025
		----- Rupees in '000 -----		
Cash and balances with treasury banks - gross	6	37,112,623	40,698,305	51,836,973
Balances with other banks - gross	7	4,731,154	5,199,412	3,139,050
Overdrawn nostro accounts	17	(333,738)	(439,586)	(556,110)
		<u>41,510,039</u>	<u>45,458,131</u>	<u>54,419,913</u>

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**37 FAIR VALUE MEASUREMENTS**

The fair value of quoted securities other than those classified as amortised cost, is based on quoted market price. Quoted securities classified as amortised cost are carried at cost. The fair value of unquoted equity securities, other than investments in associates and subsidiaries, is determined on the basis of valuation methodologies. Fair value of unquoted debt securities, fixed term loans, other assets, other liabilities and fixed term deposits cannot be calculated with sufficient reliability due to absence of current and active market for assets and liabilities and reliable data regarding market rates for similar instruments.

**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:

	March 31, 2026 (Un-audited)			Total
	Level 1	Level 2	Level 3	
----- Rupees in '000 -----				
<b>On balance sheet financial instruments</b>				
<b>Financial assets - measured at fair value</b>				
Investments				
Federal Government Securities	-	240,361,268	-	240,361,268
Shares - listed companies	1,955,799	-	-	1,955,799
Shares - unlisted companies	-	17,988	239,744	257,732
Non Government Debt Securities	-	380,040	-	380,040
Foreign Securities	-	27,077,310	-	27,077,310
<b>Financial assets - disclosed but not measured at fair value</b>				
Investments				
Federal Government Securities	-	73,749,628	-	73,749,628
<b>Off-balance sheet financial instruments - measured at fair value</b>				
Forward purchase of foreign exchange	-	39,715,779	-	39,715,779
Forward sale of foreign exchange	-	30,064,727	-	30,064,727
Forward purchase - Government securities	-	76,622	-	76,622
----- Rupees in '000 -----				
December 31, 2025 (Audited)				
	Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----				
<b>On balance sheet financial instruments</b>				
<b>Financial assets - measured at fair value</b>				
Investments				
Federal Government Securities	-	196,631,238	-	196,631,238
Shares	2,686,351	18,478	37,308	2,742,137
Non Government Debt Securities	-	476,261	-	476,261
Foreign Securities	-	23,044,423	-	23,044,423
<b>Financial assets - disclosed but not measured at fair value</b>				
Investments				
Federal Government Securities	-	33,709,882	-	33,709,882
<b>Off-balance sheet financial instruments - measured at fair value</b>				
Forward purchase of foreign exchange	-	40,052,102	-	40,052,102
Forward sale of foreign exchange	-	26,850,111	-	26,850,111

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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 Sukuk 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 the investment in SWIFT shares has been determined using a market based approach, based on the share value annually calculated and published by SWIFT for all shareholders. The fair value of ISE REIT shares has been determined using a market based approach, applying price to book multiples of comparable listed REITs to the net asset value, adjusted for discounts for lack of control and lack of marketability.
Preference shares - unlisted	The fair value of Apothecare and Augmentcare shares has been determined using an income-based approach, applying the Free Cash Flow to Firm (FCFF) method, whereby projected cash flows are discounted using the Weighted Average Cost of Capital (WACC).
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 unconsolidated financial statements for the year ended December 31, 2025. The valuations are conducted by the valuation experts appointed by the Bank 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 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.
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 March 31, 2026	Fair value as at December 31, 2025	Unobservable inputs	Sensitivity of inputs
-----Rupees in '000-----				
Ordinary shares - unlisted (ISE REIT)	34,032	37,308	- Price to book (P/B) multiple - Discount for lack of control - Discount for lack of marketability	A 10% increase / decrease in the P/B multiple would result in an increase / decrease of Rs 3,403 million in the fair value. A 5.0 percentage point change in either the discount for lack of control or the discount for the lack of marketability would result in a change of Rs 2,836 million in the fair value
Preference shares - unlisted (Apothecare)	127,394	-	WACC Terminal growth rate - FCFF	A 1.0 percentage point increase / decrease in the WACC would result in a decrease / increase in the fair value of Rs 7,136 million. A 1.0 percentage point increase / decrease in the terminal growth rate would result in an increase / decrease in the fair value of Rs 2,630 million.
Preference shares - unlisted (Augmentcare)	78,318	-	WACC Terminal growth rate - FCFF	A 1.0 percentage point increase / decrease in the WACC would result in a decrease / increase in the fair value of Rs 8,045 million. A 1.0 percentage point increase / decrease in the terminal growth rate would result in an increase / decrease in the fair value of Rs 4,755 million.

The following table shows reconciliation of investment fair value movement:

	(Un-audited) March 31, 2026	(Audited) December 31, 2025
	Rupees in '000	
Opening balance	37,308	289,259
Impact of adoption of IFRS 9	-	18,634
Remeasurement recognised in Profit and Loss	-	(278,259)
Remeasurement recognised in OCI	202,436	7,674
Closing balance	<u>239,744</u>	<u>37,308</u>

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 period.

**JS BANK LIMITED**  
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**38. SEGMENT INFORMATION**

**38.1 Change in reportable segments**

During the current period, the Bank revised its internal management reporting structure used by the President / Chief Executive Officer to assess performance and allocate resources. As a result, the Bank has revised its reportable segments in accordance with IFRS 8 Operating Segments.

In the unconsolidated financial statements for the year ended December 31, 2025, the Bank's reportable segments were presented as:

- Retail Banking;
- Corporate / Commercial Banking;
- Treasury;
- Investment, International and Institutional Banking;
- Zindigi; and
- Others

Following the revision in internal reporting, the Bank's reportable segments for the period ended March 31, 2026 are presented as:

- Retail Banking;
- Corporate / Commercial Banking;
- Treasury, FI and Home Remittance;
- International Banking;
- Investment Banking;
- Zindigi; and
- Others

Accordingly, comparative segment information presented for the corresponding prior period has been restated to conform to the current period presentation. The basis of segmentation used in these condensed interim unconsolidated financial statements therefore differs from that presented in the unconsolidated financial statements for the year ended December 31, 2025.

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

	For the quarter ended March 31, 2026 (Un-audited)							
	Retail Banking	Corporate / Commercial Banking	Treasury, FI and Home Remittance	International Banking	Investment Banking	Zindigi	Others	Total
Rupees in '000								
<b>Profit and loss</b>								
Net mark-up / return / profit	(1,857,108)	1,043,464	7,279,224	201,040	39,475	(57,933)	36,368	6,684,530
Inter segment revenue - net	6,004,057	214,039	(5,507,005)	-	(41,214)	205,353	(875,230)	-
Non mark-up / return / interest income	568,636	373,153	548,323	88,962	(43,676)	212,455	1,081,902	2,829,755
<b>Total Income</b>	<b>4,715,585</b>	<b>1,630,656</b>	<b>2,320,542</b>	<b>290,002</b>	<b>(48,415)</b>	<b>359,875</b>	<b>243,040</b>	<b>9,514,285</b>
Segment direct expenses	3,762,534	170,863	128,192	96,236	17,754	1,059,381	2,182,410	7,417,370
Inter segment expense allocation	1,021,468	331,785	93,118	21,649	8,565	197,859	(1,674,444)	-
<b>Total expenses</b>	<b>4,784,002</b>	<b>502,648</b>	<b>221,310</b>	<b>117,885</b>	<b>26,319</b>	<b>1,257,240</b>	<b>507,966</b>	<b>7,417,370</b>
Credit loss allowance and write offs - net	(274,037)	(203,633)	48,249	51,383	55,443	448	243,719	(78,428)
<b>Profit / (loss) before tax</b>	<b>205,620</b>	<b>1,331,641</b>	<b>2,050,983</b>	<b>120,734</b>	<b>(127,177)</b>	<b>(897,813)</b>	<b>(508,645)</b>	<b>2,175,343</b>
As at March 31, 2026 (Un-audited)								
	Retail Banking	Corporate / Commercial Banking	Treasury, FI and Home Remittance	International Banking	Investment Banking	Zindigi	Others	Total
Rupees in '000								
<b>Balance sheet</b>								
Cash and bank balances	15,263,995	552,361	22,522,830	3,167,106	-	290,188	-	41,796,480
Investments	796,426	-	315,165,148	27,077,317	774,641	-	23,289,062	367,104,594
Net inter segment lending	299,751,501	13,374,920	-	-	-	9,124,841	-	322,251,262
Lendings to financial institutions	-	-	1,211,170	-	-	-	-	1,211,170
Advances - performing	89,883,469	100,223,442	5,755,555	5,551,688	-	80,771	4,672,394	206,167,319
Advances - non-performing	3,270,124	1,815,562	-	-	-	2,452	74,238	5,162,376
Others	-	-	-	-	792,000	-	60,642,700	61,434,700
<b>Total Assets</b>	<b>408,967,515</b>	<b>115,966,285</b>	<b>344,654,703</b>	<b>35,796,111</b>	<b>1,566,641</b>	<b>9,498,252</b>	<b>88,678,394</b>	<b>1,005,127,901</b>
Borrowings	13,006,706	7,319,480	32,845,445	-	-	-	-	53,171,631
Subordinated debt	-	-	-	-	-	-	8,439,630	8,439,630
Deposits and other accounts	384,820,882	108,327,899	9,337,020	32,895,982	18,441	9,498,252	-	544,898,476
Net inter segment borrowing	-	-	302,463,389	-	1,492,563	-	18,295,310	322,251,262
Others	11,139,927	318,906	8,849	2,900,129	55,637	-	15,942,179	30,385,627
<b>Total Liabilities</b>	<b>408,967,515</b>	<b>115,966,285</b>	<b>344,654,703</b>	<b>35,796,111</b>	<b>1,566,641</b>	<b>9,498,252</b>	<b>42,677,119</b>	<b>959,126,626</b>
Equity	-	-	-	-	-	-	46,001,275	46,001,275
<b>Total Equity and Liabilities</b>	<b>408,967,515</b>	<b>115,966,285</b>	<b>344,654,703</b>	<b>35,796,111</b>	<b>1,566,641</b>	<b>9,498,252</b>	<b>88,678,394</b>	<b>1,005,127,901</b>
<b>Contingencies and Commitments</b>	<b>23,261,851</b>	<b>107,398,729</b>	<b>70,472,791</b>	<b>23,220,884</b>	<b>-</b>	<b>-</b>	<b>1,578,999</b>	<b>225,933,254</b>

For the quarter ended March 31, 2025 (Un-audited) - Restated

	Retail Banking	Corporate / Commercial Banking	Treasury, FI and Home Remittance	International Banking	Investment Banking	Zindigi	Others	Total
----- Rupees in '000 -----								
<b>Profit and loss</b>								
Net mark-up / return / profit	(3,806,746)	135,764	11,163,574	141,832	25,561	(33,429)	(142,620)	7,483,936
Inter segment revenue - net	8,153,007	1,318,377	(8,543,704)	-	(62,859)	137,620	(1,002,441)	-
Non mark-up / return / income	603,922	460,149	826,606	(21,474)	36,645	44,415	1,174,765	3,125,028
<b>Total income</b>	<b>4,950,183</b>	<b>1,914,290</b>	<b>3,446,476</b>	<b>120,358</b>	<b>(653)</b>	<b>148,606</b>	<b>29,704</b>	<b>10,608,964</b>
Segment direct expenses	3,602,798	194,172	191,543	99,101	28,299	931,164	2,082,035	7,129,112
Inter segment expense allocation	986,064	284,978	88,721	20,492	7,597	197,657	(1,585,509)	-
<b>Total expenses</b>	<b>4,588,862</b>	<b>479,150</b>	<b>280,264</b>	<b>119,593</b>	<b>35,896</b>	<b>1,128,821</b>	<b>496,526</b>	<b>7,129,112</b>
Credit loss allowance and write offs - net	12,663	821,390	(9,733)	(159,384)	-	28,592	48,808	742,336
<b>Profit / (loss) before tax</b>	<b>348,658</b>	<b>613,750</b>	<b>3,175,945</b>	<b>160,149</b>	<b>(36,549)</b>	<b>(1,008,807)</b>	<b>(515,630)</b>	<b>2,737,516</b>

As at December 31, 2025 (Audited) - Restated

	Retail Banking	Corporate / Commercial Banking	Treasury, FI and Home Remittance	International Banking	Investment Banking	Zindigi	Others	Total
----- Rupees in '000 -----								
<b>Balance sheet</b>								
Cash and bank balances	12,805,370	322,712	28,334,538	3,360,120	-	1,071,751	-	45,894,491
Investments	620,383	-	229,440,753	23,044,422	1,154,495	-	23,768,259	278,028,312
Net inter segment lending	313,115,000	14,631,581	-	-	-	6,777,709	-	334,524,290
Lendings to financial institutions	-	-	19,838,794	-	-	-	-	19,838,794
Advances - performing	88,593,670	102,967,350	44,624,017	3,582,775	-	40,830	4,694,413	244,503,055
Advances - non-performing	3,229,830	1,952,665	-	-	-	2,446	88,374	5,273,315
Others	-	-	-	-	792,000	-	61,306,364	62,098,364
<b>Total Assets</b>	<b>418,364,253</b>	<b>119,874,308</b>	<b>322,238,102</b>	<b>29,987,317</b>	<b>1,946,495</b>	<b>7,892,736</b>	<b>89,857,410</b>	<b>990,160,621</b>
Borrowings	14,280,581	8,445,908	3,401,591	-	-	-	-	26,128,080
Subordinated debt	-	-	-	-	-	-	8,493,900	8,493,900
Deposits and other accounts	391,760,535	111,110,987	5,711,461	27,010,721	15,611	7,892,736	-	543,502,051
Net inter segment borrowing	-	-	313,116,201	-	1,930,884	-	19,477,205	334,524,290
Others	12,323,137	317,413	8,849	2,976,596	-	-	15,225,597	30,851,592
<b>Total Liabilities</b>	<b>418,364,253</b>	<b>119,874,308</b>	<b>322,238,102</b>	<b>29,987,317</b>	<b>1,946,495</b>	<b>7,892,736</b>	<b>43,196,702</b>	<b>943,499,913</b>
Equity	-	-	-	-	-	-	46,660,708	46,660,708
<b>Total Equity and Liabilities</b>	<b>418,364,253</b>	<b>119,874,308</b>	<b>322,238,102</b>	<b>29,987,317</b>	<b>1,946,495</b>	<b>7,892,736</b>	<b>89,857,410</b>	<b>990,160,621</b>
<b>Contingencies and Commitments</b>	<b>25,732,975</b>	<b>111,535,314</b>	<b>67,437,910</b>	<b>17,643,768</b>	<b>-</b>	<b>-</b>	<b>1,629,008</b>	<b>223,978,975</b>

