



THIRD QUARTERLY **REPORT**

SEPTEMBER 30, 2026

Vision

To be the leading financial services provider, partnering with our customers for a more prosperous and secure future.

Mission

We are a team of committed professional, providing innovative and efficient financial solutions to create and nurture long-term relationships with our customers. In doing so, we ensure that our shareholders can invest with confidence in us.

Core Values

- Integrity
- Innovation
- Excellence
- Customer Centricity
- Respect

Credit Rating
Long-Term AAA (Triple A)
Short –Term A1+ (A one plus)
By PACRA

Corporate Profile

Board of Directors:

Mian Mohammad Mansha	Chairman
Mr. Muhammad Tariq Rafi	Director
Mian Umer Mansha	Director
Mrs. Iqraa Hassan Mansha	Director
Mr. Muhammad Ali Zeb	Director
Mr. Yahya Saleem	Director
Mr. Salman Khalid Butt	Director
Mr. Shahzad Hussain	Director
Mr. Masood Ahmed Puri	Director
Shaikh Muhammad Jawed	Director
Mr. Norzulkarnien bin Nor Mohamad	Director
Dr. Mohd Zaini bin Aris	Director
Mr. Muhammad Nauman Chughtai	President & CEO

Audit Committee:

Mr. Shahzad Hussain	Chairman
Mian Umer Mansha	Member
Mr. Muhammad Ali Zeb	Member
Mr. Norzulkarnien bin Nor Mohamad	Member

Chief Financial Officer:	Mr. Anjum Javed
Company Secretary:	Mr. Farid Ahmad
Auditors:	M/s. KPMG Taseer Hadi & Co. Chartered Accountants
Legal Advisors:	M/s. Khalid Anwer & Co. Advocates & Legal Consultants
Registered /Principal Office:	MCB Building, 15-Main Gulberg, Jail Road, Lahore, Pakistan.
Contact us:	UAN: + 92 42 111 000 622 E-mail: investor.relations@mcb.com.pk Visit us: www.mcb.com.pk
Registrar's and Share Registration Office(s):	Head Office: M/s. THK Associates (Pvt.) Limited Plot No. 32-C, Jami Commercial Street 2, D.H.A., Phase VII, Karachi, Pakistan. Branch Office: M/s. THK Associates (Pvt.) Limited Office No. 309, 3 rd Floor, North Tower, LSE Building, 19-Shahrah-e-Aiwan-e-Iqbal, Lahore, Pakistan.

Directors' Review – September 30, 2026

On behalf of the Board of Directors, we are pleased to present the financial statements of MCB Bank Limited (MCB) for the nine months ended September 30, 2026.

Performance Review

On a standalone basis, the profit before and after taxation for the period ended September 30, 2026 together with appropriations is as under:

	Rs. in Million
Profit Before Taxation	86,323
Taxation	44,908
Profit After Taxation	41,415
Un-appropriated Profit Brought Forward	121,802
Surplus realized on disposal of investments in equity instruments through FVOCI-net of tax	1,179
Surplus realized on disposal of non-banking assets-net of tax	1
Transfer in respect of incremental depreciation from surplus on revaluation of property & equipment to un-appropriated profit-net of tax	118
	123,100
Profit Available for Appropriation	164,515
Appropriations:	
Statutory Reserve	(4,141)
Final Cash Dividend at Rs. 9.0 per share - December 2025	(10,666)
First Interim Cash Dividend at Rs. 9.0 per share - March 2026	(10,666)
Second Interim Cash Dividend at Rs. 9.0 per share - June 2026	(10,666)
Total Appropriations	(36,139)
Un-appropriated Profit Carried Forward	128,376

MCB reported a Profit Before Tax (PBT) of Rs. 86.3 billion and a Profit After Tax (PAT) of Rs. 41.4 billion, translating into Earnings Per Share (EPS) of Rs. 34.95. On a consolidated basis, PBT and PAT stood at Rs. 92.7 billion and Rs. 44.3 billion, respectively. The Bank reported a Return on Assets (ROA) of 1.62% and a Return on Equity (ROE) of 22.21%, reflecting the strength of its earnings base and effective deployment of financial resources.

Total income for the period stood at Rs. 144.3 billion, reflecting a 7% year-on-year increase. Net markup income increased to Rs. 114.8 billion (9M'25: Rs. 108.8 billion), supported by balance sheet growth and a lower cost of deposits resulting from sustained mobilization of current account deposits. Average current account concentration improved to 53.45% in 9M'26 from 51.28% in 9M'25, reinforcing the Bank's low-cost funding advantage and helping offset the impact of declining yields amid a lower average policy rate of 11.07% during the period under review compared with 11.56% in the corresponding period last year.

Non-markup income increased by 14% year-on-year to Rs. 29.6 billion (9M'25: Rs. 26 billion), reflecting broad-based growth across key revenue streams. Fee and commission income rose by 26% to Rs. 17.6 billion, driven by sustained momentum in the Bank's digital banking franchise, higher transaction volumes, and greater customer engagement. Card-related income increased by Rs. 0.704 billion, while guarantees commission and consumer finance fees grew by Rs. 0.162 billion and Rs. 0.153 billion, respectively. Foreign exchange income, dividend income, and gains on securities further contributed Rs. 5.945 billion, Rs. 2.735 billion, and Rs. 2.893 billion, respectively, to the Bank's non-markup income base.

Operating expenses increased by 10% year-on-year, reflecting continued investment in technology initiatives, human capital, and brand development to strengthen the Bank's long-term growth platform. Despite these investments, MCB maintained a healthy cost-to-income ratio of 38.61%, underscoring disciplined cost management and a continued focus on operational efficiency.

On the balance sheet front, total assets increased by Rs. 336 billion (10%) to Rs. 3.6 trillion at September 30, 2026, from Rs. 3.25 trillion at year-end 2025. The investment portfolio, expanded by Rs. 211 billion (10.8%) to Rs. 2.16 trillion. Gross advances increased to Rs. 819 billion, supported by improved credit uptake and the Bank's continued focus on quality lending. The consumer financing portfolio recorded robust growth of Rs. 17 billion (34%). During 9M'26, MCB's advances grew by 11%, compared with industry growth of 3%, increasing the Bank's market share to 4.92% from 4.59% at year-end 2025.



Asset quality remained satisfactory, with non-performing loans (NPLs) declining by Rs. 0.71 billion to Rs. 49.05 billion at September 30, 2026, from Rs. 49.76 billion at year-end 2025. The infection ratio stood at 5.99%, while the coverage ratio improved to 93.53%, reflecting the Bank's continued emphasis on prudent credit management, proactive monitoring of delinquent exposures and disciplined risk management.

The Bank's domestic operations delivered strong deposit mobilization during 9M'26. Total deposits increased by Rs. 447 billion to Rs. 2.71 trillion at September 30, 2026, from Rs. 2.26 trillion at year-end 2025. Against industry deposit growth of 9.1%, MCB's reported domestic deposit growth of 22.2% strengthened its market position, with market share increasing by 65 bps to 6.03%. Current deposits grew by Rs. 181 billion (15%) to Rs. 1.4 trillion, reinforcing the Bank's focus on low-cost deposit mobilization.

MCB Bank maintained its position as one of the leading players in Pakistan's home remittance market, with a market share of approximately 10%, processing USD 3.276 billion in remittance inflows during 9M'26. Leveraging its extensive branch network and expanding digital channels, the Bank continued to support the State Bank of Pakistan's financial inclusion and formal remittance initiatives, contributing to foreign exchange inflows and the broader national economy.

The Bank's capital and liquidity positions remained robust, with the Capital Adequacy Ratio (CAR) standing at 18.99% and the Common Equity Tier-1 (CET1) ratio at 14.80%, comfortably above minimum regulatory requirements. Liquidity buffers remained strong, reflected in a Liquidity Coverage Ratio (LCR) of 236.29% and a Net Stable Funding Ratio (NSFR) of 167.73%, underscoring the Bank's capacity to meet its obligations and sustain its business operations.

The Board declared a third interim cash dividend of Rs. 9.00 per share (90%), in addition to the 180% dividend paid earlier, bringing the total cash dividend for the nine-month period ended September 30, 2026 to 270%.

Looking ahead, MCB Bank remains well-positioned to sustain its growth trajectory, supported by a strong capital base, ample liquidity, a growing deposit franchise, diversified revenue streams, and disciplined risk management. The Bank will continue to focus on strengthening customer relationships, expanding digital capabilities, enhancing operational efficiency, and delivering sustainable long-term value to its shareholders.

Ratings

The Pakistan Credit Rating Agency re-affirmed credit ratings of MCB at "AAA / A1+" for long term and short term respectively, through its notification dated June 23, 2026.

Economic Review

The global macroeconomic environment during the first nine months of 2026 was shaped primarily by three forces, the continuation of the US–Iran conflict and disruption to global energy markets, a renewed tightening in monetary policy across major advanced economies and sustained investment and market optimism around artificial intelligence and digital infrastructure. These factors kept geopolitical and inflation risks elevated and produced divergent outcomes across global asset classes.

The US–Iran conflict remained the dominant geopolitical and macroeconomic risk through the period under review. The temporary de-escalation seen around mid-2026 did not hold, with hostilities continuing through the quarter and the 'Strait of Hormuz' remaining a major source of disruption to global energy shipments. Oil prices rose sharply during the third quarter, with Brent crude surpassing USD 100 per barrel, while disruptions to crude and LNG flows increased the energy risk premium.

Monetary policy in major advanced economies shifted toward a more restrictive stance during the period as persistent energy-price pressures contributed to elevated inflation. The Federal Reserve raised the target range for the federal funds rate by 25 bps to 3.75%–4.00% in September, citing elevated inflation alongside resilient domestic spending, strong productivity growth, and robust capital investment.

At the same time, structural optimism around artificial intelligence and digital infrastructure continued to underpin global equity markets. Strong earnings and substantial investment by major technology companies in AI infrastructure, semiconductors, and data centers supported equity valuations despite higher oil prices, rising borrowing costs, and geopolitical uncertainty. Global equity indices remained resilient during the quarter, with US technology stocks accounting for a significant share of the gains, while strong demand for AI-related hardware continued to support semiconductor earnings and capital expenditure.

In emerging markets, this period presented a challenging combination of higher energy prices, elevated global bond yields, and persistent geopolitical risk. Oil-importing economies remained particularly exposed to the increase in energy costs and higher borrowing costs. During July, the 'World Economic Outlook' update by the IMF had noted that the war-related energy shock was weighing on energy importers and vulnerable economies, while AI-driven demand was supporting countries integrated into the global technology value chain.

Pakistan's sovereign credit profile strengthened in 2026 following successive rating upgrades, with S&P Global raising the rating to B from B– and Moody's raising it to B3 from Caa1. The upgrades supported Pakistan's access to international capital markets. Pakistan raised USD 3 billion through a dual-tranche Eurobond with investor demand of nearly USD 6 billion.

Pakistan's real economic activity continued to show signs of recovery during Q1 FY2027. Available high-frequency indicators point towards continued improvement in industrial activity, with Large Scale Manufacturing (LSM) increasing by 3.03% year-on-year in July 2026. External trade activity also remained strong, with total exports increasing by 11% year-on-year to USD 11.17 billion during Q1 FY2027, while total imports increased by 14.6%, to USD 21.33 billion, resulting in a trade deficit of USD 10.16 billion, compared with USD 8.55 billion in Q1 FY2026.

Inflationary pressures strengthened during Q1 FY2027, with national CPI inflation averaging 10.20% during July-September 2026, compared with the corresponding period of FY2026. On a monthly basis, headline CPI inflation increased from 9.2% year-on-year in July to 11.15% in August before moderating to 10.26% in September.

The external account remained contained during the first quarter of FY2027, supported by strong workers' remittances and higher financial inflows. The current account deficit increased to USD 874 million in Q1 FY2027, from USD 755 million in the corresponding period of FY2026. Workers' remittances grew by 14% YoY to USD 10.88 billion in Q1 FY2027 compared with USD 9.54 billion in Q1 FY2026. SBP-held reserves rose to USD 21.4 billion.

On the fiscal side, the Government maintained its focus on revenue mobilization during Q1 FY2027. The Federal Board of Revenue (FBR) provisionally collected Rs 3,084 billion against the target of Rs 3,053 billion.

The SBP's Monetary Policy Committee kept the policy rate unchanged at 11.5% during the third quarter of the calendar year. Contained external account pressures, robust workers' remittances and a gradual recovery in economic activity supported maintaining the existing stance, which the MPC assessed as appropriate for bringing inflation towards the medium-term target range of 5-7%.

Future Outlook

Global growth is expected to remain resilient but subdued into the remainder of 2026, as the risk of renewed escalation remains elevated. Uncertainty around energy prices and global trade is likely to keep inflationary pressures and monetary policy expectations volatile across major economies, while continued investment in artificial intelligence should support technology-led growth.

For Pakistan, the outlook remains closely linked to policy continuity and reform implementation under the IMF-supported program, as well as global energy prices and geopolitical conditions. Economic activity is expected to strengthen gradually during FY2027, while inflation is likely to remain elevated in the near term before gradually moderating. On the external side, continued growth in workers' remittances and further reserve accumulation should support the external position, although higher energy prices could place renewed pressure on the import bill and current account. Medium-term prospects depend on sustained structural reforms, particularly broadening the tax base and improving energy-sector performance, alongside continued fiscal consolidation. Conversely, reform slippages or renewed geopolitical escalation could weigh on growth and reintroduce pressure on inflation, and the external position.