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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 March 31, 2026 (Un-audited)						
	Parent	Directors	Key management personnel	Subsidiaries	Associates	Other related parties
Rupees in '000						
<b>Lendings to financial institutions</b>						
Opening balance	-	-	-	-	-	-
Addition during the period	-	-	-	-	-	-
Repaid during the period	-	-	-	-	-	-
Transfer in / (out) - net	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-
<b>Investments</b>						
Opening balance	-	-	-	20,887,275	269,800	2,641,001
Investments made during the period	-	-	-	-	-	-
Investment redeemed / disposed off during the period	-	-	-	-	(180,000)	-
Surplus / (Deficit) on Investments	-	-	-	-	-	(513,599)
Transfer in / (out) - net	-	-	-	-	-	-
Closing balance	-	-	-	20,887,275	89,800	2,127,406
Credit loss allowance for diminution in value of investments	-	-	-	-	89,800	-
<b>Advances</b>						
Opening balance	-	125	690,139	798,215	163,548	3,039,683
Addition during the period	-	515	51,129	-	-	3,336,987
Repaid during the period	-	(360)	(69,592)	(203,963)	(5,174)	(2,349,834)
Transfer in / (out) - net	-	-	(843)	-	-	-
Closing balance	-	280	670,833	594,252	158,374	4,026,836
Credit loss allowance held against advances	-	6	3,678	5	158,374	45,698
<b>Other assets</b>						
Interest mark-up accrued	-	-	998	20,829	-	48,601
Receivable against bancassurance	-	-	-	-	-	1,308
Prepaid insurance	-	-	-	-	-	100,673
Dividend Income Receivable	-	-	-	1,041,015	-	42,497
Advance against investment in securities	-	-	-	-	-	792,000
Mark to market gain on forward foreign exchange contracts	-	-	-	-	-	113
Credit loss allowance against other assets	-	-	9	141	-	9,876
<b>Deposits and other accounts</b>						
Opening balance	58,666	27,056	121,035	3,040,658	16,957	7,562,780
Received during the period	2,024,651	12,917	329,048	109,043,114	36,576	319,774,225
Withdrawn during the period	(2,049,952)	(26,024)	(306,899)	(107,894,919)	(36,056)	(316,956,099)
Transfer in / (out) - net	-	-	(327)	-	(109)	-
Closing balance	33,365	13,949	142,857	4,188,853	17,368	10,380,906
<b>Subordinated debt</b>						
Opening balance	-	-	-	-	-	109,946
Purchased / Issued during the period	-	-	-	-	-	-
Redeemed during the period	-	-	-	-	-	(6)
Transfer in / (out) - net	-	-	-	-	-	-
Closing balance	-	-	-	-	-	109,940
<b>Other liabilities</b>						
Interest / return / mark-up payable on deposits	988	-	810	48,342	379	192,224
Interest / return / mark-up payable on subordinated loans	-	-	-	-	-	1,666
Payable to defined benefit plan	-	-	-	-	-	174,960
Mark to market loss on forward foreign exchange contracts	-	-	-	-	-	24
Others Liabilities	-	-	-	129	-	-
<b>Contingencies and commitments</b>						
Letter of Guarantee	-	-	-	-	-	337,259
Letter of Credit	-	-	-	-	-	133,323
Commitment in respect of forward foreign exchange contracts	-	-	-	-	-	178,115

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	As at December 31, 2025 (Audited)					
	Parent	Directors	Key management personnel	Subsidiaries	Associates	Other related parties
	Rupees in '000					
<b>Lendings to financial institutions</b>						
Opening balance	-	-	-	2,000,000	-	-
Addition during the year	-	-	-	50,000,000	-	-
Repaid during the year	-	-	-	(52,000,000)	-	-
Transfer in / (out) - net	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-
<b>Investments</b>						
Opening balance	-	-	-	20,887,275	269,800	2,573,385
Investments made during the year	-	-	-	-	-	1,350,000
Investment redeemed / disposed off during the year	-	-	-	-	-	(1,350,000)
Surplus / (Deficit) on investments	-	-	-	-	-	67,616
Transfer in / (out) - net	-	-	-	-	-	-
Closing balance	-	-	-	20,887,275	269,800	2,641,001
Credit loss allowance for diminution in value of investments	-	-	-	-	134,200	-
<b>Advances</b>						
Opening balance	-	-	635,459	664,841	185,733	2,557,962
Addition during the year	-	520	418,151	815,475	-	10,097,574
Repaid during the year	-	(395)	(418,131)	(682,101)	(22,185)	(9,616,003)
Transfer in / (out) - net	-	-	54,660	-	-	150
Closing balance	-	125	690,139	798,215	163,548	3,039,683
Credit Loss Allowance held against advances	-	10	3,621	-	163,548	1,964
<b>Other assets</b>						
Interest mark-up accrued	-	-	902	26,798	-	37,028
Receivable against bancassurance	-	-	-	-	-	2,069
Prepaid insurance	-	-	-	-	-	187,786
Receivable from subsidiaries	-	-	-	459,000	-	-
Advance against investment in securities	-	-	-	-	-	792,000
Mark to market gain on forward foreign exchange contracts	-	-	-	-	-	-
Credit loss allowance against other assets	-	-	6	62	-	8,830
<b>Deposits and other accounts</b>						
Opening balance	112,836	9,446	56,248	2,482,318	20,592	5,268,164
Received during the year	8,332,480	43,869	1,357,201	305,606,943	325,648	325,465,583
Withdrawn during the year	(8,386,650)	(26,259)	(1,264,754)	(305,048,603)	(329,283)	(323,221,466)
Transfer in / (out) - net	-	-	(27,660)	-	-	50,499
Closing balance	58,666	27,056	121,035	3,040,658	16,957	7,562,780
<b>Subordinated debts</b>						
Opening balance	-	-	-	-	-	109,976
Purchased / Issued during the year	-	-	-	-	-	-
Redeemed during the year	-	-	-	-	-	(30)
Transfer in / (out) - net	-	-	-	-	-	-
Closing balance	-	-	-	-	-	109,946
<b>Other liabilities</b>						
Interest / return / mark-up payable on deposits	-	-	579	-	-	1,025
Interest / return / mark-up payable on subordinated loans	-	-	-	-	-	1,074
Payable to defined benefit plan	-	-	-	-	-	124,732
Mark to market loss on forward foreign exchange contracts	-	-	-	-	-	470
Others Payable	-	-	-	1,050	-	-
<b>Contingencies and commitments</b>						
Letter of Guarantee	-	-	-	-	-	342,950
Letter of Credit	-	-	-	-	-	186,580
Commitment in respect of forward foreign exchange contracts	-	-	-	-	-	160,911

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For the quarter ended March 31, 2026 (Un-audited)						
Parent	Directors	Key management personnel	Subsidiaries	Associates	Other related parties	
Rupees in '000						
<b>Income</b>						
Mark-up / return / interest earned	-	-	8,770	20,829	-	79,759
Fee and commission income	-	52	482	300	-	9,796
Dividend income	-	-	-	1,041,015	-	42,497
Gain on sale of securities - Net	-	-	15	-	-	(13,911)
Other Income	-	20	90	1,190	-	-
<b>Expense</b>						
Mark-up / return / interest expensed	988	326	1,220	48,342	379	197,304
Operating expenses						
Compensation	-	-	421,134	-	-	-
Charge for defined contribution plans	-	-	-	-	-	121,817
Charge for defined benefit plans	-	-	-	-	-	50,227
Rent	-	-	-	-	-	5,195
Software Maintenance	-	-	-	-	-	8,118
Directors' fee and allowances	-	3,350	-	-	-	-
Insurance	-	-	-	-	-	69,327
Commission	-	-	-	-	-	-
Consultancy fee	-	-	-	-	-	14,243
Other expenses	835	-	-	819	-	-
<b>Credit loss allowance on:</b>						
Advances	-	(4)	57	5	(5,174)	43,734
Other asset	-	-	3	79	-	1,046
<b>Payments made during the period</b>						
Insurance premium paid	-	-	-	-	-	178,293
Insurance claims settled	-	-	-	-	-	7,087
<b>Other Transactions</b>						
Sale of Government Securities	-	-	13,964	408	-	115,836,934
Purchase of Government Securities	-	-	-	-	-	78,069,422

For the quarter ended March 31, 2025 (Un-audited)						
Parent	Directors	Key management personnel	Subsidiaries	Associates	Other related parties	
Rupees in '000						
<b>Income</b>						
Mark-up / return / interest earned	-	-	9,307	22,760	-	82,621
Fee and commission income	-	52	438	10	-	16,037
Dividend income	-	-	-	1,041,015	-	42,497
Gain on sale of securities - Net	-	-	-	-	-	1,497
Other Income	-	-	7	777	-	-
<b>Expense</b>						
Mark-up / return / interest expensed	666	12	264	17,642	197	49,510
Operating expenses						
Compensation	-	-	348,445	-	-	-
Charge for defined contribution plans	-	-	-	-	-	110,992
Charge for defined benefit plans	-	-	-	-	-	48,631
Rent	-	-	-	-	-	4,502
Software Maintenance	-	-	-	-	-	2,127
Directors' fee and allowances	-	4,950	-	-	-	-
Insurance	-	-	-	-	-	28,868
Training and development	-	-	12,709	-	-	-
Consultancy fee	-	-	-	-	-	11,870
Other expenses	-	-	-	373	-	2,563
<b>Credit loss allowance on:</b>						
Advances	-	14	379	54	-	3,914
Other assets	-	-	-	4	-	39
<b>Payments made during the period</b>						
Insurance premium paid	-	-	-	-	-	267,757
Insurance claims settled	-	-	-	-	-	6,603
Donation Paid	-	-	-	-	-	120,291
<b>Other transactions</b>						
Sale of Government Securities	-	-	-	-	-	14,022,483
Purchase of Government Securities	-	-	-	35,204	-	3,701,015

**JS BANK LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED MARCH 31, 2026**

	(Un-audited) March 31, 2026	(Audited) December 31, 2025
	----- Rupees in '000 -----	
<b>40. CAPITAL ADEQUACY, LEVERAGE RATIO AND LIQUIDITY REQUIREMENTS</b>		
<b>Minimum Capital Requirement (MCR):</b>		
Paid-up capital (net of losses)	<u>20,506,625</u>	<u>20,506,625</u>
<b>Capital Adequacy Ratio (CAR):</b>		
Eligible Common Equity Tier 1 (CET 1) Capital	<u>20,545,095</u>	20,978,779
Eligible Additional Tier 1 (ADT 1) Capital	<u>2,500,000</u>	2,500,000
Total Eligible Tier 1 Capital	<u>23,045,095</u>	23,478,779
Eligible Tier 2 Capital	<u>6,074,147</u>	7,275,853
Total Eligible Capital (Tier 1 + Tier 2)	<u>29,119,242</u>	<u>30,754,632</u>
<b>Risk Weighted Assets (RWAs):</b>		
Credit Risk	<u>163,254,267</u>	161,741,570
Market Risk	<u>1,665,777</u>	5,255,606
Operational Risk	<u>67,451,656</u>	67,451,656
Total	<u>232,371,700</u>	<u>234,448,832</u>
Common Equity Tier 1 Capital Adequacy ratio	<u>8.84%</u>	8.95%
Tier 1 Capital Adequacy Ratio	<u>9.92%</u>	10.01%
Total Capital Adequacy Ratio	<u>12.53%</u>	13.12%
<b>Leverage Ratio (LR):</b>		
Eligible Tier-1 Capital	<u>23,045,095</u>	23,478,779
Total Exposures	<u>748,100,860</u>	720,521,074
Leverage Ratio	<u>3.08%</u>	3.26%
<b>Liquidity Coverage Ratio (LCR):</b>		
Total High Quality Liquid Assets	<u>285,988,938</u>	303,483,999
Total Net Cash Outflow	<u>127,179,817</u>	107,163,784
Liquidity Coverage Ratio	<u>224.87%</u>	283.20%
<b>Net Stable Funding Ratio (NSFR):</b>		
Total Available Stable Funding	<u>483,538,825</u>	484,703,363
Total Required Stable Funding	<u>326,716,617</u>	288,156,867
Net Stable Funding Ratio	<u>148.00%</u>	168.21%

**JS BANK LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED MARCH 31, 2026**

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:

	<b>Transition Arrangement</b>	<b>Full ECL Impact</b>
CET1 to TRWAs	8.84%	8.66%
T1 Capital to TRWAs	9.92%	9.74%
Total eligible capital to TRWAs	12.53%	12.51%
Leverage	3.08%	3.02%

**41. GENERAL**

41.1 Corresponding figures have been re-arranged / re-classified, wherever necessary, to facilitate comparison in the presentation in the current year. However, there are no material re-arrangements / re-classifications to report.

41.2 The figures in these unconsolidated financial statements have been rounded off to the nearest thousand.

**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 April 28, 2026.

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

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

\_\_\_\_\_  
**Director**

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**Director**

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**Director**



# ***CONSOLIDATED FINANCIAL STATEMENTS***

## ***THE FINANCIAL WEIGH-IN***

Step on the money scale: track income, expenses, savings, and debt to reveal your baseline.

**Fitness Challenge:** Weigh yourself, and start walking every day.



**JS BANK LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2026**

		(Un-audited) March 31, 2026	(Audited) December 31, 2025
	Note	----- Rupees in '000 -----	
<b>ASSETS</b>			
Cash and balances with treasury banks	6	78,981,161	112,518,691
Balances with other banks	7	6,550,089	6,849,702
Lendings to financial institutions	8	20,910,399	38,838,746
Investments	9	689,469,403	581,458,618
Advances	10	505,040,698	542,341,772
Property and equipment	11	38,496,569	39,242,673
Right-of-use assets	12	8,583,061	8,968,662
Intangible assets	13	12,932,734	12,465,883
Deferred tax assets	14	6,366,479	3,356,645
Other assets	15	72,815,330	69,582,312
<b>Total Assets</b>		<b>1,440,145,923</b>	1,415,623,704
<b>LIABILITIES</b>			
Bills payable	16	12,103,080	17,734,525
Borrowings	17	86,950,748	40,741,188
Deposits and other accounts	18	1,185,295,480	1,199,431,741
Lease liabilities	19	9,751,772	10,055,035
Subordinated debt	20	11,436,620	11,490,890
Deferred tax liabilities	14	-	-
Other liabilities	21	55,804,444	55,046,690
<b>Total Liabilities</b>		<b>1,361,342,144</b>	1,334,500,069
<b>NET ASSETS</b>		<b>78,803,779</b>	81,123,635
<b>REPRESENTED BY</b>			
Share capital		20,506,625	20,506,625
Reserves		11,422,728	11,087,154
Surplus on revaluation of assets	22	2,908,575	5,529,752
Unappropriated profit		31,693,202	31,287,298
		<b>66,531,130</b>	68,410,829
Non-controlling interest		12,272,649	12,712,806
		<b>78,803,779</b>	81,123,635
<b>CONTINGENCIES AND COMMITMENTS</b>			
	23		

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 QUARTER ENDED MARCH 31, 2026**

		<b>March 31,</b>	March 31,
		<b>2026</b>	2025
	Note	----- Rupees in '000 -----	
Mark-up / return / interest / profit earned	25	<b>32,701,555</b>	41,110,501
Mark-up / return / interest / profit expensed	26	<b>17,488,169</b>	24,339,984
<b>Net mark-up / interest income</b>		<b>15,213,386</b>	16,770,517
<b>NON MARK-UP / INTEREST INCOME</b>			
Fee, commission and brokerage income	27	<b>3,162,785</b>	2,553,110
Dividend income		<b>140,199</b>	197,697
Foreign exchange income		<b>813,061</b>	899,317
(Loss) / Income from derivatives		<b>(18,925)</b>	(1,022)
Gain on securities - net	28	<b>196,332</b>	2,149,082
Net gains / (loss) on derecognition of financial assets measured at amortised cost		-	-
Share of (loss) / profit from associates		<b>(124,769)</b>	90,530
Other income	29	<b>65,258</b>	84,633
<b>Total non mark-up / interest income</b>		<b>4,233,941</b>	5,973,347
<b>Total Income</b>		<b>19,447,327</b>	22,743,864
<b>NON MARK-UP / INTEREST EXPENSES</b>			
Operating expenses	30	<b>16,589,890</b>	14,666,218
Workers' welfare fund	31	<b>88,200</b>	173,742
Other charges	32	<b>5,235</b>	113,701
<b>Total non-mark-up / interest expenses</b>		<b>16,683,325</b>	14,953,661
<b>Profit before credit loss allowance</b>		<b>2,764,002</b>	7,790,203
Credit loss allowance and write offs - net Extra ordinary / unusual items	33	<b>(615,130)</b>	301,494
		-	-
<b>PROFIT BEFORE TAXATION</b>		<b>3,379,132</b>	7,488,709
Taxation	34	<b>2,221,862</b>	4,387,764
<b>PROFIT AFTER TAXATION</b>		<b>1,157,270</b>	3,100,945
<b>Attributable to:</b>			
Equity holders of the Bank		<b>909,339</b>	2,423,896
Non-controlling interest		<b>247,931</b>	677,049
		<b>1,157,270</b>	3,100,945
----- Rupees -----			
<b>Earnings per share - basic and diluted</b>	35	<b>0.44</b>	1.18