Appreciation and Acknowledgements

The Board of Directors of MCB Bank Limited would like to extend their sincere gratitude towards the Government of Pakistan, the State Bank of Pakistan, the Securities & Exchange Commission of Pakistan and other regulatory bodies for their continued support and guidance, all shareholders and customers of the Bank for their trust, and our employees for their continuous dedication and commitment.

For and on behalf of the Board of Directors,



Muhammad Nauman Chughtai
President & CEO
MCB Bank Limited
October 22, 2026



Mian Umer Mansha
Director
MCB Bank Limited

2026ء میں پاکستان کی خود مختار کرڈٹ پروفاکل میں ریٹنگ کے مسلسل اپ گریڈ ہونے سے مضبوطی پیدا ہوئی۔ ایس اینڈ پی گلوبل (S & P Global) نے پاکستان کی ریٹنگ B- سے بڑھا کر B+ جبکہ موڈیز نے Caa1 سے بڑھا کر B3 کر دی۔ ان اپ گریڈز سے بین الاقوامی سرمایہ منڈیوں تک پاکستان کی رسائی کو تقویت ملی۔ پاکستان نے دو حصوں پر مشتمل پورہ بانڈز کے ذریعے 3 ارب امریکی ڈالرز حاصل کیے۔ جس کے لیے سرمایہ کاروں کی طلب تقریباً 6 ارب امریکی ڈالرز رہی۔

پاکستان میں حقیقی معاشی سرگرمیوں نے مالی سال 2027ء کی پہلی سرمایہ کے دوران، بحالی کے آثار دیکھے گئے۔ موجودہ قلیل المدتی اشاریہ صنعتی سرگرمیوں میں مسلسل بہتری کی نشاندہی کرتے ہیں۔ جبکہ سال 2026ء کے جولائی کے مہینے کے دوران، بڑے پیمانے کی پیداواری صنعت (LSM) میں گزشتہ سال کے مقابلے میں 3.03 فیصد اضافہ ہوا۔ بیرونی تجارت بھی مضبوط رہی۔ مالی سال 2027ء کی پہلی سرمایہ کے دوران، برآمدات میں سال بھر کی بنیاد پر، 11 فیصد کا اضافہ ہوا اور یہ 11.17 بلین امریکی ڈالرز تک پہنچ گئی۔ جبکہ درآمدات 14.6 فیصد کے اضافے کے ساتھ 21.33 بلین امریکی ڈالرز پر رپورٹ ہوئیں۔ اس کے نتیجے میں تجارتی خسارہ سال 2026ء کی پہلی سرمایہ کے 8.55 بلین امریکی ڈالرز کے حجم کی نسبت 10.16 بلین امریکی ڈالرز پر درج ہوا۔

مالی سال 2027ء کی پہلی سرمایہ کے دوران، افراط زر کے دباؤ میں اضافہ ہوا۔ سال 2026ء کے جولائی تا ستمبر کے عرصے کے دوران، قومی کنزیومر پرائس انڈیکس (CPI) کے مطابق اوسط افراط زر مالی سال 2026ء کی اسی مدت کے مقابلے میں بڑھتی کے ساتھ 10.20 فیصد کی شرح پر ریکارڈ کیا گیا۔ ماہانہ بنیاد پر سرکاری افراط زر جولائی میں سال بھر کی بنیاد پر 9.2 فیصد سے بڑھ کر اگست میں 11.15 فیصد ہو گیا، تاہم، تجربی قدرے کم ہو کر 10.26 فیصد کی سطح پر آگیا۔

مالی سال 2027ء کی پہلی سرمایہ کے دوران، بیرونی اکاؤنٹس کی صورت حال قابو میں رہی۔ جس میں کارکنوں کی ترسیلات زر اور مالیاتی آمدنی میں اضافے نے اہم کردار ادا کیا۔ کرنٹ اکاؤنٹ کا خسارہ مالی سال 2026ء کے تقابلی عرصے کے 755 بلین امریکی ڈالرز کے حجم کی نسبت مالی سال 2027ء کی پہلی سرمایہ میں بڑھتے ہوئے 874 بلین امریکی ڈالرز پر ریکارڈ کیا گیا۔ کارکنوں کی ترسیلات زر مالی سال 2026ء کی پہلی سرمایہ کی 9.54 بلین امریکی ڈالرز کی سطح کے مقابلے میں مالی سال 2027ء کی پہلی سرمایہ میں 14 فیصد کے، سال بھر کی بنیاد پر، اضافے کے ساتھ 10.88 بلین امریکی ڈالرز پر رپورٹ ہوئیں۔ اسٹیٹ بینک آف پاکستان کے پاس موجود ذمہ داری کے ذخائر بڑھ کر 21.4 بلین امریکی ڈالرز ہو گئے۔

مالیاتی حماز پر حکومت نے مالی سال 2027ء کی پہلی سرمایہ کے دوران، محصولات میں اضافے پر توجہ برقرار رکھی۔ فیڈرل بورڈ آف ریونیو (FBR) کے عارضی اعداد و شمار کے مطابق 3,084 بلین روپے کا ٹیکس جمع کیا گیا، جبکہ مقررہ ہدف 3,053 بلین روپے تھا۔

اسٹیٹ بینک آف پاکستان کی مانیٹری پالیسی کمیٹی نے سال 2026ء کی تیسری سرمایہ کے دوران پالیسی ریٹ 11.5 فیصد پر برقرار رکھا۔ بیرونی اکاؤنٹس پر رہنے والے دباؤ کو محدود رکھنے، کارکنوں کی ترسیلات زر میں مضبوط اضافہ اور معاشی سرگرمیوں کی بتدریج بحالی نے موجودہ پالیسی برقرار رکھنے میں مدد دی۔ کمیٹی کے مطابق افراط زر کو درمیانی مدت کے 5 سے 7 فیصد کے ہدفی دائرے میں لانے کے لیے یہ پالیسی مناسب تھی۔

مستقبل کی پیش بینی

سال 2026ء کے باقی عرصے میں عالمی معاشی مؤئحکم لین محدود رہنے کی توقع ہے۔ کیونکہ، جغرافیائی و سیاسی کشیدگی میں دوبارہ اضافے کا خطرہ بدستور بلند ہے۔ توانائی کی قیمتوں اور عالمی تجارت سے متعلق غیر یقینی صورت حال بڑی معیشتوں میں افراط زر کے دباؤ اور مانیٹری پالیسی سے متعلق توقعات میں اتار چڑھاؤ برقرار رکھ سکتی ہے۔ جبکہ مصنوعی ذہانت میں مسلسل سرمایہ کاری سے جینالوجی پر مبنی ترقی کو اعانت ملنے کی توقع ہے۔

پاکستان کے لیے مستقبل کا معاشی منظر نامہ، آئی ایم ایف کے تعاون سے جاری پروگرام کے تحت پالیسیوں کے تسلسل اور اصلاحات پر عمل درآمد، عالمی توانائی کی قیمتوں اور جغرافیائی و سیاسی حالات سے گہرا تعلق رکھتا ہے۔ مالی سال 2027ء کے دوران، معاشی سرگرمیوں میں بتدریج بہتری متوقع ہے۔ جبکہ قلیل المدتی میں افراط زر بلند رہنے کے بعد بتدریج کم ہونے کا امکان ہے۔ بیرونی شعبے کے حوالے سے کارکنوں کی ترسیلات زر میں مسلسل اضافہ اور ذمہ داری کے ذخائر میں مزید بہتری بیرونی مالیاتی پوزیشن کے لیے سازگار ہو سکتی ہے۔ تاہم، توانائی کی بلند قیمتیں درآمدی بل اور کرنٹ اکاؤنٹ پر دوبارہ دباؤ ڈال سکتی ہیں۔ درمیانی مدت کے معاشی امکانات کا انحصار ڈھانچہ جاتی اصلاحات کے نفاذ بالخصوص، ٹیکس سبٹ کو وسیع کرنے، ٹیکس وصولیوں میں بہتری لانے اور توانائی کے شعبے کی کارکردگی بہتر بنانے کے ساتھ مالیاتی استحکام کو برقرار رکھنے کے تسلسل پر ہوگا۔ اس کے برعکس، اصلاحات پر عمل درآمد میں کوتاہی یا جغرافیائی و سیاسی کشیدگی میں دوبارہ اضافہ معاشی نمو کو متاثر کر سکتا ہے اور افراط زر اور بیرونی مالیاتی پوزیشن پر نئے دباؤ کا باعث بن سکتا ہے۔

تسلیم و تحسین:

ایم سی بی بینک لمیٹڈ کے بورڈ آف ڈائریکٹرز، حکومت پاکستان، اسٹیٹ بینک آف پاکستان، انسٹیٹیوٹ آف بینکنگ اینڈ انسورنسنگ آف پاکستان اور دیگر انضباطی اداروں کی مسلسل حمایت اور رہنمائی پر ہدی تشکر کا اظہار کرتے ہیں۔ بورڈ، تمام حصص یافتگان اور بینک کے صارفین کا ان کے اعتماد اور بینک کے ملازمین کا ان کی مسلسل محنت، لگن اور وابستگی پر بھی تہ دل سے شکر ادا کرتا ہے۔

منجانب و برائے بورڈ آف ڈائریکٹرز

میاں عمر منشا

ڈائریکٹر

ایم سی بی بینک لمیٹڈ

محمد نعمان چغتائی

پریذیڈنٹ اور سی ای او

ایم سی بی بینک لمیٹڈ

22 اکتوبر 2026ء

بھری اور معیاری قرضوں کی فراہمی پر مسلسل توجہ کے نتیجے میں مجموعی قرضہ جات بڑھ کر 819 بلین روپے ہو گئے۔ کرنز مرفٹنگ کے پورٹ فولیو میں 17 بلین روپے (34 فیصد) کی نمایاں ترقی ریکارڈ کی گئی۔ سال 2026ء کے نو ماہ کے دوران، ایم سی بی کے قرضہ جات میں 11 فیصد اضافہ ہوا، جبکہ بینکاری کی صنعت میں یہ اضافہ 3 فیصد رہا۔ اس کے نتیجے میں بینک کارکیٹ شیئر سال 2025ء کے اختتام پر 4.59 فیصد کی سطح سے بڑھ کر 4.92 فیصد ہو گیا۔

اثاثوں کا معیاری بنش رہا۔ غیر فعال قرضوں میں 0.71 بلین روپے کی کمی ہوئی اور یہ 30 ستمبر 2026ء تک 49.05 بلین روپے پر رپورٹ ہوئے جبکہ سال 2025ء کے اختتام پر اس کا حجم 49.76 بلین روپے تھا۔ انٹیکشن کی شرح 5.99 فیصد رہی، جبکہ کوریج کی شرح بہتر ہو کر 93.53 فیصد ہو گئی۔ یہ بہتری قرض کے محتاط انتظام، تاخیر کا شکار قرضوں کی فعال نگرانی اور منظم رسک مینجمنٹ پر بینک کی مسلسل توجہ کو ظاہر کرتی ہے۔

ایم سی بی بینک کے نئی آپریشنز نے سال 2026ء کے نو ماہ کے دوران، ڈیپازٹس کے حصول میں نمایاں کارکردگی کا مظاہرہ کیا۔ کل ڈیپازٹس 2025ء کے اختتام کے 2.26 ٹریلین روپے کے حجم کی نسبت 447 بلین روپے کے اضافے کے ساتھ 30 ستمبر 2026ء تک 2.71 ٹریلین روپے پر جا پہنچے۔ بینکاری کی صنعت میں ڈیپازٹس کی شرح نمو 9.1 فیصد کے مقابلے میں ایم سی بی کے ڈیپازٹس میں 22.2 فیصد اضافہ ہوا، جس سے بینک کی مارکیٹ پوزیشن مزید مضبوط ہوئی اور اس کا مارکیٹ شیئر 65 ہیر پوائنٹس کے اضافے کے ساتھ 6.03 فیصد ہو گیا۔ کرنٹ ڈیپازٹس 181 بلین روپے (15 فیصد) کے اضافے کے ساتھ 1.4 ٹریلین روپے تک پہنچ گئے، جو کم لاگت کے ڈیپازٹس کے حصول پر بینک کی توجہ کو مزید تقویت دیتا ہے۔

ایم سی بی بینک پاکستان کی بیرون ملک ترسیلات زر کی مارکیٹ میں نمایاں ٹیکوں میں اپنی سرکردہ پوزیشن برقرار رکھنے میں کامیاب رہا ہے۔ سال 2026ء کے نو ماہ کے دوران، بینک نے تقریباً 10 فیصد مارکیٹ شیئر کے ساتھ 3.276 بلین امریکی ڈالرز کی ترسیلات زر وصول کیں۔ اپنے وسیع برانچ نیٹ ورک اور وسعت پذیر ڈیجیٹل ذرائع سے مستفید ہوتے ہوئے، بینک نے، اسٹیٹ بینک آف پاکستان کے مالیاتی شمولیت اور ترسیلات زر کو باضابطہ بینکاری نظام کے ذریعے متعلق کرنے کے اقدامات کی حمایت جاری رکھی۔ اس طرح زرمبادلہ کی آمد اور مجموعی قومی معیشت میں بھی اپنا کردار ادا کیا۔