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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**Chief Financial  
Officer**

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**Director**

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**Director**

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**Director**

**JS BANK LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR THE QUARTER ENDED MARCH 31, 2026**

	<b>March 31, 2026</b>	March 31, 2025
	----- Rupees in '000 -----	
<b>Profit after taxation for the period</b>	<b>1,157,270</b>	3,100,945
<b>Other comprehensive (loss) / income</b>		
<b>Items that may be reclassified to profit and loss account in subsequent periods:</b>		
Effect of translation of net investment in foreign branch	<b>(8,579)</b>	11,888
Movement in surplus on revaluation of debt investments through FVOCI - net of tax	<b>(2,265,081)</b>	(4,585,662)
	<b>(2,273,660)</b>	(4,573,774)
<b>Items that will not be reclassified to profit and loss account in subsequent periods:</b>		
Movement in surplus / (deficit) on revaluation of equity investments - net of tax	<b>(572,897)</b>	(53,431)
Movement in surplus on revaluation of property and equipment - net of tax	<b>(96,666)</b>	-
<b>Total comprehensive loss for the period</b>	<b><u>(1,785,953)</u></b>	<b><u>(1,526,260)</u></b>
<b>Attributable to:</b>		
Equity holders of the Bank	<b>(1,691,675)</b>	(1,177,440)
Non-controlling interest	<b>(94,278)</b>	(348,820)
	<b><u>(1,785,953)</u></b>	<b><u>(1,526,260)</u></b>

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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**Chief Financial  
Officer**

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**Director**

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**Director**

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**Director**

**JS BANK LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE QUARTER ENDED MARCH 31, 2026**

Share capital	Attributable to equity holders of the Bank								Non-controlling interest	Total	
	Capital Reserves		Statutory reserve	Surplus / (deficit) on revaluation of			Unappropriate d profit	Sub-total			
	Share premium	Exchange translation reserve		Investments	Property and equipment	Non-banking assets					
Rupees in '000											
<b>Balance as at December 31, 2024 (Audited)</b>	20,506,625	2,689,217	667,775	6,271,258	5,686,629	1,911,963	823,884	26,121,333	64,380,704	12,415,850	76,796,554
Impact of adoption of IFRS 9 - net of tax	-	-	-	-	13,116	-	-	-	13,116	-	13,116
<b>Balance as at January 01, 2025 after adoption of IFRS 9</b>	20,506,625	2,689,217	667,775	6,271,258	5,711,746	1,911,963	823,884	26,121,333	64,393,820	12,415,850	76,809,670
<b>Profit after taxation (March 31, 2025)</b>	-	-	-	-	-	-	-	2,423,896	2,423,896	677,949	3,100,945
<b>Other comprehensive Income / (loss) - net of tax</b>	-	-	-	-	-	-	-	-	-	-	-
Effect of translation of net investment in foreign branch	-	-	11,888	-	-	-	-	-	11,888	-	11,888
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	-	(3,567,323)	-	-	-	(3,567,323)	(1,028,339)	(4,585,662)
Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	-	(55,901)	-	-	-	(55,901)	2,431	(53,431)
	-	-	11,888	-	(3,613,224)	-	-	-	(3,601,336)	(1,025,869)	(4,627,205)
Transfer to statutory reserve	-	-	-	650,378	-	-	-	-	(650,378)	-	-
Transfer from surplus on revaluation of assets - net of tax	-	-	-	-	-	(26,336)	(14,805)	41,141	-	-	-
<b>Transactions with owners recorded directly in equity</b>	-	-	-	-	-	-	-	-	-	-	-
Interim cash dividend to NCI by subsidiary company @ Rs. 1.25 pc	-	-	-	-	-	-	-	-	-	(344,864)	(344,864)
<b>Opening Balance as at April 01, 2025 (Restated)</b>	20,506,625	2,689,217	669,663	6,921,636	2,086,521	1,885,647	909,079	27,935,992	63,216,380	11,722,166	74,938,546
<b>Profit after taxation</b>	-	-	-	-	-	-	-	3,403,084	3,403,084	1,035,199	4,438,283
<b>Other comprehensive Income / (loss) - net of tax</b>	-	-	-	-	-	-	-	-	-	-	-
Effect of translation of net investment in foreign branch	-	-	(3,905)	-	-	-	-	-	(3,905)	-	(3,905)
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	-	231,473	-	-	-	231,473	(158,287)	73,186
Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	-	649,861	-	-	-	649,861	184,909	834,800
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	-	-	-	-	5,587	5,587	(7,962)	(2,395)
Movement in surplus / (deficit) on revaluation of property and equipment - net of tax	-	-	-	-	1,059,336	-	-	-	1,059,336	350,933	1,410,268
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	(150,886)	-	-	(150,886)	(321)	(151,211)
	-	-	(3,905)	-	881,334	1,059,336	(150,886)	5,587	1,791,365	369,278	2,160,643
Transfer to statutory reserve	-	-	-	810,543	-	-	-	(810,543)	-	-	-
Transfer from surplus on revaluation of assets to unappropriated profits - net of tax	-	-	-	-	-	(301,594)	(22,028)	323,622	-	-	-
Gain on disposal of equity investments at FVOCI transferred to unappropriated profit	-	-	-	-	(429,556)	-	-	429,556	-	-	-
<b>Transactions with owners, recorded directly in equity</b>	-	-	-	-	-	-	-	-	-	-	-
Interim cash dividend to NCI by subsidiary @ Rs. 1.5 per share	-	-	-	-	-	-	-	-	-	(413,837)	(413,837)
<b>Opening Balance as at January 1, 2026</b>	20,506,625	2,689,217	666,768	7,732,179	2,950,299	2,643,388	336,066	31,287,288	66,410,829	12,712,896	81,123,835
Impact of adoption of IFRS 9 - net of tax (note 3.1.1)	-	-	-	-	174,179	-	-	(189,039)	(14,860)	-	(14,860)
<b>Balance as at January 01, 2025 after adoption of IFRS 9</b>	20,506,625	2,689,217	666,768	7,732,179	2,724,478	2,643,388	336,066	31,098,259	66,395,969	12,712,896	81,108,775
<b>Profit after taxation for the current period</b>	-	-	-	-	-	-	-	909,339	909,339	247,931	1,157,270
<b>Other comprehensive Income / (loss) - net of tax</b>	-	-	-	-	-	-	-	-	-	-	-
Effect of translation of net investment in foreign branch	-	-	(8,579)	-	-	-	-	-	(8,579)	-	(8,579)
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	-	(2,187,366)	-	-	-	(2,187,366)	(251,894)	(2,439,260)
Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	-	(472,687)	(32,939)	-	-	(605,626)	(67,279)	(672,897)
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	(72,611)	-	-	(72,611)	(24,056)	(96,666)
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	(8,579)	-	(2,660,953)	(165,546)	-	-	(3,315,077)	(343,224)	(3,658,301)
Transfer to statutory reserve	-	-	-	344,153	-	-	-	(344,153)	-	-	-
Transfer from surplus on revaluation of assets - net of tax	-	-	-	-	-	(27,032)	(607)	27,639	-	-	-
Gain on disposal of equity investments at FVOCI transferred to unappropriated profit	-	-	-	-	(2,118)	-	-	2,118	-	-	-
<b>Transactions with owners recorded directly in equity</b>	-	-	-	-	-	-	-	-	-	-	-
Interim cash dividend to NCI by subsidiary @ Rs. 1.25 per share	-	-	-	-	-	-	-	-	-	(344,864)	(344,864)
<b>Balance as at March 31, 2026 (Un-audited)</b>	20,506,625	2,689,217	667,179	8,076,332	62,307	2,510,610	335,458	31,893,292	66,551,130	12,722,448	79,803,779

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 QUARTER ENDED MARCH 31, 2026**

	March 31, 2026	March 31, 2025
Note	----- Rupees in '000 -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	3,379,132	7,488,709
Less: Dividend income	(140,199)	(197,697)
Share of (profit) / loss from associates	124,769	(90,530)
	<b>3,363,702</b>	<b>7,200,482</b>
<b>Adjustments:</b>		
Net mark-up / interest income	(15,213,386)	(16,717,450)
Depreciation on property and equipment	30 1,078,239	854,177
Depreciation on non-banking assets	30 10,228	10,702
Depreciation on right-of-use assets	30 895,336	775,487
Amortisation	30 347,521	227,178
Credit loss allowance and write offs - net	33 (480,758)	301,494
Gain on sale of property and equipment - net	29 (23,361)	(15,578)
Gain on sale of non-banking asset - net	29 -	(20,896)
Gain on termination of Islamic financing	29 (15,201)	(22,194)
Gain on termination of leases - net	29 (1,069)	(7,153)
Finance charges on leased assets	26 325,025	410,812
Charge for defined benefit plan	209,282	171,083
Unrealised loss on revaluation of investments measured at FVPL - net	28 121,444	41,359
Provision for workers' welfare fund	31 88,200	173,742
	<b>(12,658,500)</b>	<b>(13,817,237)</b>
	<b>(9,294,798)</b>	<b>(6,616,755)</b>
<b>(Increase) / decrease in operating assets</b>		
Lendings to financial institutions	17,931,407	3,259,008
Securities measured at FVPL	(557,576)	(88,130,242)
Advances	38,038,629	44,435,418
Other assets (excluding current taxation and markup receivable)	1,740,348	(7,714,050)
	<b>57,152,808</b>	<b>(48,149,866)</b>
<b>Increase / (decrease) in operating liabilities</b>		
Bills payable	(5,631,445)	(12,057,216)
Borrowings	46,044,405	25,823,192
Deposits and other accounts	(14,136,261)	26,403,497
Other liabilities (excluding current taxation and markup payable)	(676,502)	5,389,952
	<b>25,600,197</b>	<b>45,559,425</b>
	<b>73,458,207</b>	<b>(9,207,196)</b>
Mark-up / return / interest received	28,024,448	40,961,425
Mark-up / return / interest paid	(16,559,747)	(24,499,105)
Income tax paid	(3,046,551)	(8,411,771)
<b>Net cash flows generated from / (used in) operating activities</b>	<b>81,876,357</b>	<b>(1,156,647)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Net investments in securities measured at amortised cost	(75,182,944)	(1,803,180)
Net investments in securities measured at FVOCI	(38,116,907)	23,763,975
Net investments in associates	-	15,659
Dividend received	140,199	95,983
Acquisition of property and equipment	(362,980)	(1,379,772)
Acquisition of intangible assets	(814,372)	(533,394)
Proceeds from sale of property and equipment	30,151	22,450
Proceeds from sale of non-banking assets	-	109,500
Proceeds from termination of Islamic Financing	15,201	-
Effect of translation of net investment in foreign branch	(8,579)	11,888
<b>Net cash flows (used in) / generated from investing activities</b>	<b>(114,300,231)</b>	<b>20,303,109</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Payment of subordinated debt	(54,270)	(2,443)
Payments of leased obligations against right-of-use assets	(1,135,675)	(965,471)
Dividend paid to NCI	(344,864)	(344,864)
<b>Net cash flows used in financing activities</b>	<b>(1,534,809)</b>	<b>(1,312,778)</b>
<b>(Decrease) / Increase in cash and cash equivalents</b>	<b>(33,958,683)</b>	<b>17,833,684</b>
Cash and cash equivalents at beginning of the period	118,362,747	88,330,959
Effect of exchange rate changes on cash and cash equivalents	70,486	(61,262)
	<b>118,433,233</b>	<b>88,269,697</b>
<b>Cash and cash equivalents at end of the period</b>	<b>84,474,550</b>	<b>106,103,381</b>

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

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

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

\_\_\_\_\_  
**Director**

\_\_\_\_\_  
**Director**

\_\_\_\_\_  
**Director**

**JS BANK LIMITED**  
**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED MARCH 31, 2026**

**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, 2025: 317) branches / sub-branches in Pakistan and one wholesale banking branch in Bahrain (December 31, 2025: 1). The Pakistan Credit Rating Agency Limited (PACRA) has assigned the long-term entity rating of the Bank to AA (Double A) whereas short-term rating is maintained 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.

The ultimate parent of the Group is Jahangir Siddiqui & Co. Ltd. which holds 71.21% (December 31, 2025: 71.21%) shares of the Bank.

**1.3 Composition of the Group**

	Effective Holding	
	March 31, 2026	December 31, 2025
<b>Subsidiaries</b>		
JS Global Capital Limited	<b>92.90%</b>	92.90%
JS Investments Limited	<b>84.73%</b>	84.73%
BankIslami Pakistan Limited	<b>75.12%</b>	75.12%
My Solutions Corporation Limited (Sub-subsidiary)	<b>75.12%</b>	75.12%
BIPL Exchange Company Private Limited (Sub-subsidiary)	<b>75.12%</b>	75.12%

**1.4 Composition of the associated companies**

**Associates of the Bank**

Omar Jibran Engineering Industries Limited	-	9.60%
Veda Transit Solutions (Private) Limited	<b>3.92%</b>	3.92%
Intercity Touring Company (Private) Limited	<b>9.12%</b>	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 QUARTER ENDED MARCH 31, 2026**

**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, 2025. The basis of segmentation used in these consolidated condensed interim financial statements differs from that presented in the annual consolidated financial statements for the year ended December 31, 2025, as disclosed in note 38.1.

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 IFRS Accounting Standards 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, directives and notifications issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP).

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.

**JS BANK LIMITED**  
**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED MARCH 31, 2026**

- 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 new and amended standards, interpretations and amendments that are mandatory for the Group's accounting periods beginning on January 01, 2026 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 interim financial statements.

The SECP through S.R.O.742(I)2025 dated April 16, 2025 has made IFRS 7 - Financial Instruments: Disclosures' applicable for Bank's from the annual reporting period beginning on or after January 01, 2026 resulting in certain additional disclosures in the annual consolidated financial statements.

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

<b>Standards and Amendments</b>	<b>Effective date (annual periods beginning on or after)</b>
IFRS 18 - Presentation and disclosure in financial statements	January 01, 2027
IFRS 10 and IAS 28 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments)	Not yet finalised
<b>Standard</b>	<b>IASB effective date (accounting periods beginning on or after)</b>
IFRS 1 – First-time Adoption of International Financial Reporting Standards	January 01, 2024
The application of IFRS 18 - Presentation and Disclosure in Financial Statements will impact the presentation of the 'Statement of Profit and Loss Account' and require certain additional disclosures, as and when instructed by the SBP.	

**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 of the Group for the year ended December 31, 2025 except for changes disclosed in note 3.1 to these consolidated condensed interim financial statements.

**3.1 Changes in Accounting Policies**

**3.1.1 Impact of IFRS 9 - Financial Instruments**

The Bank adopted IFRS 9 Financial Instruments with effect from January 1, 2024, using the modified retrospective approach, as permitted under the accounting and reporting standards as applicable in Pakistan. The SBP had granted certain relaxations and extensions from time to time, and the impacts of these relaxations and extensions was incorporated in the Group's consolidated financial statements for the years ended December 31, 2024 and December 31, 2025, respectively.

In addition, through its letter SBPHOK-BPRD-RPD-JSB-827402 dated January 22, 2025, the SBP granted the Bank an extension for the application of Effective Interest Rate (EIR) methodology up to December 31, 2025. Accordingly, during the current period, the Bank has applied EIR with effect from January 01, 2026 and the cumulative impact of EIR adoption amounting to Rs. 14.862 million, net of tax, has been recorded as an adjustment to equity at the beginning of the current period.

The SBP vide its BPRD Circular Letter No. 1 of 2025 dated January 22, 2025, directed the Islamic Banking Institutions (IBIs) to continue applying the existing revenue recognition methodology, including the requirements of IFAS 1 and IFAS 2, until further instructions. Based on its unconsolidated statement of financial position as at December 31, 2025, the Holding Company's banking subsidiary, BankIslami Pakistan Limited (BIPL), carried out a preliminary assessment of the impact of adopting the EIR methodology and concluded that the cumulative estimated adjustment, net of tax, arising on adoption as at January 1, 2026 is not material. Accordingly, no such impact has been disclosed in these condensed interim consolidated financial statements.

**4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS**

The basis for accounting estimates adopted 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, 2025.

**JS BANK LIMITED**  
**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED MARCH 31, 2026**

**5. FINANCIAL RISK MANAGEMENT**

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

	(Un-audited) March 31, 2025	(Audited) December 31, 2025
----- Rupees in '000 -----		
<b>6. CASH AND BALANCES WITH TREASURY BANKS</b>		
<b>In hand</b>		
Local currency	32,152,969	23,367,414
Foreign currencies	1,524,076	1,796,258
	<b>33,677,045</b>	25,163,672
<b>With State Bank of Pakistan in</b>		
Local currency current accounts	34,592,174	74,459,115
Foreign currency current accounts	1,158,486	1,274,560
Foreign currency deposit accounts	6,094,367	6,441,931
US dollar clearing account	150,432	207,114
	<b>41,995,459</b>	82,382,720
<b>With National Bank of Pakistan in local currency current accounts</b>	<b>3,348,572</b>	4,967,376
<b>Prize Bonds</b>	<b>5,610</b>	6,385
Less: Credit loss allowance held against cash and balances with treasury banks (stage 1)	(45,525)	(1,462)
<b>Cash and balances with treasury banks - net of credit loss allowance</b>	<b>78,981,161</b>	112,518,691
<b>7. BALANCES WITH OTHER BANKS</b>		
<b>In Pakistan</b>		
In current accounts	750,694	98,998
In deposit accounts	647,460	491,318
	<b>1,398,154</b>	590,316
<b>Outside Pakistan</b>		
In current accounts	4,996,580	5,618,534
In deposit accounts	157,172	643,117
	<b>5,153,752</b>	6,261,651
Less: Credit loss allowance held against balances with other banks (stage 1)	(1,817)	(2,265)
<b>Balances with other banks - net of credit loss allowance</b>	<b>6,550,089</b>	6,849,702
<b>8. LENDINGS TO FINANCIAL INSTITUTIONS</b>		
Reverse repo agreements	-	15,944,886
Lending under margin trading system	1,212,027	3,898,296
<b>Unsecured</b>		
Bai Muajjal receivable		
- with other Financial Institutions	19,699,748	19,000,000
	<b>20,911,775</b>	38,843,182
Less: Credit loss allowance held against lending to financial institutions (stage 1)	(1,376)	(4,436)
<b>Lendings to financial institutions - net of credit loss allowance</b>	<b>20,910,399</b>	38,838,746

**8.1 Lending to Financial Institutions - Particulars of credit loss allowance**

Category of classification	(Un-audited) March 31, 2025		(Audited) December 31, 2025	
	Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
----- Rupees in '000 -----				
<b>Domestic</b>				
Performing Stage 1	20,911,775	(1,376)	38,843,182	(4,436)
Under-performing Stage 2	-	-	-	-
Non-performing Stage 3	-	-	-	-
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	-	-	-	-
<b>Total</b>	<b>20,911,775</b>	<b>(1,376)</b>	<b>38,843,182</b>	<b>(4,436)</b>

**JS BANK LIMITED**  
**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
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**9. INVESTMENTS**

	March 31, 2026 (Un-audited)				December 31, 2025 (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									
<b>9.1 Investments by type</b>	Note								
<b>Debt Instruments</b>									
<b>Classified / Measured at amortised cost</b>									
Federal Government Securities	9.1.1	75,810,541	-	-	75,810,541	33,636,907	-	-	33,636,907
Federal Government Shariah Compliant securities		33,009,310	-	-	33,009,310	-	-	-	-
<b>Classified / Measured at FVOCI</b>									
Federal Government securities		239,462,517	-	(628,173)	238,834,344	193,490,337	-	1,903,003	195,393,340
Federal Government Shariah Compliant securities		300,217,079	-	71,976	300,289,054	312,555,038	-	2,181,201	314,736,239
Non-Government Shariah Compliant securities		2,250,089	(35,934)	41,082	2,255,207	2,297,409	(35,934)	40,714	2,302,189
Non Government Debt securities		1,647,203	(975,491)	(12,173)	659,629	1,762,884	(788,493)	(23,659)	950,732
Foreign securities		26,747,293	(201)	(16,464)	26,730,628	22,609,049	1,977	73,859	22,682,711
		670,314,651	(1,011,538)	(543,803)	668,759,312	532,714,717	(824,624)	4,175,118	538,065,211
<b>Classified / Measured at FVPL</b>									
Federal Government securities		1,758,888	-	(3,322)	1,755,576	1,444,974	-	12,588	1,457,562
Non-Government Shariah Compliant securities		50,000	-	-	50,000	50,000	-	-	50,000
Non Government Debt securities		125,000	-	-	125,000	126,888	-	(1,888)	125,000
Foreign securities		360,292	-	(13,650)	346,732	393,201	-	(1,469)	391,732
		2,294,180	-	(16,872)	2,277,308	1,984,863	-	9,411	1,994,274
<b>Instruments mandatorily classified / measured at FVPL</b>									
Non Government Debt Securities		100,000	-	(4,960)	95,040	-	-	-	-
<b>Equity Instruments</b>									
<b>Classified / Measured at FVOCI (Non-Reclassifiable)</b>									
Shares		6,393,199	-	769,897	7,163,096	4,966,285	-	2,275,278	7,241,563
<b>Instruments mandatorily classified / measured at FVPL</b>									
Mutual Funds		148,610	-	9,546	158,156	90,934	-	41,548	132,482
<b>Classified / Measured at FVPL</b>									
Shares		515,599	-	(48,416)	467,183	344,492	-	29,565	374,057
Associates		2,789,701	(1,060,244)	-	1,729,457	3,074,368	(1,060,244)	-	2,014,124
<b>Total Investments</b>		<b>891,375,791</b>	<b>(2,071,750)</b>	<b>165,392</b>	<b>889,469,403</b>	<b>576,612,566</b>	<b>(1,884,866)</b>	<b>6,530,920</b>	<b>581,458,616</b>

9.1.1 The market value of securities classified as measured at amortised cost as at March 31, 2026 amounted to Rs. 73,749,628 million (December 31, 2025: Rs. 33,709,882 million).

**9.2 Investments given as collateral**

	(Un-audited) March 31, 2026		(Audited) December 31, 2025	
	Cost	Market value	Cost	Market value
Rupees in '000				
<b>Federal Government Securities</b>				
Market Treasury Bills	-	-	484,762	485,489
Pakistan Investment Bonds	26,881,370	26,697,390	3,452,225	3,484,005
Government of Pakistan (Ijarah Sukuks)	26,181,800	26,181,800	5,281,800	6,281,800
	<b>53,743,170</b>	<b>53,819,190</b>	<b>9,198,807</b>	<b>9,231,344</b>

**9.3 Credit loss allowance / provision for diminution in value of investments**

	(Un-audited) March 31, 2026		(Audited) December 31, 2025	
	Cost	Credit loss allowance held	Cost	Credit loss allowance held
Rupees in '000				
Opening balance - provision for diminution other than associates	-	-	2,019,299	1,162,369
Opening balance - provision for diminution on associates	-	-	(134,431)	1,102,111
Exchange rate adjustments	-	-	1,884,868	2,264,460
Charge for the period / year other than associates	-	102,634	-	109
Provision for diminution on associates for the period / year	-	(32)	-	127,656
Reversals for the period / year	-	-	-	-
Reversal on disposals	-	-	-	(339,743)
Amounts written off	-	-	102,602	(211,978)
Closing balance	-	102,602	84,311	(169,523)
		<b>102,602</b>	<b>2,071,760</b>	<b>1,884,868</b>

**9.3.1 Particulars of credit loss allowance against debt securities**

Category of classification	(Un-audited) March 31, 2026		(Un-audited) December 31, 2025	
	Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
Rupees in '000				
<b>Domestic</b>				
Performing Stage 1	335,283,783	246	315,040,339	157
Under-performing Stage 2	235,017	2,666	-	-
Non-performing Stage 3	-	-	-	-
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	-	-	-	-
	<b>1,659,302</b>	<b>1,008,423</b>	<b>1,574,992</b>	<b>824,270</b>
<b>Overseas</b>	<b>337,168,072</b>	<b>1,011,335</b>	<b>316,615,331</b>	<b>824,427</b>
Performing Stage 1	26,747,263	201	22,809,049	197
Under-performing Stage 2	-	-	-	-
Non-performing Stage 3	-	-	-	-
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	-	-	-	-
	<b>26,747,263</b>	<b>201</b>	<b>22,809,049</b>	<b>197</b>
<b>Total</b>	<b>363,915,335</b>	<b>1,011,636</b>	<b>339,224,380</b>	<b>824,624</b>



**JS BANK LIMITED**  
**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED MARCH 31, 2026**

	Note	Performing		Non-Performing		Total	
		March 31, 2026 (Un-audited)	December 31, 2025 (Audited)	March 31, 2026 (Un-audited)	December 31, 2025 (Audited)	March 31, 2026 (Un-audited)	December 31, 2025 (Audited)
Rupees in '000							
<b>10. ADVANCES</b>							
Loans, cash credits, running finances, etc.	10.4	200,824,383	234,958,013	26,761,145	27,231,091	227,585,528	262,189,104
Bills discounted and purchased		13,216,573	17,979,708	976,384	1,032,389	14,193,967	19,032,097
Islamic financing and related assets		301,049,123	299,514,421	16,360,252	16,022,520	317,409,375	316,436,841
Advances - gross		515,089,079	552,452,142	44,091,781	45,285,970	559,180,840	597,658,112
Credit loss allowance against advances							
- Stage 1		(3,827,902)	(3,793,838)	-	-	(3,827,902)	(3,793,838)
- Stage 2		(1,261,372)	(1,302,478)	-	-	(1,261,372)	(1,302,478)
- Stage 3		(5,093,274)	(5,096,413)	(38,011,029)	(38,842,682)	(43,104,293)	(43,939,090)
Modification loss due to IFRS 9	10.6	(66,552)	(67,991)	-	-	(66,552)	(67,991)
Far value adjustment	10.2 and 10.3	(19,973,288)	(11,309,254)	-	-	(19,973,288)	(11,309,254)
Advances - net of credit loss allowance		485,959,846	535,976,484	6,080,753	6,263,298	505,840,639	542,341,772

	Note	(Un-audited)		(Audited)	
		March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025
Rupees in '000					
<b>10.1 Particulars of advances (gross)</b>					
In local currencies				537,717,347	576,640,318
In foreign currencies				21,463,473	21,017,794
				559,180,840	597,658,112

**10.2** This includes deferred far 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 far 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 far value adjustment with effect from October 01, 2024.

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

	March 31, 2026 (Un-audited)			December 31, 2025 (Audited)			
	Performing	Non-Performing	Total	Performing	Non-Performing	Total	
Rupees in '000							
<b>10.4 Islamic financing and related assets</b>							
Running Musharakah	73,439,210	1,444,995	74,884,185	73,884,291	1,444,995	77,309,236	
Diminishing Musharakah financing and related assets - Others	82,743,553	4,071,166	86,814,719	89,995,249	4,038,870	94,034,119	
Diminishing Musharakah - Housing	22,692,187	1,583,447	24,175,634	21,446,826	1,736,203	23,203,029	
Islamic financing and related assets	40,313,837	3,123,077	43,436,914	29,391,382	3,533,832	32,925,214	
Diminishing Musharakah financing and related assets - Auto	29,483,121	728,379	30,211,500	26,385,709	678,921	27,064,630	
Munabahab financing and related assets	25,754,967	952,456	26,707,323	27,888,608	958,175	28,846,783	
Muawarahat financing and related assets / Tijarah	5,686,736	3,947,047	12,552,773	8,611,822	3,900,008	12,517,428	
Investment Agency Walaiah	3,490,976	-	3,490,976	3,233,383	-	3,233,383	
Munabahab against Bills	299,345	190,337	489,682	1,107,006	192,048	1,299,114	
Islamic financing under IFRS 2 and related assets	11,863,956	21,966	11,885,922	12,145,748	43,384	12,189,142	
Financing against Bills	1,977,836	-	1,977,836	2,137,622	-	2,137,622	
Qard-ha-Islami	45,536	123,730	169,266	40,527	124,338	173,865	
Musharakah financing	-	160,000	160,000	-	160,000	160,000	
Past Due Acceptance	227,223	27,128	254,351	212,146	27,128	239,274	
Net investment in Ijarah financing in Pakistan	12,837	26,192	49,019	15,040	43,425	57,465	
Housing finance portfolio - others	-	10,432	10,432	-	15,825	15,825	
Salari	118,893	-	118,893	70,902	-	70,902	
Islamic financing and related assets - gross	301,049,123	16,360,252	317,409,375	299,914,421	16,022,520	316,436,841	
Credit loss allowance against Islamic financing and related assets							
- Stage 1		(3,179,792)	-	(3,179,792)	(3,123,208)	-	(3,123,208)
- Stage 2		(707,261)	-	(707,261)	(841,446)	-	(841,446)
- Stage 3		(3,887,153)	(15,498,639)	(15,385,792)	(4,064,656)	(15,891,111)	(15,955,787)
Modification loss due to IFRS 9		(66,552)	-	(66,552)	(67,991)	-	(67,991)
Far value adjustment		(5,226,849)	-	(5,226,849)	(5,427,288)	-	(5,427,288)
Islamic financing and related assets - net of credit loss allowance		291,868,659	861,613	292,730,182	289,054,446	8,031,439	290,885,805

**10.5** Advances include Rs. 44,081,476 million (December 31, 2025: Rs. 45,205,970 million) which have been placed under non-performing / Stage 3 status as detailed below:

Category of classification in stage 3	(Un-audited)		(Audited)	
	Non-Performing Loans	Credit loss allowance	Non-Performing Loans	Credit loss allowance
Rupees in '000				
<b>Domestic</b>				
Other Assets Especially Mentioned*	205,153	47,283	478,641	84,766
Substandard	1,466,052	405,499	1,321,997	376,023
Doubtful	1,284,696	948,116	1,530,795	719,023
Loss	41,075,002	37,015,152	41,653,533	37,092,262
<b>Total</b>	44,919,781	38,011,028	45,205,970	38,842,082

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

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**10.6 Particulars of credit loss allowance against advances**

Note	March 31, 2026 (Un-audited)				December 31, 2025 (Audited)			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	Rupees in '000							
Opening balance	3,793,938	1,302,475	38,842,682	43,939,095	2,994,334	904,936	37,330,232	41,229,502
Exchange rate adjustments	(98)	-	-	(98)	21	1,741	-	1,762
Charge for the period	1,132,473	619,353	661,208	2,413,034	2,417,375	2,085,040	6,606,252	11,108,667
Reversals for the period	(1,098,411)	(660,456)	(1,416,358)	(3,175,225)	(1,712,662)	(1,698,606)	(4,640,676)	(8,051,944)
	34,062	(41,103)	(755,150)	(762,191)	704,713	386,434	1,965,576	3,056,723
Transfer in / (out)	-	-	-	-	94,870	9,364	-	104,234
Amount written off	-	-	(44,798)	(44,798)	-	-	(171,009)	(171,009)
Amounts charged off - credit card	-	-	(31,706)	(31,706)	-	-	(125,855)	(125,855)
Amounts charged off - agricultural financing	-	-	-	-	-	-	(156,262)	(156,262)
<b>Closing balance</b>	<b>3,827,902</b>	<b>1,261,372</b>	<b>38,011,028</b>	<b>43,100,302</b>	<b>3,793,938</b>	<b>1,302,475</b>	<b>38,842,682</b>	<b>43,939,095</b>

**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 March 31, 2026, the Bank has availed cumulative FSV benefit under the directives of the SBP of Rs. 4,147.279 million (December 31, 2025: Rs. 4,335.108 million).