بینک کی سرمائے اور لیکویڈیٹی (سیالیت) کی صورتحال مضبوط رہی۔ کمیونل ایڈیکوئیٹی (سرمائے کی معقولیت) کی شرح 18.99 فیصد جبکہ کامن ایکویٹی ٹائر۔ ون (CET1) کا تناسب 14.80 فیصد رہا، جو کم از کم قانونی تقاضوں سے نمایاں طور پر زیادہ ہے۔ لیکویڈیٹی کے ذخائر بھی مضبوط رہے، جس کا اعلیٰ لیکویڈیٹی کوریج (LCR) کی 236.29 فیصد کی شرح اور نیٹ اسٹیل فنڈنگ (NSFR) کی 167.73 فیصد کی شرح سے ہوتا ہے۔ یہ شرحیں بینک کی اپنی ذمہ داریاں پوری کرنے اور کاروباری سرگرمیاں جاری رکھنے کی صلاحیت کو ظاہر کرتی ہیں۔

بورڈ نے فی حصص 9.00 روپے (90 فیصد) کے حساب سے تیسرے عبوری کیش ڈیویڈنڈ کا اعلان کیا، جو پہلے ادا کیے گئے 180 فیصد کے ڈیویڈنڈ کے علاوہ ہے۔ اس طرح 30 ستمبر 2026ء کو ختم ہونے والے نو ماہ کے دوران مجموعی کیش ڈیویڈنڈ 270 فیصد ہو گیا ہے۔

مستقبل کے حوالے سے، ایم سی بی بینک مضبوط سرمایہ جاتی بنیاد، وافر لیکویڈیٹی، ڈیپازٹس کے بڑھتے ہوئے کاروبار، آمدنی کے متنوع ذرائع اور منظم رسک مینجمنٹ کی بدولت اپنی ترقی کا سفر جاری رکھنے کے لیے مضبوط پوزیشن میں ہے۔ بینک صارفین کے ساتھ تعلقات مضبوط بنانے، ڈیجیٹل صلاحیتوں کو وسعت دینے، آپریٹل کارکردگی بہتر بنانے اور اپنے حصص یافتگان کے لیے طویل المدتی پائیدار قدر پیدا کرنے پر اپنی توجہ برقرار رکھنے کے لیے پرعزم ہے۔

دور بند

پاکستان کریڈٹ ریٹنگ ایجنسی نے 23 جون 2026 کو جاری کردہ اعلان سے ڈریجنگ ایم سی بی بینک کی طویل المدتی اور قلیل المدتی کریڈٹ ریٹنگ بالترتیب ٹریپ اے اور اے ون پلس کی سطح پر برقرار رکھی ہے۔

معاشی جائزہ

سال 2026ء کے نو ماہ کے عرصے کے دوران، عالمی معاشی ماحول بنیادی طور پر تین عوامل سے متاثر رہا: امریکہ اور ایران کے درمیان تنازع کا جاری رہنا اور عالمی توانائی کی منڈیوں میں غلغلہ، بڑی ترقی یافتہ معیشتوں میں مانیٹری پالیسی کا دوبارہ سخت ہونا، اور مصنوعی ذہانت (AI) و ڈیجیٹل انفراسٹرکچر کے حوالے سے مسلسل سرمایہ کاری اور مارکیٹ کا مثبت رجحان۔ ان عوامل کے باعث جغرافیائی و سیاسی اور افراتفر کے خطرات بلند رہے اور عالمی اگاہ جات کی متنوع اقسام میں مختلف نوعیت کے نتائج ظہور پذیر ہوئے۔

زیر جائزہ مدت کے دوران، امریکہ اور ایران کے درمیان تنازع عالمی جغرافیائی و سیاسی اور معاشی خطرات کا سب سے نمایاں عنصر رہا۔ 2026ء کے وسط میں کشیدگی میں عارضی کمی برقرار نہ رہی اور سرمایہ کے دوران محاذ آرائی جاری رہی۔ آبنائے ہرمز عالمی توانائی کی ترسیل میں خلل کا ایک اہم مرکز بنی رہی۔ تیسری سرمایہ کے دوران، تیل کی قیمتوں میں نمایاں اضافہ ہوا اور ریٹ خام تیل کی قیمت 100 امریکی ڈالرز فی بیرل سے تھوڑا کم ہو گیا، جبکہ خام تیل اور مائع قدرتی گیس (LNG) کی ترسیل میں رکاوٹوں نے توانائی سے جوئے خدشات کے پریمیم (لاگت) میں اضافہ کیا۔

اس مدت کے دوران، توانائی کی قیمتوں کے مسلسل دباؤ کے باعث بڑی ترقی یافتہ معیشتوں کی مانیٹری پالیسی مزید سخت ہو گئی۔ فیڈرل ریزرو نے ستمبر میں فیڈرل فنڈ ریٹ کی ہفتی حد میں 25 ہیر پوائنٹس اضافہ کرتے ہوئے 3.75 - 4.00 فیصد کر دیا۔ اس فیصلے کی وجوہات میں بلند افراط زر، نئی اخراجات میں مضبوط اضافہ، پیداواری صلاحیت میں مضبوط ترقی اور سرمایہ کاری کی نمایاں سرگرمیاں شامل تھیں۔

دوسری جانب، مصنوعی ذہانت اور ڈیجیٹل انفراسٹرکچر کے حوالے سے طویل المدتی مثبت توقعات عالمی ایکویٹی مارکیٹوں کو مدد فراہم کرتی رہیں۔ ٹیکنالوجی کی بڑی کمپنیوں کی مضبوط آمدنی اور مصنوعی ذہانت کے انفراسٹرکچر، سیکنڈ کٹرز اور ڈیٹا سنٹرز میں نمایاں سرمایہ کاری نے تیل کی بلند قیمتوں، قرض حاصل کرنے کی بڑھتی ہوئی لاگت اور جغرافیائی و سیاسی غیر یقینی صورت حال کے باوجود، حصص کی مالیت کو سہارا دیا۔ اس سرمایہ کے دوران، عالمی ایکویٹی انڈیکس مضبوط رہے، جن میں امریکی ٹیکنالوجی کمپنیوں کے حصص نے نمایاں شمولیت ظاہر کی۔ مصنوعی ذہانت سے متعلق پارڈویز کی مضبوط طلب نے سیکنڈ کٹرز کی آمدنی اور سرمایہ جاتی اخراجات کو بھی سہارا دیا۔

ابھرتی ہوئی منڈیوں کے لیے یہ مدت توانائی کی بلند قیمتوں، عالمی بانڈز پر زیادہ منافع اور جغرافیائی و سیاسی خطرات کے تسلسل کے استخراج کے باعث چیلنج رہی۔ تیل درآمد کرنے والی معیشتیں، توانائی کی بڑھتی ہوئی لاگت اور قرض کے بڑھتے ہوئے حصول سے خاص طور پر متاثر ہوئیں۔ جولائی کے دوران، بین الاقوامی مالیاتی فنڈ (IMF) کی عالمی اقتصادی منظر نامے کی تازہ رپورٹ میں نشاندہی کی گئی کہ جنگ سے پیدا ہونے والا توانائی کا بحران، توانائی درآمد کرنے والے ممالک اور کمزور معیشتوں پر دباؤ ڈال رہا ہے۔ جبکہ مصنوعی ذہانت سے پیدا ہونے والی طلب عالمی ٹیکنالوجی ویلیو چین (value chain) سے منسلک ممالک کو فائدہ پہنچا رہی ہے۔

ڈائریکٹرز کا تجزیہ - 30 ستمبر 2026ء

بورڈ آف ڈائریکٹرز کی جانب سے ہم، ایم سی بی بینک لمیٹڈ (ایم سی بی) کے 30 ستمبر 2026ء کو اختتام پذیر نو ماہ کے مالیاتی گوشواروں کو آپ کے سامنے پیش کرتے ہوئے نہایت مسرت محسوس کرتے ہیں۔

کارکردگی کا جائزہ

30 ستمبر 2026ء کو اختتام پذیر مدت تک کے بینک کے انفرادی منافع قبل وبعد انٹیکس اور تنصیص، مندرجہ ذیل ہے:

بلین روپے
86,323
44,908
41,415
121,802
1,179
1
118
123,100
164,515
(4,141)
(10,666)
(10,666)
(10,666)
(36,139)
128,376

منافع قبل از ٹیکس

ٹیکس

منافع بعد از ٹیکس

اختتامی غیر تنصیص شدہ منافع

ایف وی اوی آئی (FVOCI) کے ذریعے ایکویٹی انٹرمینٹس کی فروخت سے حاصل شدہ سرپلس - خالص از ٹیکس
ٹان ٹیکنگ اثاثہ جات کی فروخت سے حاصل شدہ سرپلس - خالص از ٹیکس
از سر نو تخلیق شدہ جائیداد آلات کے سرپلس سے اضافی فروسٹگی کی غیر تنصیص شدہ منافع میں منتقلی - خالص از ٹیکس

تنصیص کے لیے دستیاب منافع

تنصیص:

قانونی ریزرو میں منتقلی

تحتی کیش ڈیویڈنڈ 9 روپے فی حصص 31 دسمبر 2025

پہلا عبوری کیش ڈیویڈنڈ 9 روپے فی حصص 31 مارچ 2026

دوسرا عبوری کیش ڈیویڈنڈ 9 روپے فی حصص 30 جون 2026

کل تنصیص

اختتامی غیر تنصیص شدہ منافع

ایم سی بی بینک نے 86.3 بلین روپے کا منافع قبل از ٹیکس اور 41.4 بلین روپے کا منافع بعد از ٹیکس رپورٹ کیا، جس کے نتیجے میں فی حصص آمدنی 34.95 روپے رہی۔ مجموعی بنیاد پر منافع قبل از ٹیکس 92.7 ارب روپے جبکہ منافع بعد از ٹیکس 44.3 بلین روپے رہا۔ بینک نے اثاثوں پر منافع 1.62 فیصد اور ایکویٹی پر منافع 22.21 فیصد رپورٹ کیا، جو اس کی آمدنی کی مضبوط بنیاد اور مالی وسائل کے موثر استعمال کا مظہر ہے۔

زیر جائزہ مدت کے دوران، بینک کی کل آمدنی 144.3 بلین روپے رہی، جو گزشتہ سال کی اسی مدت کے مقابلے میں 7 فیصد زیادہ ہے۔ خالص مارک اپ آمدنی بڑھ کر 114.8 بلین روپے ہو گئی، جبکہ گزشتہ سال کے پہلے نو ماہ میں یہ 108.8 بلین روپے تھی۔ اس اضافے میں ٹیلیسٹیٹ کی توسیع اور کرنٹ اکاؤنٹ ڈیپازٹس کے مسلسل فروغ کے نتیجے میں ڈیپازٹس کی لاگت میں کمی نے اہم کردار ادا کیا۔ سال 2026ء کے نو ماہ کے اوسط کرنٹ اکاؤنٹ ڈیپازٹس کا تناسب 53.45 فیصد رہا۔ جبکہ سال 2025ء کے نو ماہ میں اس کا تناسب 51.28 فیصد تھا۔ اس بہتری نے نا صرف بینک کی کم لاگت فنڈنگ کی برتری کو مزید مضبوط کیا بلکہ اس زیر جائزہ مدت میں اوسط پالیسی ریٹ کے گزشتہ سال کی اسی مدت کی 11.56 فیصد سے کمی کے ساتھ 11.07 فیصد کی شرح تک آ جانے کی وجہ سے منافع کی تناسب میں تیزی کے اثرات کو کم کرنے میں مدد دی۔

ٹان مارک اپ آمدنی گزشتہ سال کے مقابلے میں، سال بہ سال کی بنیاد پر، 14 فیصد کے اضافے کے ساتھ 29.6 بلین روپے تک پہنچ گئی، جبکہ سال 2025ء کے نو ماہ میں اس کی سطح 26 بلین روپے تھی۔ یہ اضافہ آمدنی کے اہم ذرائع میں وسیع البیاد ترقی کی عکاسی کرتا ہے۔ فیس اور کمیشن کی آمدنی 26 فیصد اضافے کے ساتھ 17.6 بلین روپے رہی۔ اس کی بنیادی وجوہات میں بینک کے ڈیجیٹل بینکاری کے کاروبار میں مسلسل ترقی، لین و دین کے حجم میں اضافہ اور صارفین کی بڑھتی ہوئی شمولیت شامل ہیں۔ کارڈ سے متعلق آمدنی میں 0.704 بلین روپے کا اضافہ ہوا۔ جبکہ گزشتہ سال میں فنانس فیس میں بالترتیب 0.162 بلین روپے اور 0.153 بلین روپے کا اضافہ درج ہوا۔ زرمبادلہ کی آمدنی، ڈیویڈنڈ آمدنی اور سیکورٹیز پر منافع نے بھی بالترتیب 5.945 بلین روپے، 2.735 بلین روپے اور 2.893 بلین روپے کے ذریعے بینک کی ٹان مارک اپ آمدنی میں اپنا حصہ ڈالا۔

کاروباری اخراجات میں گزشتہ سال کے مقابلے میں سال بہ سال کی بنیاد پر، 10 فیصد کا اضافہ دیکھا گیا۔ جس کی وجہ بینک کی طویل المدتی ترقی کو مضبوط بنانے کے لیے ٹیکنالوجی سے جوئے اقدامات، انفرادی قوت اور اپنے برانڈ کی ترقی میں مسلسل سرمایہ کاری ہے۔ ان سرمایہ کاریوں کے باوجود، ایم سی بی نے آمدنی کے مقابلے میں اخراجات کا تناسب 38.61 فیصد کی مناسب سطح پر برقرار رکھا، جو اخراجات کے منظم انتظام اور آپریٹل کارکردگی پر مسلسل توجہ کی غمازی کرتا ہے۔