The additional profit arising from availing the FSV benefit - net of tax amounts to Rs. 2,736.798 million (December 31, 2025: Rs. 2,076.128 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.

**10.7 Advances - Particulars of credit loss allowance**

	March 31, 2026 (Un-audited)			December 31, 2025 (Audited)		
	Stage 1	Stage 2	Stage 3	Stage 1	Stage 2	Stage 3
	Rupees in '000					
Opening balance	3,793,938	1,302,475	38,842,682	3,003,698	895,572	37,330,232
New Advances	342,602	36,740	231	1,540,337	98,584	257,509
Advances derecognised / repaid	(110,738)	(28,951)	(494,475)	(259,055)	(288,915)	(1,686,876)
Transfer to stage 1	91,363	(37,065)	(54,298)	334,225	(144,421)	(189,804)
Transfer to stage 2	(99,558)	182,096	(82,539)	(41,400)	1,826,452	(1,785,052)
Transfer to stage 3	(6,364)	(22,487)	29,131	(26,017)	(73,838)	94,855
	216,605	130,653	(601,949)	1,550,080	1,420,862	(3,309,368)
Amounts written off / charged off	-	-	(76,504)	-	-	(453,126)
Transfer in / (out)	-	-	-	94,870	9,364	-
Changes in risk parameters (PDs/LGDs/EADs)	(182,543)	(171,756)	(153,201)	(854,731)	(1,025,064)	5,274,944
Exchange adjustments	(98)	-	-	21	1,741	-
<b>Closing balance</b>	<b>3,827,902</b>	<b>1,261,372</b>	<b>38,011,028</b>	<b>3,793,938</b>	<b>1,302,475</b>	<b>38,842,682</b>

**10.8 Advances - Category of classification**

		March 31, 2026 (Un-audited)		December 31, 2025 (Audited)	
		Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
		Rupees in '000			
<b>Domestic</b>					
Performing	Stage 1	464,196,194	3,833,138	513,835,672	3,787,950
Under-performing	Stage 2	45,290,536	1,205,496	35,027,707	1,302,475
Non-performing	Stage 3				
OAEM		265,153	47,303	478,644	84,786
Substandard		1,466,052	400,499	1,321,997	376,023
Doubtful		1,284,656	546,116	1,530,795	719,623
Loss		41,075,920	37,015,110	41,874,534	37,662,260
		553,578,511	43,049,662	594,069,349	43,933,107
<b>Overseas</b>					
Performing	Stage 1	5,602,329	50,640	3,588,763	5,988
Under-performing	Stage 2	-	-	-	-
Non-performing	Stage 3	-	-	-	-
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
		5,602,329	50,640	3,588,763	5,988
<b>Total</b>		<b>559,180,840</b>	<b>43,100,302</b>	<b>597,658,112</b>	<b>43,939,095</b>

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		(Un-audited) March 31, 2026	(Audited) December 31, 2025
	Note	----- Rupees in '000 -----	
<b>11. PROPERTY AND EQUIPMENT</b>			
Capital work-in-progress	11.1	4,175,278	4,668,083
Property and equipment		<u>34,321,291</u>	<u>34,574,590</u>
		<u><b>38,496,569</b></u>	<u><b>39,242,673</b></u>

**11.1 Capital work-in-progress**

Civil works	301,383	401,591
Equipment	210,050	376,126
Advance to supplier	247,128	516,889
Advance for acquiring properties and office premises	<u>3,416,717</u>	<u>3,373,477</u>
	<u><b>4,175,278</b></u>	<u><b>4,668,083</b></u>

**11.2 Additions to property and equipment**

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

Capital work-in-progress	309,795	475,758
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**Property and equipment**

Leasehold improvements	300,601	331,110
Furniture and fixture	148,556	229,486
Electrical, office and computer equipments	434,653	633,147
Vehicles	8,761	36,659
	<u>892,571</u>	<u>1,230,402</u>

<b>Total</b>	11.2.1	<u><b>1,202,366</b></u>	<u><b>1,706,160</b></u>
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**11.2.1** This includes transfer from capital work in progress during the period of Rs. 558.701 million (March 31, 2025: Rs. 332.363 million)

**11.3 Disposal of property and equipment**

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

	(Un-audited) March 31, 2026	(Audited) March 31, 2025
	----- Rupees in '000 -----	
Leasehold improvements	218	774
Furniture and fixture	1,773	1,107
Electrical, office and computer equipments	4,799	4,181
Vehicles	<u>810</u>	<u>810</u>
<b>Total</b>	<u><b>6,790</b></u>	<u><b>6,872</b></u>

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		(Un-audited) March 31, 2026	(Audited) December 31, 2025
	Note	----- Rupees in '000 -----	
<b>12. RIGHT-OF-USE ASSETS</b>			
<b>At January 01,</b>			
Cost		21,418,409	16,045,257
Accumulated Depreciation		(12,449,747)	(8,966,680)
<b>Net Carrying amount at January 01</b>		<u>8,968,662</u>	<u>7,078,577</u>
Modification Impact		-	1,151,946
Additions during the period / year		515,018	4,353,864
Deletions during the period / year		(5,117)	(174,753)
Depreciation charge for the period / year		(895,336)	(3,440,858)
Exchange rate adjustments	30	(166)	(12)
Other adjustments			(2)
Closing net carrying amount		<u>8,583,061</u>	<u>8,968,662</u>
<b>13. INTANGIBLE ASSETS</b>			
Capital work-in-progress - Computer software		883,537	818,386
Computer software		6,236,974	5,954,365
Goodwill		4,407,921	4,407,921
Core Deposits Intangible on Acquisition		1,372,061	1,250,030
Others		32,241	35,181
		<u>12,932,734</u>	<u>12,465,883</u>
		(Un-audited) Quarter ended	
		March 31, 2026	March 31, 2025
		----- Rupees in '000 -----	
<b>13.1 Additions to intangible assets</b>			
The following additions have been made to intangible assets during the period:			
<b>Directly purchased</b>			
Capital work-in-progress - net		65,151	48,424
Computer software		586,853	34,283
		<u>652,004</u>	<u>82,707</u>
		(Un-audited) Quarter ended	
		March 31, 2026	March 31, 2025
		----- Rupees in '000 -----	
<b>13.2 Disposal of intangible assets</b>			
The net book value of intangible assets disposed off during the period is as follows:			
Membership and Subscription		-	1,789

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		(Un-audited) March 31, 2025	(Audited) December 31, 2025
		----- Rupees in '000 -----	
<b>14. DEFERRED TAX ASSET</b>			
<b>Deductible Temporary Differences on:</b>			
		9,234,233	9,767,466
		678,358	597,375
		606,285	106,664
		194,331	-
		11,353	-
		(95,598)	(3,134,916)
	22	4,894,921	4,680,716
		111,800	-
		493	32
		-	85,433
		-	-
		6,553	6,990
		15,964	15,795
		10	35,578
		15,858,783	12,161,153
<b>Taxable Temporary Differences on:</b>			
		(22,767)	(53,032)
		(136,623)	(127,114)
	22	(1,445,050)	(1,368,614)
		-	-
	22	(241,828)	(242,485)
		(1,121,692)	(3,382,866)
		(4,174,303)	(1,162,590)
		(1,112,716)	-
		(128,424)	(725,515)
		(47,819)	(981,100)
		-	(87)
		(761,084)	(761,085)
		(9,192,304)	(8,804,488)
		<b>6,366,479</b>	<b>3,356,645</b>
<b>15. OTHER ASSETS</b>			
	Note		
			----- Rupees in '000 -----
		28,059,184	23,481,851
		294,051	194,277
		11,339,794	12,227,168
		50,000	50,000
		8,451,224	8,293,474
		6,412,579	5,161,159
		42,497	-
		21,400	12,186
		18,098	11,376
	10.2	2,334,320	2,179,874
		2,610,031	2,728,769
		6,222,471	6,231,433
		221,673	156,440
		792,000	792,000
		24,479	2,131,870
		373,288	77,438
		-	1,038,710
		741,401	858,711
		4,180,615	3,386,233
		244,998	292,708
		1,496,337	1,391,987
		73,930,440	70,897,844
	15.1	(1,689,565)	(1,691,048)
		72,240,875	69,006,596
		-	-
	22	574,455	575,716
		<b>72,815,330</b>	<b>69,582,312</b>
<b>15.1 Credit loss allowance held against other assets</b>			
		92,172	93,518
		160,868	177,213
		271	-
		12	-
		420,587	420,587
		8,803	8,803
		243	8
		303,911	303,911
		702,698	687,008
		<b>1,689,565</b>	<b>1,691,048</b>
<b>15.1.1 Movement in credit loss allowance held against other assets</b>			
		1,691,048	1,585,067
		(2)	1
		21,457	153,392
		(22,938)	(47,412)
		(1,481)	105,980
		-	-
		<b>1,689,565</b>	<b>1,691,048</b>

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	(Un-audited) March 31, 2026	(Audited) December 31, 2025
----- Rupees in '000 -----		
<b>16. BILLS PAYABLE</b>		
In Pakistan	11,781,462	17,411,788
Outside Pakistan	321,618	322,737
	<u>12,103,080</u>	<u>17,734,525</u>
<b>17. BORROWINGS</b>		
<b>Secured</b>		
Borrowings from State Bank of Pakistan under:		
Export refinancing scheme	4,622,931	5,762,946
Long-term finance facility	1,507,853	1,790,735
Financing facility for storage of agricultural produce	405,572	413,836
Financing facility for renewable energy projects	1,042,913	1,174,746
Refinance for women entrepreneurs	281,593	306,710
Refinance facility for modernization of Small and Medium Enterprises(SMEs)	271,785	298,305
Refinance facility for combating COVID-19	42,202	65,521
Temporary Economic Refinance Facility (TERF)	8,245,803	8,750,775
Small enterprise financing and credit guarantee scheme for special persons	-	67
Refinance facility for working capital of SMEs	5,135,021	5,383,440
Refinance facility for SME Asaan Finance (SAAF) scheme	4,064,846	4,540,447
Acceptances from SBP under Mudaraba	20,189,721	-
Islamic Refinance Scheme for Working Capital Financing	-	50,000
Islamic Export Finance Scheme - Rupee based discounting	4,470,745	3,776,796
Repurchase agreement borrowings	12,482,554	2,962,005
	<u>62,763,539</u>	35,276,329
Fair value adjustment on TERF borrowings	(1,899,302)	(2,057,376)
Borrowing from financial institutions:		
Repurchase agreement borrowings	15,629,153	-
Refinancing facility for mortgage loans	2,296,192	2,341,365
Refinance facility for Islamic Mortgage	2,657,124	4,241,983
<b>Total secured</b>	<u>81,446,706</u>	39,802,301
<b>Unsecured</b>		
Call borrowings	4,400,000	-
Overdrawn nostro accounts	1,104,042	938,887
<b>Total unsecured</b>	<u>5,504,042</u>	938,887
	<u>86,950,748</u>	40,741,188
<b>17.1 Particulars of borrowings</b>		
In local currency	85,846,706	39,802,301
In foreign currencies	1,104,042	938,887
	<u>86,950,748</u>	40,741,188

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**18. DEPOSITS AND OTHER ACCOUNTS**

	(Un-audited) March 31, 2026			(Audited) December 31, 2025		
	In Local Currency	In Foreign Currencies	Total	In Local Currency	In Foreign Currencies	Total
----- Rupees in '000 -----						
<b>Customers</b>						
Current deposits	445,514,837	20,908,607	466,423,444	449,976,623	21,446,907	471,423,530
Savings deposits	312,269,517	15,465,987	327,735,504	328,716,474	11,536,129	340,252,603
Term deposits	244,781,309	27,077,508	271,858,817	257,101,473	33,702,456	290,803,929
Margin deposits	36,077,076	81,769	36,158,845	30,983,270	118,795	31,102,065
	<b>1,038,642,739</b>	<b>63,533,871</b>	<b>1,102,176,610</b>	1,066,777,840	66,804,287	1,133,582,127
<b>Financial Institutions</b>						
Current deposits	5,389,042	1,237,630	6,626,672	4,482,579	699,970	5,182,549
Savings deposits	54,464,277	188,373	54,652,650	44,441,463	41,977	44,483,440
Term deposits	2,539,021	19,300,381	21,839,402	2,301,979	13,881,500	16,183,479
Margin deposits	146	-	146	146	-	146
	<b>62,392,486</b>	<b>20,726,384</b>	<b>83,118,870</b>	51,226,167	14,623,447	65,849,614
	<b>1,101,035,225</b>	<b>84,260,255</b>	<b>1,185,295,480</b>	1,118,004,007	81,427,734	1,199,431,741

		(Un-audited)	(Audited)
		March 31, 2026	December 31, 2025
----- Rupees in '000 -----			
<b>19. LEASE LIABILITIES</b>	Note		
Opening balance		10,055,035	7,845,190
Additions during the period / year		423,170	3,480,206
Lease payments including interest		(1,011,380)	(3,947,363)
Interest expense	19.2	291,294	1,429,761
Terminations during the period / year		(6,186)	(223,422)
Exchange difference		(161)	(118)
Modification Impact		-	1,485,305
Others		-	(14,524)
<b>Outstanding amount at the end of the period / year</b>		<b>9,751,772</b>	<b>10,055,035</b>

**19.1 Outstanding liabilities**

Not later than one year	414,452	995,380
Later than one year and upto five years	8,862,167	8,476,026
Over five years	475,153	583,629
<b>Total</b>	<b>9,751,772</b>	<b>10,055,035</b>

**19.2** This carries average effective rate of 13.04% per annum (December 31, 2025: 15.26%)

**20. SUBORDINATED DEBT**

		(Un-audited)	(Audited)
		March 31, 2026	December 31, 2025
----- Rupees in '000 -----			
Term Finance Certificates - Fifth Issue	20.1	3,459,684	3,497,900
Term Finance Certificates - Fourth Issue	20.2	2,479,946	2,496,000
Term Finance Certificates - Third Issue	20.3	2,500,000	2,500,000
ADT-1 Sukuk Issue I	20.4.1	1,999,000	1,999,000
ADT-1 Sukuk Issue II	20.4.2	997,990	997,990
		<b>11,436,620</b>	<b>11,490,890</b>

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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 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 and Articles of
Issue amount	Rs. 3.5 billion
Issue date	August 30, 2023
Maturity date	August 30, 2033
Rating	AA - (Double A Minus)
Security	The Issue is unsecured
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.
Profit 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.
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 profit 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 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.

- 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 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 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)
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-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 clause	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)
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 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.
Loss absorbency clause - 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** B IPL 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)
Instrument Rating	PACRA has rated this Sukuk at 'A'
Security	Unsecured
Profit payment	Profit shall be payable monthly in arrears, on a non-cumulative basis
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.
Call option	B IPL 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:

Issue Amount	Rs. 1,000 million.
Issue date	February 21, 2024
Tenor	Perpetual (i.e. no fixed or final redemption date)
Instrument 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 B IPL inline with SBP's guidelines of pool management.
Call option	B IPL 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) March 31, 2026	(Audited) December 31, 2025
		----- Rupees in '000 -----	
<b>21. OTHER LIABILITIES</b>	Note		
Mark-up / return / interest / profit payable in local currency		7,775,327	7,187,512
Mark-up / return / interest / profit payable in foreign currencies		399,544	383,962
Unearned income on guarantees		556,906	526,400
Accrued expenses		5,273,736	6,750,474
Current taxation (payments less provision)		154,625	71,633
Acceptances		8,451,224	8,293,474
Unclaimed dividends		12,444	12,444
Mark to market loss on forward foreign exchange contracts		421,349	441,137
Mark to market loss on forward government securities transaction		289	-
Defined benefit obligation - net		619,254	612,222
Payable to defined contribution plan		104,515	12,701
Payable to defined benefit plan		4,677	-
Withholding taxes payable		2,092,760	2,974,127
Donation payable		167,319	135,792
Security deposits against leases, lockers and others		5,776,756	5,305,695
Workers' Welfare Fund		2,409,383	2,320,750
Payable in respect of home remittance		140,109	1,185
Retention money payable		199,759	187,433
Insurance payable		492,704	476,937
Trade creditors		5,864,885	5,696,238
BLB fund settlement		309,284	106,276
Debit card settlement		393,864	363,128
Clearing and settlement accounts		2,756,086	3,076,931
Trade payable from brokerage and advisory business - net		332,518	12,307
Dividend payable		394,892	50,268
Deferred Murabahah income financing and IERS		4,802,690	5,169,867
Unrealized loss on Shariah compliant alternative of forward foreign exchange contracts		90,631	46,453
Sundry Creditors		1,004,280	1,179,285
Credit loss allowance against off-balance sheet obligations	21.1	646,057	530,976
Charity payable		183,133	161,109
Others		3,973,444	2,960,074
		<b>55,804,444</b>	<b>55,046,690</b>
<b>21.1 Credit loss allowance against off-balance sheet obligations</b>			
Opening balance		530,976	571,959
Transfer in		-	(2,961)
Exchange rate adjustments		(40)	25
Charge for the period / year		193,666	191,878
Reversals for the period / year		(78,545)	(229,925)
		<b>115,121</b>	<b>(38,047)</b>
Closing balance		<b>646,057</b>	<b>530,976</b>

JS BANK LIMITED

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22. SURPLUS ON REVALUATION OF ASSETS

Note	(Un-audited) March 31, 2026			(Audited) December 31, 2025			
	Attributable to		Total	Attributable to		Total	
	Equity Holders	Non - Controlling Interest		Equity Holders	Non - Controlling Interest		
Rupees in '000							
<b>Surplus / (deficit) on revaluation of:</b>							
- Securities measured at FVOCI - debt	9.1	(571,929)	28,126	(543,803)	3,622,214	552,904	4,175,118
- Securities measured at FVOCI - equity	9.1	649,770	120,127	769,897	1,637,731	264,610	1,902,341
- Property and equipment		3,774,760	414,320	4,189,080	3,847,859	419,357	4,267,216
- Non-banking assets acquired in satisfaction of claims	15	581,082	(6,627)	574,455	582,343	(6,627)	575,716
		4,433,683	555,946	4,989,629	9,690,147	1,230,244	10,920,391

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

- Securities measured at FVOCI - debt	297,403	(14,625)	282,778	(1,748,082)	(242,632)	(1,990,714)
- Securities measured at FVOCI - equity	(317,470)	(60,906)	(378,376)	(961,563)	(182,639)	(1,144,202)
- Property and equipment	(1,259,420)	(185,630)	(1,445,050)	(1,204,470)	(164,144)	(1,368,614)
- Non-banking assets acquired in satisfaction of claims	(245,621)	3,795	(241,826)	(246,280)	3,795	(242,485)
	(1,525,108)	(257,366)	(1,782,474)	(4,160,395)	(585,620)	(4,746,015)
	2,908,575	298,580	3,207,155	5,529,752	644,624	6,174,376

23. CONTINGENCIES AND COMMITMENTS

Note	(Un-audited) March 31, 2026	(Audited) December 31, 2025	
	Rupees in '000		
Guarantees	23.1	149,121,315	147,627,979
Commitments	23.2	374,925,725	311,548,829
Other contingent liabilities	23.3	4,529,074	3,009,282
		528,576,114	462,186,090

23.1 Guarantees

Financial guarantees	23,824,753	22,275,534
Performance guarantees	66,741,761	70,245,027
Other guarantees	58,554,801	55,107,418
	149,121,315	147,627,979

23.2 Commitments

**Documentary credits and short-term trade-related transactions**

- Letters of credit		71,875,823	75,180,527
<b>Commitments in respect of:</b>			
- Forward foreign exchange contracts	23.2.1	169,656,539	152,790,318
- Derivative instruments	23.2.2	367,061	240,701
- Forward government securities transactions	23.2.3	76,911	-
- Forward lending	23.2.4	128,639,087	80,366,223
<b>Commitments for acquisition of:</b>			
- Property and equipment	23.2.5	446,709	470,427
- Intangible assets	23.2.5	3,863,595	2,500,633
		374,925,725	311,548,829

23.2.1 Commitments in respect of forward foreign exchange contracts

Purchase	97,470,367	90,251,536
Sale	72,186,172	62,538,782
	169,656,539	152,790,318

23.2.2 Commitments in respect of derivative instruments

<b>Forward securities contract</b>		
Purchase	-	-
Sale	367,061	240,701
	367,061	240,701

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		(Un-audited)	(Audited)
		<b>March 31,</b>	December 31,
		<b>2026</b>	2025
<b>23.2.3 Commitments in respect of forward government securities transactions</b>	Note	----- Rupees in '000 -----	
Purchase		<u><b>76,911</b></u>	-

<b>23.2.4 Commitments in respect of forward lending</b>			
Undrawn formal standby facilities, credit lines and other commitments to lend	23.2.4.1	<u><b>128,639,087</b></u>	<u>80,366,223</u>

**23.2.4.1** These represent commitments that are irrevocable because they cannot be withdrawn at the discretion of the holding company and BIPL without the risk of incurring significant penalty or expense.

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

		(Un-audited)	(Audited)
		<b>March 31,</b>	December 31,
		<b>2026</b>	2025
<b>23.3 Other contingent liabilities</b>	Note	----- Rupees in '000 -----	
Claims against the Bank not acknowledged as debts		<u><b>26,804</b></u>	1,804
Other contingencies	23.3.1	<u><b>4,502,270</b></u>	<u>3,007,478</u>
		<u><b>4,529,074</b></u>	<u>3,009,282</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 and Commodity Options from its Wholesale Banking Branch Bahrain for market making activities.

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

		March 31, 2026 (Un-audited)					
		Cross currency swaps		Options and Accumulators		Forward securities	
		Notional	Mark to	Notional	Mark to	Notional	Mark to
		principal	market	principal	market	principal	market
		----- Rupees in '000 -----					
<b>24.1 Product Analysis</b>							
<b>With Banks</b>							
Hedging		-	-	-	-	-	-
Market making		-	-	-	-	367,061	25,542
		-	-	-	-	367,061	25,542
<b>With FIs other than banks</b>							
Hedging		-	-	-	-	-	-
Market making		-	-	-	-	-	-
		-	-	-	-	-	-
<b>Total</b>							
Hedging		-	-	-	-	-	-
Market making		-	-	-	-	367,061	25,542
		-	-	-	-	367,061	25,542
		-	-	-	-	367,061	25,542
		-	-	-	-	367,061	25,542
		-	-	-	-	367,061	25,542
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		-	-	-	-	367,061	25,542
		-	-	-	-	367,061	25,542

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	(Un-audited)	
	Quarter ended	
	March 31, 2026	March 31, 2025
	----- Rupees in '000 -----	
<b>25. MARK-UP / RETURN / INTEREST / PROFIT EARNED</b>		
Loans and advances	<b>13,923,569</b>	15,077,383
Investments	<b>17,756,999</b>	25,425,214
Lendings to financial institutions	<b>82,026</b>	260,649
Balances with banks	<b>598,144</b>	110,385
Securities purchased under resale agreements	<b>140,231</b>	80,376
Others	<b>200,586</b>	156,494
	<b><u>32,701,555</u></b>	<u>41,110,501</u>
<b>25.1 Interest income recognised on:</b>		
Financial assets measured at amortised cost	<b>2,475,003</b>	5,842,838
Financial assets measured at FVOCI	<b>16,531,232</b>	20,002,433
Financial assets measured at FVPL	<b>187,609</b>	646,920
Financial assets measured at cost	<b>13,507,711</b>	14,618,310
	<b><u>32,701,555</u></b>	<u>41,110,501</u>
<b>26. MARK-UP / RETURN / INTEREST PROFIT / EXPENSED</b>		
Deposits	<b>12,950,894</b>	17,171,733
Borrowings	<b>3,469,814</b>	5,752,738
Subordinated debt	<b>368,147</b>	412,567
Cost of foreign currency swaps against foreign currency deposits / borrowings	<b>374,289</b>	592,134
Finance charges on leased assets	<b>325,025</b>	410,812
	<b><u>17,488,169</u></b>	<u>24,339,984</u>
<b>27. FEE AND COMMISSION INCOME</b>		
Branch banking customer fees	<b>51,539</b>	60,210
Finance related fees	<b>139,168</b>	128,956
Card related fees (debit and credit cards)	<b>823,232</b>	737,716
Investment banking fees	<b>32,463</b>	78,158
Commission on trade	<b>408,678</b>	419,428
Commission on guarantees	<b>234,028</b>	222,584
Commission on cash management	<b>23,093</b>	15,871
Commission on remittances including home remittances	<b>15,247</b>	79,278
Commission on bancassurance / bancatakaful	<b>46,427</b>	54,629
Commission on distribution of mutual funds	<b>-</b>	-
Commission on online services	<b>166,434</b>	32,239
Rebate income	<b>87,280</b>	114,781
Brokerage income	<b>670,686</b>	354,216
Management fee	<b>410,245</b>	199,884
Commission on arrangement with financial institutions	<b>53,309</b>	50,578
Others	<b>956</b>	4,582
	<b><u>3,162,785</u></b>	<u>2,553,110</u>

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**FOR THE QUARTER ENDED MARCH 31, 2026**

		(Un-audited)	
		Quarter ended	
		March 31, 2026	March 31, 2025
		----- Rupees in '000 -----	
<b>28. GAIN / (LOSS) ON SECURITIES - NET</b>	Note		
Realised	28.1	<b>317,776</b>	2,190,441
Unrealised - measured at FVPL		<b>(121,444)</b>	(41,359)
		<b>196,332</b>	2,149,082
<b>28.1 Realised gain / (loss) on:</b>			
Federal government securities		<b>288,651</b>	2,130,169
Shares - Listed companies		<b>(3,730)</b>	114,515
Non Government Debt Securities		<b>4,641</b>	14,847
Mutual fund units		<b>28,214</b>	5,408
Associates		-	-
Foreign currency bonds		-	(74,498)
		<b>317,776</b>	2,190,441
<b>28.2 Net gain / (loss) on financial assets</b>			
<b>measured at FVPL:</b>			
Designated upon initial recognition		<b>(51,656)</b>	15,695
Mandatorily measured at FVPL		<b>28,214</b>	(6,010)
		<b>(23,442)</b>	9,685
measured at amortised cost		-	-
measured at FVOCI		<b>341,218</b>	2,180,756
equity instruments designated at FVOCI		-	-
		<b>317,776</b>	2,190,441
<b>29. OTHER INCOME</b>			
Rent Income		<b>2,370</b>	12,152
Gain on sale of property and equipment - net		<b>23,361</b>	15,578
Gain on sale of non banking assets - net		-	20,896
Gain on termination of leases - net		<b>1,069</b>	7,153
Gain on termination of Islamic financing		<b>15,201</b>	22,194
Charges recovered on account of internal audit services to subsidiary		<b>1,449</b>	-
Scrap sales		<b>233</b>	-
Auction publication advertisement charges - Gold Finance		<b>350</b>	405
Recoveries against previously expensed items		<b>7,564</b>	5,636
Others		<b>13,661</b>	619
		<b>65,258</b>	84,633

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**FOR THE QUARTER ENDED MARCH 31, 2026**

		(Un-audited)	
		Quarter ended	
		March 31, 2026	March 31, 2025
		----- Rupees in '000 -----	
<b>30. OPERATING EXPENSES</b>	Note		
Total compensation expense	30.1	<b>7,412,298</b>	6,388,544
<b>Property expense</b>			
Rent and taxes		62,990	32,933
Insurance / Takaful		7,466	1,740
Utilities cost		483,183	466,757
Security (including guards)		469,707	389,233
Repair and maintenance (including janitorial charges)		242,843	270,835
Depreciation		313,059	307,951
Depreciation on right-of-use assets		895,336	775,487
Depreciation on non-banking assets		10,228	10,702
Other		-	321
		<b>2,484,812</b>	2,255,959
<b>Information technology expenses</b>			
Software maintenance		1,252,990	869,825
Hardware maintenance		282,968	265,288
Depreciation		442,750	274,974
Amortisation		303,897	183,431
Network charges		274,085	214,064
		<b>2,556,690</b>	1,807,582
<b>Other operating expenses</b>			
Directors' fees and allowances		3,350	12,313
Fee and allowances to Shariah Board		16,688	9,442
Legal and professional charges		191,051	196,801
Insurance / Takaful, tracker and other charges on car ljarah - net of income		255,712	138,662
Outsourced services costs		274,773	158,263
Travelling and conveyance		165,857	199,190
NIFT clearing charges		43,218	39,739
Depreciation		322,430	271,252
Amortisation		43,624	43,747
Training and development		20,923	38,996
Postage and courier charges		60,909	55,747
Communication		238,050	236,671
Stationery and printing		246,667	270,299
Marketing, advertisement and publicity		484,057	835,158
Donations		49,683	92,171
Auditors' remuneration		23,278	15,885
Staff auto fuel and maintenance		318,241	310,703
Bank charges		29,490	21,654
Stamp duty		6,716	31,723
Online verification charges		25,299	23,302
Brokerage, fee and commission		9,730	21,263
Card related fees (debit and credit cards)		525,213	425,033
CDC and other charges		12,285	33,435
Consultancy fee		64,491	22,947
Deposit protection premium		63,819	51,298
Entertainment expenses		55,970	135,247
Repair and maintenance		104,299	102,224
Cash handling charges		85,129	103,463
Fee and subscription		257,290	283,944
Employees social security		1,883	2,962
Generator fuel and maintenance		43,735	48,327
Royalty		11,250	12,663
Others		80,980	60,277
		<b>4,136,090</b>	4,305,431
		<b>16,589,890</b>	14,757,516
Less: Reimbursement of selling and distribution expenses		-	(91,298)
		<b>16,589,890</b>	14,666,218

**30.1.** This includes impact of fair value adjustment on concessional rate staff loans amounting to Rs. 195.822 million (March 31, 2025: Rs. 580.956 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.