ٹیلیسٹیٹ کے حوالے سے، 30 ستمبر 2026ء کو بینک کے کل اثاثے 336 بلین روپے (10 فیصد) کے اضافے کے ساتھ 3.6 ٹریلین روپے تک پہنچ گئے۔ جبکہ سال 2025ء کے اختتام پر یہ 3.25 ٹریلین روپے تھے۔ سرمایہ کاری کا پورٹ فولیو، 211 بلین روپے (10.8 فیصد) کے اضافے کے ساتھ 2.16 ٹریلین روپے پر پہنچ گیا۔ قرض طلب میں

Unconsolidated Condensed Interim Statement of Financial Position
As at September 30, 2026



Note	Unaudited September 30, 2026	Audited December 31, 2025
-----Rupees in '000-----		
ASSETS		
Cash and balances with treasury banks	230,939,672	190,083,526
Balances with other banks	27,628,946	39,698,066
Lendings to financial institutions	145,304,038	99,048,299
Investments	2,157,765,432	1,947,224,674
Advances	773,464,323	690,318,710
Property and equipment	100,330,178	97,069,222
Right-of-use assets	7,588,395	7,456,518
Intangible assets	1,356,168	1,351,034
Other assets	138,256,315	174,806,913
Total Assets	3,582,633,467	3,247,056,962
LIABILITIES		
Bills payable	17,793,040	25,617,252
Borrowings	390,084,758	457,871,857
Deposits and other accounts	2,707,784,521	2,261,275,030
Lease liabilities	12,139,519	11,804,530
Subordinated debt	-	-
Deferred tax liabilities	28,954,109	44,947,104
Other liabilities	115,159,668	129,799,963
Total Liabilities	3,271,915,615	2,931,315,736
NET ASSETS	310,717,852	315,741,226
REPRESENTED BY		
Share capital	11,850,600	11,850,600
Reserves	113,422,524	109,983,273
Surplus on revaluation of assets	57,068,024	72,105,363
Unappropriated profit	128,376,704	121,801,990
	310,717,852	315,741,226
CONTINGENCIES AND COMMITMENTS		
25		

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

Unconsolidated Condensed Interim Statement of Profit and Loss Account (Un-Audited)
For The Nine Months Period Ended September 30, 2026



Note	Quarter Ended July 01 to September 30, 2026	Quarter Ended July 01 to September 30, 2025	Nine Months Ended January 01 to September 30, 2026	Nine Months Ended January 01 to September 30, 2025
-----Rupees in '000-----				
Mark-up / return / interest earned	81,080,677	76,610,728	227,641,104	220,755,359
Mark-up / return / interest expensed	41,584,608	39,152,862	112,856,112	111,951,234
Net mark-up / interest income	39,496,069	37,457,866	114,784,992	108,804,125
NON MARK-UP / INTEREST INCOME				
Fee and commission income	5,708,594	4,146,760	17,627,300	13,979,827
Dividend income	673,435	576,933	2,734,567	3,154,588
Foreign exchange income	1,870,932	2,932,773	5,944,372	7,883,419
Income from derivatives	79	1,061	1,054	3,343
Gain / (loss) on securities - net	2,505,836	630,640	2,893,187	489,757
Net gains / (loss) on derecognition of financial assets measured at amortised cost	-	-	-	-
Other income	127,556	210,763	353,907	509,629
Total non-markup / interest income	10,886,432	8,498,930	29,554,387	26,020,563
Total income	50,382,501	45,956,796	144,339,379	134,824,688
NON MARK-UP / INTEREST EXPENSES				
Operating expenses	18,892,079	16,947,745	55,727,620	50,766,144
Workers Welfare Fund	623,793	588,333	1,726,469	1,749,654
Other charges	77,292	212,107	256,119	370,550
Total non-markup / interest expenses	19,593,164	17,748,185	57,710,208	52,886,348
Profit before credit loss allowance	30,789,337	28,208,611	86,629,171	81,938,340
Credit loss allowance and write offs - net	(400,050)	(1,208,047)	305,966	(5,544,373)
PROFIT BEFORE TAXATION	31,189,387	29,416,658	86,323,205	87,482,713
Taxation	16,249,633	15,624,833	44,908,420	46,385,184
PROFIT AFTER TAXATION	14,939,754	13,791,825	41,414,785	41,097,529
-----Rupees -----				
Basic and diluted earnings per share	12.61	11.64	34.95	34.68

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

Anjum Javed
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President / CEO

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Director

Shahzad Hussain
Director

Muhammad Ali Zeb
Director

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Shahzad Hussain
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Muhammad Ali Zeb
Director

Unconsolidated Condensed Interim Statement of Comprehensive Income (Un-Audited)
For The Nine Months Period Ended September 30, 2026



	Quarter Ended		Nine Months Ended	
	July 01 to September 30, 2026	July 01 to September 30, 2025	January 01 to September 30, 2026	January 01 to September 30, 2025
	-----Rupees in '000-----			
Profit after taxation for the period	14,939,754	13,791,825	41,414,785	41,097,529
Other comprehensive income / (loss)				
Items that may be reclassified to statement of profit and loss account in subsequent periods:				
Effect of translation of net investment in foreign branches	199,773	(341,432)	(702,228)	(63,144)
Movement in surplus / (deficit) on revaluation of debt investments through FVOCI - net of tax	(4,435,031)	(482,708)	(11,892,906)	9,682,103
	(4,235,258)	(824,140)	(12,595,134)	9,618,959
Items that will not be reclassified to statement of profit and loss account in subsequent periods:				
Movement in surplus / (deficit) on revaluation of equity investments through FVOCI - net of tax	(2,200,828)	6,071,212	(1,846,405)	6,243,910
	(2,200,828)	6,071,212	(1,846,405)	6,243,910
Total comprehensive income	8,503,668	19,038,897	26,973,246	56,960,398

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

Unconsolidated Condensed Interim Statement of Changes in Equity (Un-Audited)
For The Nine Months Period Ended September 30, 2026



	Quarter Ended		Nine Months Ended	
	July 01 to September 30, 2026	July 01 to September 30, 2025	January 01 to September 30, 2026	January 01 to September 30, 2025
	-----Rupees in '000-----			
Share capital	11,656,000	25,751,114	11,656,000	25,751,114
Share premium	25,751,114	980,317	25,751,114	980,317
Capital reserve				
Non-distributable capital reserve				
Exchange translation reserve	9,826,207	9,826,207	9,826,207	9,826,207
Reserve reserve	18,638,000	18,638,000	18,638,000	18,638,000
Statutory reserve	52,842,981	52,842,981	52,842,981	52,842,981
Unappropriated profit	170,426,794	170,426,794	170,426,794	170,426,794
Surplus / (deficit) on revaluation of property and equipment	7,432,021	1,734,405	7,432,021	1,734,405
Surplus / (deficit) on revaluation of investments	8,341,010	8,341,010	8,341,010	8,341,010
Revaluation reserve	15,883,031	15,883,031	15,883,031	15,883,031
Transfer to statutory reserve	4,108,703	4,108,703	4,108,703	4,108,703
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment	97,832	97,832	97,832	97,832
Surplus realized on disposal of investments in equity instruments through FVOCI - net of tax	2,233,865	2,233,865	2,233,865	2,233,865
Surplus realized on disposal of revalued property and equipment - net of tax	803,802	803,802	803,802	803,802
Surplus realized on disposal of revalued assets - net of tax	23,873	23,873	23,873	23,873
Transactions with owners, recorded directly in equity				
Final cash dividend of Rs. 1.15 per share - December 31, 2024				
Interim cash dividend of Rs. 1.15 per share - March 31, 2025				
Interim cash dividend of Rs. 1.15 per share - June 30, 2025				
Balance as at September 30, 2025 (Un-audited)	11,656,000	25,751,114	11,656,000	25,751,114
Profit after taxation for the three months period ended December 31, 2025				
Other comprehensive income - net of tax				
Effect of translation of net investment in foreign branches				
Movement in surplus on revaluation of investments in equity instruments through FVOCI - net of tax				
Movement in surplus on disposal of revalued assets - net of tax				
Reinvestment plan on dividend received through FVOCI - net of tax				
Movement in surplus / (deficit) on revaluation of debt investments through FVOCI - net of tax				
Movement in surplus / (deficit) on revaluation of equity investments through FVOCI - net of tax				
Transfer to statutory reserve				
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment				
Surplus realized on disposal of investments in equity instruments through FVOCI - net of tax				
Surplus realized on disposal of revalued property and equipment - net of tax				
Surplus realized on disposal of revalued assets - net of tax				
Transactions with owners, recorded directly in equity				
Final cash dividend of Rs. 1.15 per share - December 31, 2024				
Interim cash dividend of Rs. 1.15 per share - March 31, 2025				
Interim cash dividend of Rs. 1.15 per share - June 30, 2025				
Balance as at September 30, 2026 (Un-audited)	11,656,000	25,751,114	11,656,000	25,751,114

For details of related disclosures and appropriations, please refer note 41 to these unconsolidated condensed interim financial statements.
For details of reserves, please refer note 22 to these unconsolidated condensed interim financial statements.
The annexed notes 1 to 43 form an integral part of these unconsolidated condensed interim financial statements.

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Muhammad Ali Zeb
Director

Unconsolidated Condensed Interim Cash Flow Statement (Un-Audited)
For The Nine Months Period Ended September 30, 2026



CASH FLOW FROM OPERATING ACTIVITIES

Note	Nine Months Ended	
	January 01 to September 30, 2026	January 01 to September 30, 2025
	-----Rupees in '000-----	
Profit before taxation	86,323,205	87,482,713
Less: Dividend income	(2,734,567)	(3,154,588)
	83,588,638	84,328,125
Adjustments:		
Net mark-up / interest income	(114,784,992)	(108,804,125)
Depreciation on property and equipment	3,769,151	3,239,350
Depreciation on right-of-use assets	1,359,590	1,275,611
Depreciation on non-banking assets acquired in satisfaction of claims	6,923	12,332
Amortization	394,323	412,910
Credit loss allowance and write offs - net	305,968	(5,544,373)
Gain on sale of property and equipment - net	(175,915)	(318,029)
(Gain) / loss on sale of non-banking assets acquired in satisfaction of claims - net	(13,029)	-
Finance charges on lease liability against right-of-use assets	1,442,911	1,227,730
Workers Welfare Fund	1,726,469	1,749,654
Reversal for defined benefit plans - net	(939,368)	(763,680)
Gain on termination of lease liability against right-of-use assets	(47,323)	(43,443)
Unrealized loss / (gain) on revaluation of investments classified as FVTPL	320,295	(275,344)
	(106,634,999)	(107,831,407)
(Increase) / decrease in operating assets	(23,046,361)	(23,503,282)
Lendings to financial institutions	(46,254,808)	(53,865,091)
Securities classified as FVTPL	194,796	2,003,958
Advances	(84,364,230)	412,757,828
Others assets (excluding advance taxation)	14,727,373	(17,257,730)
	(115,696,869)	343,638,965
Increase / (decrease) in operating liabilities		
Bills Payable	(7,824,212)	(30,520,833)
Borrowings	(69,586,379)	243,200,013
Deposits	446,509,491	309,445,493
Other liabilities (excluding current taxation)	(16,449,454)	(8,456,704)
	352,649,446	513,667,969
Mark-up / interest received	237,834,688	212,669,848
Mark-up / interest paid	(97,518,464)	(132,168,234)
Defined benefits paid	(189,498)	(205,951)
Income tax paid	(48,451,306)	(55,511,313)
Net cash generated from operating activities	305,581,636	858,588,002
CASH FLOW FROM INVESTING ACTIVITIES		
Net investment in securities classified as FVOCI	(241,538,636)	(805,526,491)
Net divestment / (investment) in securities classified as amortized cost	2,078,567	(3,600,399)
Dividends received	2,664,429	3,120,921
Investments in property and equipment	(7,123,744)	(9,869,881)
Proceeds from sale of property and equipment	240,424	1,745,529
Investments in intangible assets	(404,087)	(420,579)
Proceeds from sale of non-banking assets acquired in satisfaction of claims	70,000	151,000
Effect of translation of net investment in foreign branches	(702,228)	(63,144)
Net cash used in investing activities	(244,715,275)	(814,463,044)
CASH FLOW FROM FINANCING ACTIVITIES		
Payment of lease liability against right-of-use-assets	(2,541,940)	(2,102,169)
Dividend paid	(31,756,639)	(31,726,126)
Net cash used in financing activities	(34,298,579)	(33,828,295)
Effects of credit loss allowance changes on cash and cash equivalents	419,963	(2,083)
Increase in cash and cash equivalents	26,987,745	10,294,580
Cash and cash equivalents at beginning of the period	228,521,578	191,778,966
Effects of exchange rate changes on cash and cash equivalents	(1,165,640)	830,231
Opening expected credit loss allowance on cash and cash equivalents	(619,315)	(562,567)
	226,736,623	192,046,630
	253,724,368	202,341,210

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

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



1. STATUS AND NATURE OF BUSINESS

MCB Bank Limited (the 'Bank') is a banking company incorporated in Pakistan and is engaged in commercial banking and related services. The Bank's ordinary shares are listed on the Pakistan stock exchange. The Bank's Registered Office and Principal Office are situated at MCB - 15 Main Gulberg, Lahore. The Bank operates 1,431 branches (2025: 1,401 branches) within Pakistan and 9 branches (2025: 9 branches) outside Pakistan (including the Karachi Export Processing Zone branch).