(Un-audited) Quarter ended	
March 31, 2026	March 31, 2025
----- Rupees in '000 -----	
<b>5,235</b>	113,701

**32. OTHER CHARGES**

Penalties imposed by State Bank of Pakistan

<b>5,235</b>	113,701
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**33. CREDIT LOSS ALLOWANCE / PROVISION AND WRITE OFFS - NET**

Credit loss allowance against cash and balances with treasury banks	44,063	497
Credit loss allowance / (Reversal) against balance with other banks	(448)	(2,046)
Credit loss allowance / (Reversal) against lending to financial institutions	(3,060)	(1,080)
(Reversal of credit loss allowance) / provision for diminution in value of investments	102,602	(228,377)
Credit loss allowance against loans and advances	(762,191)	216,069
Credit loss allowance against other assets	(1,481)	112,997
Credit loss allowance against off balance sheet obligations	115,121	226,649
Modification loss	7,203	(33,673)
Operational loss	-	2,229
Fair value loss recognized	-	9,428
Bad debts written off directly	17,433	-
Recovery of written off / charged off bad debts	(134,372)	(1,199)
	<b>(615,130)</b>	301,494

(Un-audited) Quarter ended	
March 31, 2026	March 31, 2025
----- Rupees in '000 -----	

**34. TAXATION**

Current	1,803,415	4,307,311
Prior years	(8,284)	-
Deferred	426,731	80,453
	<b>2,221,862</b>	4,387,764

**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) Quarter Ended		
March 31, 2026	March 31, 2025	
----- Rupees in '000 -----		
Profit after taxation attributable to ordinary equity holders of the Bank	<b>909,339</b>	2,423,896
----- Number of shares -----		
Weighted average number of ordinary shares	<b>2,050,662,536</b>	2,050,662,536
----- Rupees -----		
Earnings per share - basic and diluted	<b>0.44</b>	1.18

**36. CASH AND CASH EQUIVALENTS**

	(Un-audited) March 31, 2026	(Audited) December 31, 2025	(Un-audited) March 31, 2025
	----- Rupees in '000 -----		
Cash and balances with treasury banks	6	79,026,686	112,520,153
Balances with other banks - gross	7	6,551,906	6,851,967
Overdrawn nostro accounts	17	(1,104,042)	(938,887)
		<b>84,474,550</b>	106,103,381

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**37. FAIR VALUE OF FINANCIAL INSTRUMENTS**

The fair value of quoted securities other than those classified as amortised cost, is based on quoted market price. Quoted securities classified as amortised cost are carried at cost. The fair value of unquoted equity securities, other than investments in associates, is determined on the basis of valuation methodologies. The fair value of unquoted debt securities, fixed term loans, other assets, other liabilities and fixed term deposits cannot be calculated with sufficient reliability due to absence of current and active market for assets and liabilities and reliable data regarding market rates for similar instruments.

**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 analyzes 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:

	<b>March 31, 2026 (Un-audited)</b>			
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	----- Rupees in '000 -----			
<b>On balance sheet financial instruments</b>				
<b>Financial assets - measured at fair value</b>				
<b>Investments</b>				
Federal Government Securities	-	240,579,920	-	240,579,920
Federal Government Shariah Compliant Securities	-	300,289,554	-	300,289,554
Shares	7,353,805	36,465	240,009	7,630,279
Non Government Debt Securities	-	784,629	-	784,629
Non-Government Shariah Compliant Securities	-	2,305,207	-	2,305,207
Foreign Securities	-	27,077,310	-	27,077,310
<b>Financial assets - disclosed but not measured at fair value</b>				
<b>Investments</b>				
Federal Government Securities	-	73,749,628	-	73,749,628
<b>Off-balance sheet financial instruments - measured at fair value</b>				
Forward purchase of foreign exchange	-	97,062,773	-	97,062,773
Forward sale of foreign exchange	-	71,978,392	-	71,978,392
Forward purchase - Government securities	-	76,622	-	76,622
	<b>December 31, 2025 (Audited)</b>			
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	----- Rupees in '000 -----			
<b>On balance sheet financial instruments</b>				
<b>Financial assets - measured at fair value</b>				
<b>Investments</b>				
Federal Government Securities	-	196,850,902	-	196,850,902
Federal Government Shariah Compliant Securities	78,801,265	235,934,974	-	314,736,239
Shares	7,541,092	36,955	37,573	7,615,620
Non Government Debt Securities	-	1,075,732	-	1,075,732
Non-Government Shariah Compliant Securities	-	1,227,194	1,124,995	2,352,189
Foreign Securities	-	23,044,423	-	23,044,423
<b>Financial assets - disclosed but not measured at fair value</b>				
<b>Investments</b>				
Federal Government Securities	-	33,709,882	-	33,709,882
<b>Off-balance sheet financial instruments</b>				
Forward purchase of foreign exchange	-	89,868,528	-	89,868,528
Forward sale of foreign exchange	-	62,440,609	-	62,440,609
Forward agreements for lending	-	-	-	-
Forward sale of securities contract	-	240,445	-	240,445

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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 Sukuk 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 the investment in SWIFT shares has been determined using a market based approach, based on the share value annually calculated and published by SWIFT for all shareholders.
	The fair value of ISE REIT shares has been determined using a market based approach, applying price to book multiples of comparable listed REITs to the net asset value, adjusted for discounts for lack of control and lack of marketability.
Preference shares - unlisted	The fair value of Apothecare and Augmentcare shares has been determined using an income-based approach, applying the Free Cash Flow to Firm (FCFF) method, whereby projected cash flows are discounted using the Weighted Average Cost of Capital (WACC).
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 these consolidated financial statements. The valuations are conducted by the valuation experts appointed by the Bank 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 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.
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 March 31, 2026	Fair value as at December 31, 2025	Unobservable inputs	Sensitivity of inputs
-----Rupees in '000-----				
Ordinary shares - unlisted (ISE REIT)	34,032	37,308	- Price to book (PB) multiple - Discount for lack of control - Discount for lack of marketability	A 10% increase / decrease in the PB multiple would result in an increase / decrease of Rs 3,403 million in the fair value. A 5.0 percentage point change in either the discount for lack of control or the discount for the lack of marketability would result in a change of Rs 2,836 million in the fair value.
Preference shares - unlisted (Apothecare)	127,394	-	WACC Terminal growth rate - FCFF	A 1.0 percentage point increase / decrease in the WACC would result in a decrease / increase in the fair value of Rs 7,136 million. A 1.0 percentage point increase / decrease in the terminal growth rate would result in an increase / decrease in the fair value of Rs 2,630 million.
Preference shares - unlisted (Augmentcare)	78,318	-	WACC Terminal growth rate - FCFF	A 1.0 percentage point increase / decrease in the WACC would result in a decrease / increase in the fair value of Rs 8,045 million. A 1.0 percentage point increase / decrease in the terminal growth rate would result in an increase / decrease in the fair value of Rs 4,755 million.

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

	(Un-audited) March 31, 2026	(Audited) December 31, 2025
	Rupees in ' 000	
Opening balance	37,308	289,259
Impact of adoption of IFRS 9	-	18,634
Remeasurement recognised in Profit and Loss	-	(278,259)
Remeasurement recognised in OCI	202,436	7,674
Closing balance	<u>239,744</u>	<u>37,308</u>

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.

JS BANK LIMITED

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38. SEGMENT INFORMATION

38.1 Change in reportable segments

During the current period, the Holding Company revised its internal management reporting structure used by the President / Chief Executive Officer to assess performance and allocate resources. As a result, the Holding Company has revised its reportable segments in accordance with IFRS 8 Operating Segments.

In the consolidated financial statements for the year ended December 31, 2025, the Group's reportable segments were presented as:

- Retail Banking;
- Corporate / Commercial Banking;
- Treasury;
- Investment, International and Institutional Banking;
- Zindigi; and
- Others

Following the revision in internal reporting, the Group's reportable segments for the period ended March 31, 2026 are presented as:

- Retail Banking;
- Corporate / Commercial Banking;
- Treasury, FI and Home Remittance;
- International Banking;
- Investment Banking;
- Zindigi; and
- Others

Accordingly, comparative segment information presented for the corresponding prior period has been restated to conform to the current period presentation. The basis of segmentation used in these condensed interim consolidated financial statements therefore differs from that presented in the consolidated financial statements for the year ended December 31, 2025.

38.2 Segment Details with respect to Business Activities

For the quarter ended March 31, 2026 (Un-audited)											
	Retail Banking	Corporate / Commercial Banking	Treasury, FI and Home Remittance	International Banking	Investment Banking	Zindigi	Islamic Banking	Brokerage	Asset Management	Others	Total
Rupees in '000											
<b>Profit and loss account</b>											
Net mark-up / return / interest / profit / (expense)	(1,854,429)	1,043,464	7,279,224	201,040	39,475	(97,933)	8,423,763	88,874	3,616	36,288	16,213,386
Inter segment revenue - net	6,004,057	214,039	(5,607,009)	-	(41,214)	205,353	-	-	-	(875,230)	20,930,399
Non mark-up / return / income	668,636	372,883	648,323	89,962	(43,676)	212,456	1,399,622	718,095	207,896	83,675	4,233,941
<b>Total Income / (loss)</b>	4,778,268	1,630,396	2,320,544	290,902	(48,415)	309,875	9,822,568	814,869	291,512	(196,387)	18,447,357
Segment direct expenses	3,762,524	176,044	126,192	86,238	17,754	1,059,381	8,562,227	491,659	201,480	2,204,400	16,663,547
Inter segment expense allocation	1,021,468	331,785	93,118	21,648	8,565	197,858	-	-	-	-	(622)
<b>Total expenses</b>	4,784,002	507,829	221,310	117,886	26,319	1,257,240	8,562,227	491,659	201,480	829,524	16,663,325
Credit loss allowance and write offs - net	(274,037)	(203,633)	48,249	95,783	55,443	448	(881,102)	-	-	243,719	(615,130)
<b>Profit / (loss) before tax</b>	209,303	1,332,160	2,090,983	70,334	(127,177)	(897,813)	1,851,460	323,460	90,032	(1,028,610)	3,379,132
As at March 31, 2026 (Un-audited)											
	Retail Banking	Corporate / Commercial Banking	Treasury, FI and Home Remittance	International Banking	Investment Banking	Zindigi	Islamic Banking	Brokerage	Asset Management	Others	Total
Rupees in '000											
<b>Statement of financial position</b>											
Cash and bank balances	11,075,142	552,361	22,822,830	3,167,106	-	290,188	46,530,140	1,389,726	3,757	-	85,531,290
Lendings to financial institutions	-	-	1,214,710	-	-	-	19,099,229	-	-	-	20,319,399
Investments	798,426	-	316,165,148	27,077,317	774,641	-	344,862,576	521,461	2,078,047	1,201,787	689,489,403
Net inter segment lending	289,791,901	13,374,920	-	-	-	9,124,941	-	-	-	53,334,660	376,588,912
Advances - performing	89,807,768	109,223,442	5,755,555	4,953,512	-	60,771	292,901,871	2,133,978	26,958	3,096,364	499,064,932
Advances - non-performing	3,269,825	1,815,962	-	-	-	2,452	626,960	-	-	70,987	5,975,766
Others	-	-	-	-	792,000	-	71,178,046	6,016,204	1,240,495	69,987,428	139,194,173
<b>Total Assets</b>	654,778,662	116,995,285	344,654,703	35,197,936	1,666,641	9,498,736	772,988,636	9,061,269	3,249,257	118,670,096	1,616,731,626
Borrowings	13,086,796	7,319,480	32,845,445	-	-	-	33,779,117	-	-	-	86,990,748
Deposits and other accounts	380,663,029	108,327,899	9,937,020	32,896,982	18,441	9,498,252	644,968,987	-	-	-	1,185,296,440
Subordinated debt	-	-	-	-	2,996,990	-	-	-	-	8,439,630	11,436,620
Net inter segment borrowing	11,139,927	318,906	302,463,289	598,176	298,211	-	82,674,084	1,870,809	2,867,277	16,210,978	376,588,912
Advances - performing	-	-	8,849	1,703,777	1,255,989	-	39,052,617	7,190,640	791,900	16,210,711	77,689,296
Advances - non-performing	-	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	-	-
<b>Total Liabilities</b>	404,778,662	116,966,285	344,654,703	35,197,936	1,666,641	9,498,252	772,988,636	9,061,269	3,249,257	39,866,317	1,736,926,056
Equity	-	-	-	-	-	-	-	-	-	86,831,730	86,831,730
Non-controlling interest	-	-	-	-	-	-	-	-	-	-	-
<b>Total Equity and Liabilities</b>	404,778,662	116,966,285	344,654,703	35,197,936	1,666,641	9,498,252	772,988,636	9,061,269	3,249,257	118,670,096	1,616,731,626
<b>Contingencies and Commitments</b>	23,261,851	107,398,729	70,472,791	23,220,884	-	-	302,275,799	387,061	-	1,878,999	628,676,114
For the quarter ended March 31, 2025 (Un-audited) - Restated											
	Retail Banking	Corporate / Commercial Banking	Treasury, FI and Home Remittance	International Banking	Investment Banking	Zindigi	Islamic Banking	Brokerage	Asset Management	Others	Total
Rupees in '000											
<b>Profit and loss account</b>											
Net mark-up / return / interest / profit / (expense)	(3,773,967)	86,368	11,163,074	141,832	25,561	(33,429)	9,229,960	84,125	(30,650)	(122,857)	16,770,517
Inter segment revenue - net	7,703,660	1,160,726	(8,514,704)	-	(92,890)	137,169	-	-	-	-	(648,819)
Non mark-up / return / income	587,240	508,172	826,606	(21,674)	36,845	44,415	3,148,612	447,854	294,250	91,027	5,073,347
<b>Total Income / (loss)</b>	4,573,913	1,760,205	3,464,476	120,358	(653)	(653)	14,158,157	531,979	263,600	(478,830)	22,743,864
Segment direct expenses	3,305,520	193,878	191,543	99,101	28,299	931,168	7,318,950	374,163	131,809	2,174,116	14,749,843
Inter segment expense allocation	1,102,768	259,270	80,723	20,450	7,607	-	-	-	-	(1,037,555)	(1,037,555)
<b>Total expenses</b>	4,408,288	453,148	280,266	119,551	35,906	1,120,930	7,318,950	374,163	131,809	710,921	14,953,861
Credit loss allowances and write offs - net	73,824	821,390	90,733	(159,384)	-	28,592	(300,536)	(50,130)	-	(12,530)	301,844
<b>Profit / (loss) before tax</b>	92,102	486,727	3,175,945	160,140	(36,549)	(1,001,367)	6,460,158	207,658	131,791	(1,177,183)	7,488,709
As at December 31, 2025 (Audited) - Restated											
	Retail Banking	Corporate / Commercial Banking	Treasury, FI and Home Remittance	International Banking	Investment Banking	Zindigi	Islamic Banking	Brokerage	Asset Management	Others	Total
Rupees in '000											
<b>Statement of financial position</b>											
Cash and bank balances	9,603,614	322,712	28,495,635	3,360,120	-	1,071,751	75,929,228	581,565	3,378	-	119,368,393
Lendings to financial institutions	620,383	-	19,838,794	-	-	-	18,999,952	-	-	-	38,838,746
Investments	371,380,754	8,935,091	229,440,755	20,044,422	1,154,495	-	322,687,104	403,437	2,230,145	1,677,877	581,458,618
Net inter segment lending	88,326,522	10,967,350	44,624,017	3,582,775	-	40,830	289,954,486	2,211,347	20,991	4,602,997	536,331,215
Advances - performing	3,228,590	1,952,665	-	-	-	2,446	738,482	-	-	88,374	6,010,557
Advances - non-performing	-	-	-	-	792,000	-	64,756,015	6,138,242	1,097,154	60,833,864	133,610,176
Others	-	-	-	-	-	-	-	-	-	-	-
<b>Total Assets</b>	479,189,863	114,177,818	322,399,201	29,987,317	1,946,495	7,892,736	773,266,167	9,332,981	3,351,568	120,837,362	1,856,861,908
Borrowings	14,280,581	8,445,908	3,401,591	-	-	-	14,613,108	-	-	-	40,741,188
Deposits and other accounts	390,375,641	99,695,224	5,711,461	20,673,906	15,611	7,892,736	658,970,349	-	-	-	1,189,034,628
Subordinated debt	-	-	-	-	2,996,990	-	-	-	-	8,493,590	11,490,800
Net inter segment borrowing	50,257,618	5,719,273	31,277,300	-	1,930,884	-	52,222,563	1,870,829	2,567,277	16,419,573	105,235,317
Advances - performing	12,886,023	317,413	8,849	3,013,711	1,946,495	7,892,736	44,483,157	7,462,152	784,291	14,500,654	82,836,250
Advances - non-performing	478,189,863	114,177,818	322,399,201	29,987,317	1,946,495	7,892,736	773,266,167	9,332,981	3,351,568	39,914,337	1,774,033,731
Equity	-	-	-	-	-	-	-	-	-	68,410,429	68,410,429
Non-controlling interest	-	-	-	-	-	-	-	-	-	12,172,806	12,172,806
<b>Total Equity and Liabilities</b>	479,189,863	114,177,818	322,399,201	29,987,317	1,946,495	7,892,736	773,266,167	9,332,981	3,351,568	103,337,763	1,856,861,908
<b>Contingencies and Commitments</b>	28,989,261	111,530,314	67,437,910	14,777,462	-	-	237,662,353	544,762	-	1,629,008	462,186,000

**JS BANK LIMITED**  
**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED MARCH 31, 2026**

**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 March 31, 2026 (Un-audited)				
	Parent	Directors	Key management personnel	Associates	Other related parties
	Rupees in '000				
<b>Statement of financial position</b>					
<b>Lendings to financial institutions</b>					
Opening balance	-	-	-	-	-
Addition during the period	-	-	-	-	-
Repaid during the period	-	-	-	-	-
Transfer in / (out) - net	-	-	-	-	-
Closing balance	-	-	-	-	-
<b>Investments</b>					
Opening balance	-	-	-	3,193,551	2,641,001
Investment made during the period	-	-	-	12,219,949	-
Investment redeemed / disposed off during the period	-	-	-	(13,510,704)	-
Surplus / (Deficit) on investments	-	-	-	431,969	(513,595)
Transfer in / (out) - net	-	-	-	-	-
Closing balance	-	-	-	2,334,785	2,127,406
Credit loss allowance for diminution in value of investments	-	-	-	1,087,977	-
<b>Advances</b>					
Opening balance	-	125	690,139	163,548	5,210,952
Addition during the period	-	515	51,129	-	3,537,170
Repaid during the period	-	(360)	(69,592)	(5,174)	(2,409,456)
Transfer in / (out) - net	-	-	(843)	-	551,795
Closing balance	-	280	670,833	158,374	6,890,461
Credit Loss Allowance held against advances	-	10	3,621	158,374	481,964
<b>Other assets</b>					
Mark-up / return / interest accrued	-	-	998	-	58,166
Receivable against bancassurance / bancatakaful	-	-	-	-	1,308
Prepaid insurance	-	-	-	-	100,673
Trade Receivable from brokerage and advisory business	-	-	-	-	2,350
Advance against investment in securities	-	-	-	-	792,000
Other receivable	150	-	-	-	2,961
<b>Borrowings</b>					
Opening balance	-	-	-	-	-
Borrowings during the period	-	-	-	-	-
Settled during the period	-	-	-	-	-
Closing balance	-	-	-	-	-
<b>Deposits and other accounts</b>					
Opening balance	58,666	27,056	121,035	16,957	10,365,008
Received during the period	2,024,651	12,917	329,048	154,792	328,787,552
Withdrawn during the period	(2,049,952)	(26,024)	(306,899)	(145,091)	(326,598,605)
Transfer in / (out) - net	-	-	(327)	(11,410)	(12,321)
Closing balance	33,365	13,949	142,867	15,258	12,541,634
<b>Subordinated debt</b>					
Opening balance	-	-	-	-	253,445
Issued during the period	-	-	-	-	2,940
Redeemed during the period	-	-	-	-	(116)
Transfer in / (out) - net	-	-	-	-	-
Closing balance	-	-	-	-	256,269
<b>Other liabilities</b>					
Mark-up / return / interest payable on deposits	988	-	810	379	203,454
Mark-up / return / interest payable on subordinated debt	-	-	-	-	1,686
Dividend Payable	-	-	-	-	177,192
Trade payable from brokerage and advisory business	-	-	-	-	2,504
Payable to defined benefit plan	-	-	-	-	174,960
Others payable	150	-	-	-	3,135
<b>Contingencies and commitments</b>					
Letter of guarantee	-	-	-	-	837,259
Letter of credit	-	-	-	-	133,323

**JS BANK LIMITED**  
**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED MARCH 31, 2026**

	As at December 31, 2025 (Audited) - Restated				
	Parent	Directors	Key management personnel	Associates	Other related parties
	----- Rupees in '000 -----				
<b>Statement of financial position</b>					
<b>Lendings to financial institutions</b>					
Opening balance	-	-	-	-	-
Addition during the year	-	-	-	-	500,000
Repaid during the year	-	-	-	-	(500,000)
Transfer in / (out) - net	-	-	-	-	-
<b>Closing balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Investments</b>					
Opening balance	-	-	-	3,872,317	2,573,385
Investment made during the year	-	-	-	12,219,949	1,350,000
Investment redeemed / disposed off during the year	-	-	-	(13,330,704)	(1,350,000)
Surplus / (Deficit) on investments	-	-	-	431,989	67,616
Transfer in / (out) - net	-	-	-	-	-
<b>Closing balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,193,551</b>	<b>2,641,001</b>
Credit loss allowance for diminution in value of investments	-	-	-	1,174,244	-
<b>Advances</b>					
Opening balance	-	-	635,459	665,920	4,473,281
Addition during the year	-	520	418,151	-	10,479,042
Repaid during the year	-	(395)	(418,131)	(22,185)	(10,549,621)
Transfer in / (out) - net	-	-	54,660	(480,187)	808,150
<b>Closing balance</b>	<b>-</b>	<b>125</b>	<b>690,139</b>	<b>163,548</b>	<b>5,210,952</b>
Credit Loss Allowance held against advances	-	10	3,621	163,548	481,964
<b>Other assets</b>					
Mark-up / return / interest accrued	-	-	902	-	42,707
Receivable against bancassurance / bancatakaful	-	-	-	-	2,069
Prepaid insurance	-	-	-	-	187,796
Trade receivable from brokerage and advisory business	-	-	-	-	7,177
Advance against investment in securities	-	-	-	-	792,000
Other receivable	164	-	-	-	2,961
Credit Loss Allowance against other assets	-	-	6	-	8,830
<b>Borrowings</b>					
Opening balance	-	-	-	-	-
Borrowings during the year	-	-	-	-	-
Settled during the year	-	-	-	-	-
Transfer in / (out) - net	-	-	-	-	-
<b>Closing balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Deposits and other accounts</b>					
Opening balance	112,836	9,446	56,248	21,675	6,865,671
Received during the year	8,332,480	43,869	1,357,201	1,131,482	438,447,033
Withdrawn during the year	(8,386,650)	(26,259)	(1,264,754)	(1,134,090)	(435,038,067)
Transfer in / (out) - net	-	-	(27,660)	(2,110)	90,371
<b>Closing balance</b>	<b>58,666</b>	<b>27,056</b>	<b>121,035</b>	<b>16,957</b>	<b>10,365,008</b>
<b>Subordinated debts</b>					
Opening balance	-	-	-	-	253,925
Issued during the year	-	-	-	-	-
Redeemed during the year	-	-	-	-	(30)
Transfer in / (out) - net	-	-	-	-	(450)
<b>Closing balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>253,445</b>
<b>Other liabilities</b>					
Mark-up / return / interest payable on deposits	-	-	579	-	19,010
Mark-up / return / interest payable on subordinated debt	-	-	-	-	1,074
Trade payable from brokerage and advisory business	-	-	-	-	22,392
Defined benefit obligation - net	-	-	-	-	124,732
Dividend payable	-	-	-	-	-
Others payable	375	-	-	-	12,373
<b>Contingencies and commitments</b>					
Letters of guarantee	-	-	-	-	588,170
Letters of credit	-	-	-	-	441,360

**JS BANK LIMITED**  
**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
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	For the quarter ended March 31, 2026 (Un-audited)				
	Parent	Directors	Key management personnel	Associates	Other related parties
	Rupees in '000				
<b>Profit and loss account</b>					
<b>Income</b>					
Mark-up / return / interest / profit earned	-	-	8,770	-	90,001
Fee, commission and brokerage income	5	52	482	-	20,934
Dividend income	-	-	-	-	64,009
Gain / (loss) on sale of securities - net	-	-	15	-	(12,060)
Rental income	-	-	-	-	-
Other income	-	20	90	-	-
<b>Expense</b>					
Mark-up / return / interest paid	988	326	1,220	448	234,029
Operating expenses					
Compensation	-	-	421,134	-	790,851
Charge for defined contribution plans	-	-	-	-	281,738
Charge for defined benefit plans	-	-	-	-	98,864
Rent	1,799	-	-	-	5,195
Software Maintenance	-	-	-	-	8,118
Directors' fee and allowances	-	3,350	-	-	6,762
Insurance	-	-	-	-	77,346
Training and Development	-	-	-	-	-
Marketing, advertisement and publicity	-	-	-	-	-
Commission	-	-	-	-	-
Consultancy fee	-	-	-	-	14,416
Advisory fee	6,500	-	-	-	-
Royalty	-	-	-	-	6,250
Other expenses	10,997	-	-	-	43,474
<b>Credit loss allowance on:</b>					
Advances	-	(5)	3,159	(22,184)	(1,691)
Other Assets	-	-	6	-	8,804
<b>Payments made during the period</b>					
Insurance premium paid	-	-	-	-	178,293
Insurance claims settled	-	-	-	-	7,087
Donation paid	-	-	-	-	5,855
<b>Other Transactions</b>					
Sale of Government Securities	-	-	13,964	-	116,606,660
Purchase of Government Securities	-	-	-	-	78,069,422

	For the quarter ended March 31, 2025 (Un-audited) - Restated				
	Parent	Directors	Key management personnel	Associates	Other related parties
	Rupees in '000				
<b>Profit and loss account</b>					
<b>Income</b>					
Mark-up / return / interest / profit earned	-	-	9,307	-	144,609
Fee, commission and brokerage income	1,583	52	438	-	30,869
Dividend income	-	-	-	-	42,497
Gain on sale of securities - net	-	-	-	-	3,437
Rental income	-	-	-	-	3,734
Other income	-	-	7	-	33,509
<b>Expense</b>					
Mark-up / return / interest paid	666	12	264	267	87,324
Operating expenses					
Compensation	-	-	348,445	-	564,206
Charge for defined contribution plans	-	-	-	-	217,307
Charge for defined benefit plans	-	-	-	-	137,110
Rent	1,214	-	-	-	3,202
Directors' fee and allowances	-	4,950	-	-	7,363
Insurance	-	-	-	-	41,015
Training and Development	-	-	12,709	-	-
Marketing, advertisement and publicity	-	-	-	-	2,228
Commission	-	-	-	-	-
Consultancy fee	-	-	-	-	12,215
Advisory fee	20,500	-	-	-	-
Royalty	-	-	-	-	6,250
Other expenses	1,906	-	-	-	25,347
<b>Credit loss allowance on:</b>					
Advances	-	14	379	-	3,978
<b>Payments made during the period</b>					
Insurance premium paid	-	-	-	-	267,757
Insurance claims settled	-	-	-	-	-
Donation paid	-	-	-	-	139,382
<b>Other transactions</b>					
Sale of Government Securities	-	-	-	-	14,538,483
Purchase of Government Securities	-	-	-	-	3,701,015

**JS BANK LIMITED**

**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED MARCH 31, 2026**

	(Un-audited) March 31, 2026	(Audited) December 31, 2025
	----- Rupees in '000 -----	
<b>40. CAPITAL ADEQUACY, LEVERAGE RATIO and LIQUIDITY REQUIREMENTS</b>		
<b>Minimum Capital Requirement (MCR):</b>		
Paid-up capital (net of losses)	<u><u>20,506,625</u></u>	<u>20,506,625</u>
<b>Capital Adequacy Ratio (CAR):</b>		
Eligible Common Equity Tier 1 (CET 1) Capital	<u>60,739,967</u>	59,347,711
Eligible Additional Tier 1 (ADT 1) Capital	<u>6,619,880</u>	6,620,002
Total Eligible Tier 1 Capital	<u>67,359,847</u>	65,967,713
Eligible Tier 2 Capital	<u>10,566,744</u>	12,059,482
Total Eligible Capital (Tier 1 + Tier 2)	<u><u>77,926,591</u></u>	<u>78,027,195</u>
<b>Risk Weighted Assets (RWAs):</b>		
Credit Risk	<u>362,432,748</u>	357,014,442
Market Risk	<u>15,807,028</u>	22,186,950
Operational Risk	<u>154,166,864</u>	154,166,864
Total	<u><u>532,406,640</u></u>	<u>533,368,256</u>
Common Equity Tier 1 Capital Adequacy ratio	<u>11.41%</u>	11.13%
Tier 1 Capital Adequacy Ratio	<u>12.65%</u>	12.37%
Total Capital Adequacy Ratio	<u>14.64%</u>	14.63%
<b>Leverage Ratio (LR):</b>		
Eligible Tier-1 Capital	<u>67,359,848</u>	65,967,713
Total Exposures	<u>1,625,968,458</u>	1,591,413,044
Leverage Ratio	<u>4.14%</u>	4.15%
<b>Liquidity Coverage Ratio (LCR):</b>		
Total High Quality Liquid Assets	<u>594,527,338</u>	683,125,801
Total Net Cash Outflow	<u>270,320,706</u>	235,790,416
Liquidity Coverage Ratio	<u>219.93%</u>	289.72%
<b>Net Stable Funding Ratio (NSFR):</b>		
Total Available Stable Funding	<u>1,018,043,408</u>	1,043,783,306
Total Required Stable Funding	<u>635,781,095</u>	539,039,271
Net Stable Funding Ratio	<u>160.12%</u>	193.64%

- 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
<b>Capital Adequacy Ratios</b>		
CET1 to TRWAs	11.41%	11.14%
T1 Capital to TRWAs	12.65%	12.38%
Total eligible capital to TRWAs	14.64%	14.61%
Leverage	4.14%	4.05%

**JS BANK LIMITED**  
**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED MARCH 31, 2026**

**41. GENERAL**

**41.1** Corresponding figures have been re-arranged / re-classified, wherever necessary, to facilitate comparison in the presentation in the current period. However, there are no material re-arrangements / re-classifications to report.

**41.2** The figures in these consolidated condensed Interim financial statements have been rounded off to the nearest thousand.

**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 April 28, 2026.

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

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

\_\_\_\_\_  
**Director**

\_\_\_\_\_  
**Director**

\_\_\_\_\_  
**Director**



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**Registered office**

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

UAN: (021-051)111-654-321