2. BASIS OF PREPARATION

- 2.1** These unconsolidated condensed interim financial statements represent separate financial statements of MCB Bank Limited. The consolidated condensed interim financial statements of the Group are being issued separately.
- 2.2** In accordance with the directives of the Federal Government regarding the shifting of the banking system to Islamic modes, the State Bank of Pakistan has issued various circulars from time to time. Permissible forms of trade-related modes of financing include purchase of goods by banks from their customers and immediate resale to them at appropriate profit in price on deferred payment basis. The purchases and sales arising under these arrangements are not reflected in these unconsolidated condensed interim financial statements as such but are restricted to the amount of facility actually utilized and the appropriate portion of profit thereon.
- 2.3** The unconsolidated condensed interim financial statements are presented in Pak Rupees, which is the Bank's functional and presentation currency of its primary economic environment.
- 2.4** These unconsolidated condensed interim financial statements have been prepared under the historical cost convention except that certain classes of property and equipment and non-banking assets acquired in satisfaction of claims are stated at revalued amounts; investments classified at fair value through profit and loss and fair value through other comprehensive income; foreign exchange contracts and derivative financial instruments are measured at fair value and net defined benefit obligations are carried at fair value of plan assets less present value of defined benefit obligations.

3. STATEMENT OF COMPLIANCE

- 3.1** These unconsolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:
- International Accounting Standard 34 "Interim Financial Reporting" issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act 2017;
 - Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Banking Companies Ordinance, 1962 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 IAS 34, IFRS or IFAS, the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives, shall prevail.

- 3.2** The State Bank of Pakistan has deferred the applicability of International Accounting Standards 40, 'Investment Property' for Banking Companies through BSD Circular No. 10 dated August 26, 2002. Accordingly, the requirements of the standard have not been considered in the preparation of these unconsolidated condensed interim financial statements.
- 3.3** 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 requirements of consolidation under section 237 of the repealed Companies Ordinance 1984 (Section 228 of Companies Act, 2017) and IFRS 10 "Consolidated Financial Statements" are not applicable in case of investment by companies in mutual funds established under Trust structure.
- 3.4** The disclosures made in these unconsolidated condensed interim financial statements have been limited based on a format prescribed by the SBP vide BPRD Circular No. 02 of 2023 dated February 09, 2023 and IAS 34 "Interim Financial Reporting". These unconsolidated condensed interim financial statements do not include all the information and disclosures required in the audited annual financial statements, and should be read in conjunction with the audited annual unconsolidated financial statements for the financial year ended December 31, 2025.
- 3.5 Standards, interpretations of and amendments to published approved accounting standards that are effective in the current period**
- There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after January 1, 2026 but are considered not to be relevant or do not have any material effect on the Bank's operations and therefore are not detailed in these unconsolidated condensed interim financial statements.

Anjum Javed
Chief Financial Officer

Muhammad Nauman Chughtai
President / CEO

Main Umer Mansha
Director

Shahzad Hussain
Director

Muhammad Ali Zeb
Director

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



3.6 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

The following new standard will be effective from the date mentioned below:

Effective date
(annual periods
beginning on or
after)
January 01, 2027

IFRS 18 – Presentation and Disclosure in Financial Statements

4. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies and methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the audited annual unconsolidated financial statements of the Bank for the year ended December 31, 2025.

5. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

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.

6. FINANCIAL RISK MANAGEMENT

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

7. CASH AND BALANCES WITH TREASURY BANKS

Note	Unaudited September 30, 2026	Audited December 31, 2025
-----Rupees in '000-----		
In hand		
Local currency	43,268,943	39,426,882
Foreign currencies	8,334,341	7,212,191
	51,603,284	46,639,073
With State Bank of Pakistan in		
Local currency current account	111,105,384	83,881,413
Foreign currency current accounts	8,189,033	5,606,778
Foreign currency deposit account	11,488,121	8,716,198
	130,782,538	98,204,389
With other central banks in		
Foreign currency current accounts	22,935,263	22,595,643
With National Bank of Pakistan in		
Local currency current accounts	25,713,420	22,917,504
Prize bonds	89,292	109,340
Less: Credit loss allowance held against cash and balances with treasury banks	(184,125)	(382,423)
Cash and balances with treasury banks - net of credit loss allowance	230,939,672	190,083,526

8. BALANCES WITH OTHER BANKS

Inside Pakistan		
In current account	87,506	247,620
Outside Pakistan		
In current accounts	9,714,871	20,886,919
In deposit accounts	17,841,798	18,800,419
	27,556,669	39,687,338
Less: Credit loss allowance held against balances with other banks	(15,229)	(236,892)
Balances with other banks - net of credit loss allowance	27,628,946	39,698,066

9. LENDINGS TO FINANCIAL INSTITUTIONS

Call / clean money lendings	91,340,130	94,049,292
Repurchase agreement lendings (Reverse Repo)	53,963,970	5,000,000
	145,304,100	99,049,292
Less: Credit loss allowance held against lending to financial institutions	(62)	(993)
Lendings to financial institutions - net of credit loss allowance	145,304,038	99,048,299

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



9.1 Particulars of credit loss allowance

Domestic

Unaudited September 30, 2026	Credit loss allowance held	Audited December 31, 2025	Credit loss allowance held
Lendings		Lendings	
-----Rupees in '000-----			
Performing	53,963,970	16,747,596	(993)
Under performing	-	-	-
Non-performing	-	-	-
Substandard	-	-	-
Doubtful	-	-	-
Loss	-	-	-
Sub total	53,963,970	16,747,596	(993)

Overseas

Unaudited September 30, 2026	Credit loss allowance held	Audited December 31, 2025	Credit loss allowance held
Lendings		Lendings	
Performing	91,340,130	82,301,696	-
Under performing	-	-	-
Non-performing	-	-	-
Substandard	-	-	-
Doubtful	-	-	-
Loss	-	-	-
Sub total	91,340,130	82,301,696	-
Total	145,304,100	99,049,292	(993)

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



INVESTMENTS	Unaudited September 30, 2026				Audited December 31, 2025			
	Cost / Amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value
Rupees in '000								
FVTPL								
Federal Government Securities	1,449,157	-	-	1,449,157	873,016	-	-	873,016
Non Government Debt Securities	9,547,850	(7,706)	(7,706)	9,540,144	8,646,961	(9,586)	(9,586)	8,637,375
Foreign securities	1,425,515	(93,270)	(93,270)	1,332,245	1,398,413	(5,135)	(5,135)	1,393,278
Shares and units	1,266,037	-	(219,319)	1,046,718	2,703,278	-	276,408	2,979,686
	13,688,559	-	(320,295)	13,368,264	13,621,668	-	261,687	13,883,355
FVOCI								
Federal Government Securities	1,976,852,231	(60,856)	12,735,801	1,989,527,176	1,726,971,121	(169,923)	37,363,453	1,764,164,651
Shares	49,519,764	-	19,271,798	68,791,562	50,659,782	-	25,575,402	76,235,184
Foreign Securities	62,303,628	-	(86,766)	62,216,862	66,938,879	-	62,470	67,001,349
	2,088,675,623	(60,856)	31,920,833	2,120,535,600	1,844,569,782	(169,923)	63,001,325	1,907,401,184
Amortised Cost								
Federal Government Securities	3,910,609	(91,051)	-	3,819,558	6,389,592	(201,618)	-	6,187,974
Provincial Government Securities	118	(118)	-	-	118	(118)	-	-
Non Government Debt Securities	1,064,548	(464,829)	-	599,719	1,191,229	(469,426)	-	721,803
Foreign securities	775,428	(1,775)	-	773,653	361,880	(160)	-	361,720
	5,750,703	(557,773)	-	5,192,930	7,942,819	(671,322)	-	7,271,497
Associates	700,401	-	-	700,401	700,401	-	-	700,401
Subsidiaries	17,968,237	-	-	17,968,237	17,968,237	-	-	17,968,237
Total Investments	2,126,783,523	(618,629)	31,600,538	2,157,765,432	1,884,802,907	(841,245)	63,263,012	1,947,224,674

10.1.1 Investments given as collateral

- Market Treasury Bills
- Pakistan Investment Bonds

10.2 Credit loss allowance for diminution in value of investments

Opening balance
Exchange adjustments
Charge for the period / year
Reversals for the period / year
Closing balance

Unaudited September 30, 2026	Audited December 31, 2025	Rupees in '000	
		Unaudited September 30, 2026	Audited December 31, 2025
28,796,694	4,459,153		
278,120,012	389,509,264		
306,916,706	393,968,417		
841,245	1,120,960		
(3,271)	4,482		
1,402	11,979		
(220,747)	(296,176)		
(219,345)	(284,197)		
618,629	841,245		

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



10.3 Particulars of credit loss allowance against debt securities

Domestic

Performing
Under performing
Non-performing
Substandard
Doubtful
Loss

Stage 1
Stage 2
Stage 3

Overseas

Performing
Under performing
Non-performing

Stage 1
Stage 2
Stage 3

Total

10.4 Summarized financial information of associates and subsidiaries

Associates

Euronet Pakistan (Private) Limited
(unaudited based on September 30, 2026)

Adamjee Insurance Company Limited
(unaudited based on June 30, 2026)

Subsidiaries

MCB Islamic Bank Limited
(unaudited based on September 30, 2026)

MCB Investment Management Limited
(unaudited based on September 30, 2026)

MCB Non-Bank Credit Organization Closed Joint Stock Company
(unaudited based on September 30, 2026)

MCB Exchange Company (Private) Limited
(unaudited based on September 30, 2026)

Associates

Euronet Pakistan (Private) Limited
(unaudited based on December 31, 2025)

Adamjee Insurance Company Limited
(unaudited based on September 30, 2025)

Subsidiaries

MCB Islamic Bank Limited
(audited based on December 31, 2025)

MCB Investment Management Limited
(audited based on June 30, 2025)

MCB Non-Bank Credit Organization Closed Joint Stock Company
(audited based on December 31, 2025)

MCB Exchange Company (Private) Limited
(unaudited based on December 31, 2025)

Unaudited September 30, 2026		Audited December 31, 2025	
Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
Rupees in '000			
1,975,298,681	3,690	1,719,109,725	2,287
-	-	563,891	-
-	-	-	-
461,257	461,257	467,257	467,257
461,257	461,257	467,257	467,257
1,975,759,938	464,947	1,720,140,873	469,544
81,569,146	153,682	81,244,226	160
-	-	11,386,110	371,541
-	-	-	-
81,569,146	153,682	92,630,336	371,701
2,057,329,084	618,629	1,812,771,209	841,245

Unaudited September 30, 2026						
Country of incorporation	% of interest held	Revenue	Profit / (loss) after tax	Total comprehensive income / (loss)	Assets	Liabilities
Rupees in '000						
Pakistan	30.00%	2,139,524	80,507	80,507	4,152,931	3,451,473
Pakistan	20.00%	39,807,384	2,964,156	4,017,370	275,004,394	219,938,214
Pakistan	100.00%	25,961,515	1,595,605	459,993	411,172,390	382,944,416
Pakistan	81.42%	1,127,550	237,768	237,768	6,398,131	1,575,502
Azerbaijan	99.94%	974,274	317,292	317,292	8,363,815	6,383,235
Pakistan	100.00%	143,775	(43,224)	(43,224)	1,021,148	64,216

Audited December 31, 2025						
Country of incorporation	% of interest held	Revenue	Profit / (loss) after tax	Total comprehensive income / (loss)	Assets	Liabilities
Rupees in '000						
Pakistan	30.00%	2,417,659	440,980	440,980	3,155,701	2,434,018
Pakistan	20.00%	52,612,992	4,475,970	7,807,970	258,072,849	208,571,009
Pakistan	100.00%	32,684,154	2,279,490	1,821,975	337,298,018	309,530,037
Pakistan	81.42%	4,787,594	1,758,371	1,758,371	5,023,564	1,743,181
Azerbaijan	99.94%	1,102,344	255,490	255,490	7,439,845	5,756,939
Pakistan	100.00%	90,062	(43,141)	(43,141)	1,097,364	97,208

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



11. ADVANCES

Loans, cash credits, running finances, etc.
Bills discounted and purchased
Advances - gross

Credit loss allowance against advances

- Stage 1
- Stage 2
- Stage 3
- General

Advances - net of credit loss allowance

11.1 Particulars of advances (gross)

In local currency
In foreign currencies

11.2 Advances include Rs. 49,049,797 million (2025: Rs. 49,756,149 million) which have been placed under Stage 3 status as detailed below:

Category of Classification

Domestic
Other Assets Especially Mentioned (OAE)

Substandard

Doubtful

Loss

Overseas

Substandard

Doubtful

Loss

Total

11.2.1 This includes non-performing portfolio of agricultural, small enterprise and infrastructure project financing classified as "Other Assets Especially Mentioned" as per the requirements of respective Prudential Regulations issued by the State Bank of Pakistan.

Note	Performing		Non Performing		Total
	Unaudited September 30, 2026	Audited December 31, 2025	Unaudited September 30, 2026	Audited December 31, 2025	
11.3	745,050,516	658,172,285	48,556,295	49,261,137	793,606,811
	25,238,566	28,400,780	493,502	495,012	25,732,068
	770,289,082	686,573,065	49,049,797	49,756,149	819,338,879
	(2,586,106)	(1,676,548)	-	-	(2,586,106)
	(550,261)	(343,162)	-	-	(550,261)
	(5,790,437)	(5,850,070)	(36,947,752)	(38,140,724)	(36,947,752)
	(8,926,804)	(7,869,780)	(36,947,752)	(38,140,724)	(45,874,556)
	761,362,278	678,703,285	12,102,045	11,615,425	773,464,323
					690,318,710
Rupees in '000-----					
					613,784,005
					122,545,209
					819,338,879
					736,329,214
Rupees in '000-----					
					613,784,005
					122,545,209
					819,338,879
					736,329,214

Note

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

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Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

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Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

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Unaudited September 30, 2026

Audited December 31, 2025

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Unaudited September 30, 2026

Audited December 31, 2025

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Unaudited September 30, 2026

Audited December 31, 2025

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Unaudited September 30, 2026

Audited December 31, 2025

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Unaudited September 30, 2026

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Unaudited September 30, 2026

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Unaudited September 30, 2026

Audited December 31, 2025

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Unaudited September 30, 2026

Audited December 31, 2025

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Unaudited September 30, 2026

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Unaudited September 30, 2026

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Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

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Unaudited September 30, 2026

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Unaudited September 30, 2026

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Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

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Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

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Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

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Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

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Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

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Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

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Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

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Unaudited September 30, 2026

Audited December 31, 2025

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Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September 30, 2026

Audited December 31, 2025

Credit loss allowance

Non Performing Loans

Unaudited September

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



12. PROPERTY AND EQUIPMENT

Capital work-in-progress
Property and equipment

Note	Unaudited September 30, 2026	Audited December 31, 2025
	-----Rupees in '000-----	
12.1	3,881,616	6,040,900
	96,448,562	91,028,322
	100,330,178	97,069,222
	3,222,130	2,209,260
	242,955	17,535
	382,116	3,804,026
	34,415	10,079
	3,881,616	6,040,900
	Unaudited	
	Nine Months Period ended September 30, 2026	Nine Months Period ended September 30, 2025
	-----Rupees in '000-----	

12.1 Capital work-in-progress

Civil works
Equipment
Advance payment - suppliers and property acquisition
Others

12.2 Additions to property and equipment

The following additions have been made to property and equipment during the period:
Capital work-in-progress - net of transferred out for capitalization

Property and equipment

Building on freehold land
Building on leasehold land
Freehold land
Leasehold land
Electrical office and computer equipment
Furniture and fixture
Leasehold improvements
Vehicles

12.3 Disposal of property and equipment

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

Leasehold land
Freehold land
Vehicles
Furniture and fixture
Electrical office and computer equipment
Building on leasehold land

13. RIGHT-OF-USE ASSETS

Right-of-use assets

	Unaudited September 30, 2026			Audited December 31, 2025		
	Buildings	Others	Total	Buildings	Others	Total
	-----Rupees in '000-----					
13.1 At January 01,						
Cost	14,948,743	-	14,948,743	12,441,274	-	12,441,274
Accumulated depreciation	(7,492,225)	-	(7,492,225)	(6,395,928)	-	(6,395,928)
Net carrying amount at January 01,	7,456,518	-	7,456,518	6,045,346	-	6,045,346
Additions / adjustments during the period / year	1,553,356	-	1,553,356	3,313,968	-	3,313,968
Deletions during the period / year	(53,686)	-	(53,686)	(94,181)	-	(94,181)
Exchange adjustments	(8,203)	-	(8,203)	3,324	-	3,324
Depreciation charge for the period / year	(1,359,590)	-	(1,359,590)	(1,811,939)	-	(1,811,939)
Closing net carrying amount	7,588,395	-	7,588,395	7,456,518	-	7,456,518

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



14. INTANGIBLE ASSETS

Computer software
Capital work-in-progress

Note	Unaudited September 30, 2026	Audited December 31, 2025
	-----Rupees in '000-----	
	528,064	698,275
	828,104	652,759
	1,356,168	1,351,034
	Unaudited	
	Nine Months Period ended September 30, 2026	Nine Months Period ended September 30, 2025
	-----Rupees in '000-----	

14.1 Additions to intangible assets

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

Computer software
Capital work-in-progress - net of transferred out for capitalization

	228,742	159,720
	175,345	260,859
	404,087	420,579

15. OTHER ASSETS

Income / mark-up accrued in local currency
Income / mark-up accrued in foreign currencies
Advances, deposits, advance rent and other prepayments
Non-banking assets acquired in satisfaction of claims
Branch adjustment account
Mark to market gain on forward foreign exchange contracts
Unrealized gain on derivative financial instruments
Acceptances
Receivable from the pension fund
Clearing and settlement accounts
Deferred cost on staff loans
Claims receivable against fraud and forgeries
Others

Less: Credit loss allowance held against other assets

Other assets net of credit loss allowance

Surplus on revaluation of non-banking assets

acquired in satisfaction of claims

Other assets - total

15.1 Credit loss allowance held against other assets

Non banking assets acquired in satisfaction of claims
Claims receivable against fraud and forgeries
Mark-up accrued
Others

	Unaudited September 30, 2026	Audited December 31, 2025
	-----Rupees in '000-----	
	56,741,824	65,139,900
	1,103,633	1,007,491
	10,004,444	16,662,201
	1,103,639	1,165,624
	-	278,694
	5,211,582	1,012,088
	-	15,921
22	26,395,789	41,015,271
	18,696,872	17,312,255
	9,959,238	23,346,488
	7,242,649	6,534,465
	744,507	802,160
	3,954,567	3,691,705
	141,158,744	177,984,263
15.1	3,322,175	3,599,005
	137,836,569	174,385,258
24	419,746	421,655
	138,256,315	174,806,913
	40,091	40,091
	744,507	802,160
	48,599	51,365
	2,488,978	2,705,389
	3,322,175	3,599,005

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



	Unaudited September 30, 2026	Audited December 31, 2025
-----Rupees in '000-----		
Opening balance	3,599,005	3,610,740
Charge for the period / year	3,253	262,660
Reversal for the period / year	(264,961)	(281,927)
Amounts written off	(261,708)	(19,267)
Exchange and other adjustments	-	(250)
Closing balance	(15,122)	7,782
	3,322,175	3,599,005

15.1.1 Movement in credit loss allowance held against other assets

16. CONTINGENT ASSETS

There are no contingent assets of the Bank as at September 30, 2026 (2025: Nil).

17. BILLS PAYABLE

	Unaudited September 30, 2026	Audited December 31, 2025
-----Rupees in '000-----		
In Pakistan	13,379,304	24,593,446
Outside Pakistan	4,413,736	1,023,806
	17,793,040	25,617,252

18. BORROWINGS

Secured

Borrowings from State Bank of Pakistan

	Unaudited September 30, 2026	Audited December 31, 2025
Under export refinance scheme	12,941,240	26,677,629
Under long term financing facility	9,178,207	11,778,273
Under renewable energy performance platform	1,411,025	1,717,767
Under temporary economic refinance facility	19,889,575	22,229,277
Under financing facility for storage of agricultural produce	225,749	121,881
Under refinance and credit guarantee scheme for Women Entrepreneurs	1,996	3,012

	Unaudited September 30, 2026	Audited December 31, 2025
Repurchase agreement borrowings	43,647,792	62,527,839
	341,430,430	391,729,648
Total secured	385,078,222	454,257,487

Unsecured

	Unaudited September 30, 2026	Audited December 31, 2025
Call borrowings	-	407,115
Overdrawn nostro accounts	4,844,250	3,044,969
Others	162,286	162,286
Total unsecured	5,006,536	3,614,370
	390,084,758	457,871,857

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



	Unaudited September 30, 2026	Audited December 31, 2025
-----Rupees in '000-----		
	Unaudited September 30, 2026	Audited December 31, 2025
	-----Rupees in '000-----	
	20.1	12,139,519
	11,804,530	11,804,530

	Unaudited September 30, 2026	Audited December 31, 2025
-----Rupees in '000-----		
	Unaudited September 30, 2026	Audited December 31, 2025
	-----Rupees in '000-----	
	20.1	12,139,519
	11,804,530	11,804,530

19. DEPOSITS AND OTHER ACCOUNTS

Customers

Current deposits	1,144,392,910
Savings deposits	962,625,606
Term deposits	48,973,897
Others	51,345,441
	2,207,337,854

Financial Institutions

Current deposits	22,018,430
Savings deposits	21,915,197
Term deposits	9,919,136
Others	84,413
	53,937,176

20. LEASE LIABILITIES

Lease Liabilities

20.1 At January 01,

Additions / adjustments during the period / year	9,586,216
Lease payments during the period / year	3,313,968
Finance charges during the period / year	(2,836,943)
Deletions during the period / year	1,898,239
Exchange adjustments	(176,283)
Closing Balance	19,333

20.2 Liabilities Outstanding

Not later than one year	1,368,142
Later than one year and upto five years	4,975,333
Over five years	5,461,055
Total at the period / year end	11,804,530

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



21. DEFERRED TAX LIABILITIES

Taxable Temporary Differences on

- Surplus on revaluation of property and equipment
- Surplus on revaluation of non-banking assets
- Accelerated tax depreciation
- Receivable from pension fund
- Surplus on revaluation of investments
- Business combination

Deductible Temporary Differences on

- Leases (net)
- Credit loss allowance against financial assets

Note	Unaudited September 30, 2026	Audited December 31, 2025
	-----Rupees in '000-----	
	5,216,495	5,344,100
	218,268	219,261
	4,288,847	4,336,550
	9,722,373	9,002,373
	16,598,833	32,760,688
	705,218	705,218
	36,750,034	52,368,190
	(2,709,688)	(2,524,378)
	(5,086,237)	(4,896,708)
	28,954,109	44,947,104
	Unaudited September 30, 2026	Audited December 31, 2025
	-----Rupees in '000-----	

22. OTHER LIABILITIES

- Mark-up / return / interest payable in local currency
- Mark-up / return / interest payable in foreign currencies
- Unearned commission and income on bills discounted
- Accrued expenses
- Current taxation (provisions less payments)
- Workers Welfare Fund
- Acceptances
- Unclaimed / dividends payable
- Mark to market loss on forward foreign exchange contracts
- Unrealised loss on derivative financial instruments
- Branch adjustment account
- Provision for employees' compensated absences
- Provision for post retirement medical benefits
- Provision for employees' contributory benevolent scheme
- Insurance payable against consumer assets
- Unclaimed balances
- Duties and taxes payable
- Credit loss allowance against off-balance sheet obligations
- Security deposits against lease
- Clearing and settlement accounts
- Others

22.1
15

22.2

17,824,437	1,146,669
507,471	533,949
3,380,081	3,366,801
8,596,212	8,930,266
586,528	3,020,673
20,214,516	18,488,047
26,395,789	41,015,271
3,348,684	3,108,703
4,986,615	1,172,792
-	15,921
174,456	-
1,635,111	1,517,876
2,390,339	2,246,751
132,911	137,984
58,942	36,172
508,435	471,496
2,571,686	5,233,443
1,516,814	1,538,494
6,739,056	5,015,676
5,046,187	23,649,074
8,545,398	9,153,905
115,159,668	129,799,963

22.1 The Supreme Court of Pakistan vide its order dated November 10, 2016 has held that the amendments made in the law introduced by the Federal Government for the levy of Workers Welfare Fund were not lawful. The Federal Board of Revenue has filed review petitions against this order which are currently pending.

Legal advice obtained on the matter indicates that consequent to filing of these review petitions the judgment may not currently be treated as conclusive. Accordingly, the Bank maintained its provision in respect of WWF.

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22.2 An analysis of changes in credit loss allowance against off-balance sheet obligations is as follows:

Note	Unaudited September 30, 2026	Audited December 31, 2025
	-----Rupees in '000-----	
Opening balance	1,538,494	1,459,096
Exchange adjustment	(10,976)	(7,396)
Charge for the period / year	549,932	479,384
Reversal for the period / year	(560,636)	(392,590)
	(10,704)	86,794
Closing balance	1,516,814	1,538,494

23. RESERVES

Share premium		23,751,114	23,751,114
Non - distributable capital reserve - gain on bargain purchase option	23.1	908,317	908,317
Exchange translation reserve		7,961,920	8,664,148
Statutory reserve	23.2	62,201,173	58,059,694
General reserve		18,600,000	18,600,000
		113,422,524	109,983,273

23.1 Under IFRS 3 a bargain purchase represents an economic gain which should be immediately recognized by the acquirer as income. However, the amount of bargain purchase gain has not been taken to the profit and loss account as the SBP, through its letter BPRD(R&PD)/2017/14330 dated June 13, 2017 recommended that the amount of gain may be routed directly into equity as a Non-distributable Capital Reserve (NCR). The NCR may become available for distribution through a stock dividend only with prior approval of the SBP. The Bank, before distribution of the gain as a stock dividend, may adjust any subsequent provisions / deficit, assessed by the Bank or recommended by the Banking Inspection Department of SBP, in the acquired assets and liabilities of NIB Bank Limited against the NCR.

23.2 Statutory reserve represents amount set aside as per the requirements of section 21 of the Banking Companies Ordinance, 1962.

24. SURPLUS ON REVALUATION OF ASSETS

Surplus / (deficit) on revaluation of:			
- Securities measured at FVOCI - Debt securities	10.1	12,649,035	37,425,923
- Securities measured at FVOCI - Equity securities	10.1	19,271,798	25,575,402
- Property and equipment		46,761,041	47,006,432
- Non-banking assets acquired in satisfaction of claims	15	419,746	421,655
		79,101,620	110,429,412
Deferred tax on (surplus) / deficit on revaluation of:			
- Securities measured at FVOCI - Debt securities	21	(6,577,498)	(19,461,480)
- Securities measured at FVOCI - Equity securities	21	(10,021,335)	(13,299,208)
- Property and equipment	21	(5,216,495)	(5,344,100)
- Non-banking assets acquired in satisfaction of claims	21	(218,268)	(219,261)
		(22,033,596)	(38,324,049)
		57,068,024	72,105,363

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25. CONTINGENCIES AND COMMITMENTS

	Note	Unaudited September 30, 2026	Audited December 31, 2025
-----Rupees in '000-----			
-Guarantees	25.1	227,062,287	248,096,091
-Commitments	25.2	935,506,412	613,863,246
-Other contingent liabilities	25.3	33,171,666	35,710,949
		1,195,740,365	897,670,286
25.1 Guarantees:			
Financial guarantees		107,961,023	168,117,809
Performance guarantees		118,984,376	74,943,843
Other guarantees		116,888	5,034,439
		227,062,287	248,096,091
25.2 Commitments:			
Documentary credits and short-term trade-related transactions			
- letters of credit		316,384,621	275,290,399
Commitments in respect of:			
- forward foreign exchange contracts	25.2.1	588,615,165	264,399,969
- forward government securities transactions	25.2.2	4,565,095	4,000,000
- derivatives (notional)	25.2.3	-	6,984,430
- extending credit (irrevocable)	25.2.4	23,336,229	61,161,546
Commitments for acquisition of:			
- property and equipment		2,034,781	1,594,661
- intangible assets		570,521	432,241
		935,506,412	613,863,246
25.2.1 Commitments in respect of forward foreign exchange contracts			
Purchase		306,261,757	131,361,638
Sale		282,353,408	133,038,331
		588,615,165	264,399,969
25.2.2 Commitments in respect of forward government securities transactions			
Purchase		4,565,095	4,000,000
Sale		-	-
		4,565,095	4,000,000
25.2.3 Commitments in respect of derivatives			
FX options (notional)			
Purchase		-	3,492,215
Sale		-	3,492,215
		-	6,984,430

25.2.4 The Bank makes commitments to extend credit (including to related parties) in the normal course of its business but these being revocable commitments do not attract any significant penalty or expense if the facilities are unilaterally withdrawn except for Rs.23,336.229 million (2025: Rs. 61,161.546 million) which are irrevocable in nature.

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



25.3 Other contingent liabilities

Claims against the Bank not acknowledged as debts	25.3.1	33,171,666	35,710,949
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25.3.1 These mainly represent counter claims by borrowers for damages 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 and the possibility of any adverse outcome is remote. Accordingly, no provision has been made in these unconsolidated condensed interim financial statements.

25.4 Taxation

For assessment year 1998-1999 through tax year 2024, the tax department disputed Bank's treatment on certain issues, where the Bank's appeals are pending at various appellate forums, entailing an additional tax liability of Rs. 2,572.205 million (2025: Rs. 2,632.390 million). Such issues inter alia principally include disallowance of expenses for non-deduction of withholding tax and non availability of underlying records, provision for non performing loans, attribution of expenses to heads of income other than income from business and disallowance of credit for taxes paid in advance / deducted at source.

The Bank has filed appeals which are pending at various appellate forums. In addition, certain decisions made in favour of the Bank are being contested by the department at higher forums. No provision has been made in these unconsolidated condensed interim financial statements regarding the aforesaid additional tax demand and already issued favourable decisions where the department is in appeal, as the management is of the view that the issues will be decided in the Bank's favour as and when these are taken up by the Appellate Authorities.

The tax authorities have also carried out monitoring for Sales tax and withholding taxes covering period from year ended 2018 to 2024. Consequently various add backs and arbitrary demands were raised creating a total demand of Rs. 3,491.255 million. The Bank has filed appeals against all such demands and is confident that these would be decided in the favor of the Bank.

25.5 Amortization of goodwill and other intangibles amounting to Rs 28.08 billion of Ex. NIB

Issue of goodwill and other related assets amortization for few years has been assessed in Bank's favour at appellate forums, however, the tax department has filed appeal against these decisions. The management has not recorded any tax benefit because the issue has not attained finality.

26. DERIVATIVE INSTRUMENTS

	Unaudited September 30, 2026					
	Cross Currency Swaps		Interest Rate Swaps		FX Options	
	Notional Principal	Mark to market gain / loss	Notional Principal	Mark to market gain / loss	Notional Principal	Mark to market gain / loss
-----Rupees in '000-----						
Total						
Hedging	-	-	-	-	-	-
Market Making	-	-	-	-	-	-
Audited December 31, 2025						
-----Rupees in '000-----						
Total						
Hedging	-	-	-	-	3,492,215	15,921
Market Making	-	-	-	-	3,492,215	(15,921)



Note	Unaudited	
	Nine Months Period ended September 30, 2026	Nine Months Period ended September 30, 2025
	-----Rupees in '000-----	
27. MARK-UP / RETURN / INTEREST EARNED		
Loans and advances	60,550,381	60,449,708
Investments	161,888,824	156,088,600
Lendings to financial institutions	4,094,479	3,158,292
Balances with banks	1,107,420	1,058,759
	<u>227,641,104</u>	<u>220,755,359</u>
27.1 Interest income recognised on:		
Financial assets measured at amortised cost	66,208,557	65,677,813
Financial assets measured at FVOCI	160,081,498	151,868,120
Financial assets measured at FVTPL	1,351,049	3,209,426
	<u>227,641,104</u>	<u>220,755,359</u>
28. MARK-UP / RETURN / INTEREST EXPENSED		
Deposits	75,970,858	72,282,743
Borrowings	33,847,054	38,260,492
Cost of foreign currency swaps against foreign currency deposits / borrowings	1,595,289	180,269
Finance charges on lease liability against right-of-use assets	1,442,911	1,227,730
	<u>112,856,112</u>	<u>111,951,234</u>
29. FEE & COMMISSION INCOME		
Branch banking customer fees	3,620,086	3,544,622
Consumer finance related fees	742,795	589,956
Card related fees (debit and credit cards)	7,557,283	6,853,033
Credit related fees	261,780	562,422
Investment banking fee	131,388	100,763
Commission on trade	2,077,524	2,261,380
Commission on guarantees	655,474	493,222
Commission on cash management	818,339	783,603
Commission on remittances including home remittances	253,767	(2,899,154)
Commission on bancassurance	951,854	989,936
Rent on lockers	207,613	227,589
Commission on utility bills	86,420	78,559
Commission on investments services	132,721	251,974
Others	130,256	141,922
	<u>17,627,300</u>	<u>13,979,827</u>
30. GAIN / (LOSS) ON SECURITIES - NET		
Realised	3,213,482	214,413
Unrealised - measured at FVTPL	(320,295)	275,344
	<u>2,893,187</u>	<u>489,757</u>
30.1 Realised gain / (loss) on:		
Federal Government Securities	3,082,859	(87,404)
Non Government Debt Securities	19,542	31,079
Shares	111,081	270,738
	<u>3,213,482</u>	<u>214,413</u>
30.2 Realised gain / (loss) on:		
Financial assets measured at FVTPL		
Designated upon initial recognition	159,779	118,050
Mandatorily measured at FVTPL	-	-
	<u>159,779</u>	<u>118,050</u>
Financial assets measured at FVOCI	3,053,703	96,363
	<u>3,053,703</u>	<u>96,363</u>
	<u>3,213,482</u>	<u>214,413</u>



	Unaudited	
	Nine Months Period ended September 30, 2026	Nine Months Period ended September 30, 2025
	-----Rupees in '000-----	
31. OTHER INCOME		
Rent on property	117,640	148,157
Gain on termination of lease liability against right of use assets	47,323	43,443
Gain on sale of property and equipment - net	175,915	318,029
Gain on sale of non-banking assets acquired in satisfaction of claims - net	13,029	-
	<u>353,907</u>	<u>509,629</u>
32. OPERATING EXPENSES		
Total compensation expense	27,108,072	22,730,578
Property expense		
Rent and taxes	341,901	283,052
Insurance	22,776	20,387
Utilities cost	2,005,833	1,762,350
Fuel expense generators	864,652	659,099
Security (including guards)	1,825,038	1,757,960
Repair and maintenance (including janitorial charges)	1,147,758	977,569
Depreciation on right-of-use assets	1,359,590	1,275,611
Depreciation	1,109,608	931,396
	<u>8,677,156</u>	<u>7,667,424</u>
Information technology expenses		
Software maintenance	1,986,249	1,728,780
Hardware maintenance	154,896	266,626
Depreciation	1,193,345	1,140,831
Amortization	394,323	412,910
Network charges	526,069	407,406
Insurance	8,429	8,968
	<u>4,263,311</u>	<u>3,965,521</u>
Other operating expenses		
Directors' fees and allowances	42,780	44,180
Legal and professional charges	476,794	319,011
Outsourced services costs	1,051,140	876,924
Travelling and conveyance	466,757	496,532
NIFT clearing charges	228,416	212,067
Depreciation	1,466,198	1,167,123
Depreciation on non-banking assets acquired in satisfaction of claims	6,923	12,332
Training and development	161,864	98,363
Postage and courier charges	206,127	225,757
Communication	1,722,411	1,969,048
Stationery and printing	884,852	842,750
Marketing, advertisement & publicity	456,842	2,219,544
Auditors' remuneration	54,861	77,693
Cash transportation charges	814,375	839,773
Repair and maintenance	692,686	637,303
Subscription	19,732	32,561
Entertainment	412,009	364,285
Remittance charges	116,836	242,284
Brokerage expenses	63,543	45,994
Card related expenses	3,483,287	2,977,600
CNIC verification charges	291,901	242,709
Insurance	2,182,838	1,935,824
Others	375,909	522,964
	<u>15,679,081</u>	<u>16,402,621</u>
	<u>55,727,620</u>	<u>50,766,144</u>

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Note	Unaudited	
	Nine Months Period ended September 30, 2026	Nine Months Period ended September 30, 2025
	-----Rupees in '000-----	
33. OTHER CHARGES		
Penalties of State Bank of Pakistan	8,020	130,919
VAT & National Building tax & Crop Insurance Levy	135,567	133,437
Education cess	112,532	106,194
	<u>256,119</u>	<u>370,550</u>
34. CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET		
(Reversal) / credit loss allowance against balance with other banks	(221,665)	181,987
Reversal of credit loss allowance against cash and balances with treasury banks	(198,298)	(179,904)
Reversal of credit loss allowance for diminution in value of investments	10.2 (219,345)	(104,021)
Credit loss allowance / (reversal) against loans and advances	11.3 1,504,693	(5,446,731)
(Reversal) / credit loss allowance against lendings to financial institutions	(931)	60
(Reversal) / credit loss allowance against off balance sheet items	(10,704)	176,564
(Reversal) / credit loss allowance of credit loss allowance against other assets	15.1.1 (261,708)	24,374
Recovery of written off / charged off bad debts	(286,076)	(196,702)
	<u>305,966</u>	<u>(5,544,373)</u>
35. TAXATION		
Current	44,739,558	43,370,870
Prior years	-	2,174,994
Deferred	168,862	839,320
	<u>44,908,420</u>	<u>46,385,184</u>
36. BASIC AND DILUTED EARNINGS PER SHARE		
	-----Rupees in '000-----	
Profit after tax	<u>41,414,785</u>	<u>41,097,529</u>
	-----Number-----	
Weighted average number of ordinary shares	<u>1,185,060,006</u>	<u>1,185,060,006</u>
	-----Rupees-----	
Basic and diluted earnings per share	<u>34.95</u>	<u>34.68</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 debt 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, fixed term deposits and borrowings cannot be calculated with sufficient reliability due to absence of current and active market for such assets and liabilities and reliable data regarding market rates for similar instruments.	
In the opinion of the management, the fair value of the remaining financial assets and financial liabilities are not significantly different from their carrying values since these are either short-term in nature or, in the case of customer loans and deposits, are frequently repriced.	
37.1 Fair value of financial assets	
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. Financial instruments included in Level 1 comprise of investments in listed ordinary shares.
Level 2:	Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices). Financial instruments included in Level 2 comprise of Sukuk Bonds, Pakistan Investment Bonds, Market Treasury Bills, Mutual Fund Units, Term Finance Certificates, FX Options, Cross Currency Swaps, Interest Rate Swaps and Forward Exchange Contracts.
Level 3:	Fair value measurements using input for the asset or liability that are not based on observable market data (i.e. unobservable inputs). Financial instruments included in Level 3 comprise of investments in unquoted equity investments.
37.2 Fair value of non-financial assets	
Certain categories of property and equipment (land and buildings) and non banking assets acquired in satisfaction of claims are carried at revalued amounts determined by professional valuers based on their assessment of the market values. The valuations are conducted by the valuation experts appointed by the Bank which are also on the panel of the State Bank of Pakistan.	
37.3	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:
Unaudited September 30, 2026	
	Carrying / Notional Value
	Level 1
	Level 2
	Level 3
	Total
	-----Rupees in '000-----
On balance sheet financial instruments	
Financial assets - measured at fair value	
Investments	
Federal Government Securities	1,990,976,333
Shares and units	69,838,280
Non-Government Debt Securities	9,540,144
Foreign Securities	63,549,107
Financial assets - disclosed but not measured at fair value	
Investments (amortized cost)	5,192,930
Non - Financial Assets measured at fair value	
Property and equipment (land and buildings)	79,256,018
Non-banking assets	1,483,294
Off-balance sheet financial instruments - measured at fair value	
Forward purchase of foreign exchange	306,261,757
Forward sale of foreign exchange	282,353,408
Derivatives purchase	-
Derivatives sale	-

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Audited December 31, 2025

Carrying / Notional Value	Level 1	Level 2	Level 3	Total	
-----Rupees in '000-----					
On balance sheet financial instruments					
Financial assets - measured at fair value					
Investments					
Federal Government Securities	1,765,037,667	-	1,765,037,667	-	1,765,037,667
Shares and units	79,214,870	71,590,221	243,070	7,381,579	79,214,870
Non-Government Debt Securities	8,637,375	-	8,637,375	-	8,637,375
Foreign Securities	68,394,627	-	68,394,627	-	68,394,627
Financial assets - disclosed but not measured at fair value					
Investments (amortized cost)	7,271,497	-	-	-	-
Non - Financial Assets measured at fair value					
Property and equipment (land and buildings)	74,794,092	-	74,794,092	-	74,794,092
Non-banking assets	1,547,188	-	1,547,188	-	1,547,188
Off-balance sheet financial instruments - measured at fair value					
Forward purchase of foreign exchange	131,361,638	-	938,631	-	938,631
Forward sale of foreign exchange	133,038,331	-	777,927	-	777,927
Forward purchase of government securities	4,000,000	-	-	-	-
Derivatives purchase	3,492,215	-	15,921	-	15,921
Derivatives sale	3,492,215	-	15,921	-	15,921

37.4 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.

37.5 Valuation techniques used in determination of fair valuation of financial instruments within Level 2 and Level 3

Item	Valuation approach and input used
Federal Government securities	The fair values of Treasury Bills and fixed rate Pakistan Investments Bonds are determined using the PKRV rates while floating rate Pakistan Investments Bonds are revalued using PKRV rates. The fair values of foreign currency denominated GoP Eurobonds are determined on the basis of rates taken from Bloomberg.
Term Finance and Bonds	Investments in debt securities (comprising term finance certificates, sukuk, 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 Securities and Exchange Commission of Pakistan.
Foreign Government Debt Securities	The fair values of Foreign Government debt securities are determined on the basis of rates taken from Bloomberg.
Foreign exchange contracts	The valuation has been determined by interpolating the mark-to-market currency 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 currency involved, interest rates, yield curves, volatilities, contracts duration etc.
Unquoted equity investments	The fair value of unquoted equity investments is determined using the discounted cash flow (DCF) method based on projected cash flows, where available. In the absence of reliable projections, a comparable market approach is applied using relevant P/B and P/E multiples of comparable listed companies. For entities with negative equity and sustained losses or negative cash flows, fair value is assessed at the lower of cost or break-up value.
Mutual Funds	Units of mutual funds are valued using the Net Asset Value (NAV) announced by the Mutual Funds Association of Pakistan (MUFAP).

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Item	Valuation approach and input used
Property and equipment (land and building) & Non-banking assets acquired in satisfaction of claims	Land, buildings and non-banking assets acquired in satisfaction of claims are revalued on a periodic basis using valuation experts. 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, comparable or similar properties. These values are adjusted to reflect the current condition of the properties. The effect of changes in the unobservable inputs used in the valuations cannot be determined with certainty accordingly a qualitative disclosure of sensitivity has not been presented in these unconsolidated condensed interim financial statements.

The following table summarises the quantitative information about the significant unobservable inputs used in Level 3 fair value measurements of investment in unquoted equity securities.

Description	Valuation technique	Unobservable inputs*	Discount rate	Relationship of unobservable inputs to fair value
Unquoted equity investments (Income approach)	DCF method	Discount rate	19.63%	Increase / decrease in discount rate by 1% with all other variables held constant, would decrease / increase the fair value by Rs. 386.910 million and Rs 473.460 million respectively.
		Terminal growth rate	4% - 13%	Increase / decrease in terminal growth factor rate by 1% with all other variables held constant, would increase / decrease the fair value by Rs. 358.119 million and Rs. 286.786 million respectively.
Unquoted equity investments (market approach)	Price to Earnings and Price to Book Value	Market multiple/ transaction price	Not applicable	Not applicable

* There were no significant inter-relationships between unobservable inputs that materially affect fair values.

The following table shows reconciliation of investments Level 3 fair value movement:

	Unaudited September 30, 2026	Audited December 31, 2025
-----Rupees in '000-----		
Opening balance	7,381,579	5,017,877
Disposals during the period / year	(289,153)	-
Remeasurement recognised in OCI / adjustments	89,089	2,363,702
Closing balance	7,181,515	7,381,579

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38.1 Segment details with respect to business activities

The segment analysis with respect to business activity is as follows:

Unaudited Nine Months Period ended September 30, 2026							
	Retail Banking	Consumer Banking	Corporate Banking	Treasury	International Banking	Others	Total
Statement of Profit & Loss Account							
Net mark-up / return / profit	(64,889,659)	5,576,980	39,553,605	128,062,769	6,481,297	-	114,784,992
Inter segment revenue - net	154,000,041	(3,797,736)	(32,462,849)	(123,918,529)	(310,149)	6,498,822	-
Non mark-up / return / interest income	11,060,749	2,545,353	6,468,174	7,278,939	2,228,122	(26,950)	29,554,387
Total Income	100,171,131	4,324,597	13,558,930	11,423,179	8,398,670	6,462,872	144,339,379
Segment direct expenses							
Inter segment expense allocation	37,171,440	2,301,533	1,111,941	487,782	2,796,991	13,840,521	57,710,208
Total Expenses	37,171,440	2,301,533	1,111,941	487,782	2,796,991	13,840,521	57,710,208
Credit loss allowance and write offs - net	273,643	121,202	1,737,689	-	562,565	(2,388,133)	305,966
Profit before tax	62,726,048	1,901,862	10,709,300	10,935,397	5,039,114	(4,988,516)	86,323,205
Statement of Financial Position							
Cash & Bank balances	76,024,824	134,796	272,586	131,610,701	50,525,711	-	258,568,618
Investments	-	-	10,139,865	2,066,310,308	81,315,259	-	2,157,765,432
Net inter segment lending	2,134,497,233	-	-	-	-	333,716,829	2,468,214,062
Lendings to financial institutions	-	-	-	53,963,913	91,340,125	-	145,304,038
Advances - performing / underperforming - non performing	54,401,967	66,630,429	586,609,702	-	59,510,617	(5,790,437)	761,362,278
Others	438,731	224,381	1,764,536	-	8,851,153	823,244	12,102,045
Total Assets	64,184,450	5,692,331	44,282,802	41,959,851	4,673,876	86,737,746	247,531,056
Borrowings	2,329,547,205	72,681,937	643,069,491	2,293,844,773	296,216,741	415,487,382	6,050,847,529
Deposits and other accounts	797,161	31,094	42,981,823	345,936,017	338,663	-	390,084,758
Net inter segment borrowing	2,311,534,263	-	150,327,025	-	245,923,233	-	2,707,784,521
Others	-	60,926,765	421,965,870	1,945,454,240	39,867,167	-	2,468,214,062
Total liabilities	17,215,781	11,724,058	27,794,773	2,454,516	10,087,678	-	174,046,336
Equity	2,329,547,205	72,681,937	643,069,491	2,293,844,773	296,216,741	415,487,382	3,271,915,615
Total Equity and liabilities	2,329,547,205	72,681,937	643,069,491	2,293,844,773	296,216,741	415,487,382	3,592,633,467
Contingencies and Commitments	101,678,589	-	421,384,325	616,516,489	20,378,167	35,782,795	1,195,740,365

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



38.2 Transactions between reportable segments are based on an appropriate transfer pricing mechanism using agreed rates. Furthermore, segment assets and liabilities include inter segment balances. Costs which are not allocated to segments are included in the Head office. Income taxes are managed at bank level and are not allocated to operating segments.

Unaudited Nine Months Period ended September 30, 2025							
	Retail Banking	Consumer Banking	Corporate Banking	Treasury	International Banking	Others	Total
Statement of Profit & Loss Account							
Net mark-up / return / profit	(61,231,247)	4,904,454	39,595,491	119,308,494	6,226,933	-	108,804,125
Inter segment revenue - net	135,449,511	(2,853,212)	(32,431,933)	(107,006,724)	(147,826)	6,990,184	-
Non mark-up / return / interest income	11,609,145	2,500,044	4,453,176	5,885,926	1,766,881	(194,609)	26,020,563
Total Income	85,827,409	4,551,286	11,616,734	18,187,696	7,845,988	6,795,675	134,824,688
Segment direct expenses	31,979,200	2,130,882	2,836,978	600,466	2,402,547	12,936,275	52,886,348
Inter segment expense allocation	-	-	-	-	-	-	-
Total Expenses	31,979,200	2,130,882	2,836,978	600,466	2,402,547	12,936,275	52,886,348
Credit loss allowance and write offs - net	1,570,841	101,699	(504,676)	-	(434,732)	(6,277,503)	(5,544,373)
Profit before tax	52,277,368	2,318,705	9,284,434	17,587,230	5,878,173	136,803	87,482,713
Statement of Financial Position							
Cash & Bank balances	68,843,100	118,623	285,083	108,325,440	52,209,346	-	229,781,592
Investments	-	-	9,359,179	1,845,307,619	92,557,876	-	1,947,224,674
Net inter segment lending	1,760,186,077	-	-	-	-	355,720,293	2,115,908,370
Lendings to financial institutions	-	-	-	16,746,603	82,301,696	-	99,048,299
Advances - performing / underperforming - non performing	47,606,751	49,912,087	536,484,718	-	50,549,799	(5,850,070)	678,703,285
Others	127,017	180,553	746,315	-	9,669,918	911,622	11,615,425
Total Assets	60,129,463	3,587,468	63,618,182	54,863,139	2,673,183	96,012,252	280,683,687
Borrowings	1,936,894,408	53,778,731	610,493,477	2,025,042,801	289,961,818	446,794,097	5,362,965,332
Deposits and other accounts	1,786,061	35,830	60,868,235	392,856,382	2,325,349	-	457,871,857
Net inter segment borrowing	1,910,873,393	-	104,181,107	-	246,220,530	-	2,261,275,030
Others	24,234,954	45,539,151	403,770,895	1,630,088,435	36,510,089	-	2,115,908,370
Total liabilities	1,936,894,408	53,778,731	610,493,477	2,025,042,801	289,961,818	131,052,871	5,047,224,106
Equity	-	-	-	-	-	315,741,226	315,741,226
Total Equity and liabilities	1,936,894,408	53,778,731	610,493,477	2,025,042,801	289,961,818	446,794,097	5,362,965,332
Contingencies and Commitments	101,275,094	-	460,776,721	275,384,399	22,491,394	37,742,678	897,670,286

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



39 RELATED PARTY TRANSACTIONS

The Bank has related party relationship with its subsidiaries, associates, employee benefit plans, its directors and key management personnel and their close family members.

The Bank enters into transactions with related parties in the ordinary course of business and on substantially the same terms as for comparable transactions with person of similar standing. 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 / of fees is determined in accordance with the terms of their appointment.

Details of transactions with related parties during the period, other than those which have been disclosed elsewhere in these unconsolidated condensed interim financial statements are as follows:

	Un-Audited September 30, 2026				Audited December 31, 2025					
	Directors	Key Management Personnel	Subsidiaries	Associates	Other Related Parties	Directors	Key Management Personnel	Subsidiaries	Associates	Other Related Parties
(Rupees in '000)										
Lendings to Financial Institutions										
Opening balance	-	-	8,747,596	-	-	-	-	-	-	-
Addition during the period / year	-	-	167,844,416	-	-	-	-	105,742,434	-	-
Repaid during the period / year	-	-	(176,592,012)	-	-	-	-	(96,994,838)	-	-
Closing balance	-	-	-	-	-	-	-	8,747,596	-	-
Credit loss allowance held against lending to financial institutions*	-	-	-	-	-	-	-	(519)	-	-
Investments										
Opening balance	-	-	17,968,237	700,401	249,253	-	-	17,968,237	700,401	249,253
Investment made during the period / year	-	-	-	-	-	-	-	-	-	-
Investment disposed off during the period / year	-	-	-	-	(63,300)	-	-	-	-	-
Closing balance	-	-	17,968,237	700,401	185,953	-	-	17,968,237	700,401	249,253
Credit loss allowance for diminution in value of investments*	-	-	-	-	-	-	-	-	-	-
Advances										
Opening balance	13,582	209,268	560,245	-	2,242,934	20,707	388,057	614,054	-	5,288,804
Addition / exchange adjustment during the period / year	6,083	53,541	-	-	1,856,199	16,935	54,666	-	-	3,193,959
Repaid / exchange adjustment during the period / year	(12,008)	(49,248)	(5,777)	-	(1,885,278)	(24,060)	(66,112)	(53,809)	-	(6,239,829)
Transfer in / (out)	-	(25,916)	-	-	-	-	(147,343)	-	-	-
Closing balance	7,657	187,545	554,468	-	2,213,855	13,582	209,268	560,245	-	2,242,934
Credit loss allowance against advances*	(49)	(1,825)	(4,518)	-	(14,420)	(33)	(1,571)	(4,344)	-	(13,877)
Property and equipment										
Purchase of property and equipment	-	-	-	25,543	7,242	-	-	-	8,555	66,834
Other Assets										
Income / Markup Accrued	939	3,781	6,464	-	21,742	836	3,957	87,508	-	24,919
Advances, deposits, advance rent and other prepayments	-	-	46,082	430,422	59,541	-	-	84,618	387,190	27,588
Unrealized gain on forward foreign exchange contracts - outstanding	-	-	7,433	-	-	-	-	-	-	-
Receivable from Pension Fund	-	-	-	-	19,696,872	-	-	-	-	17,312,255
	939	3,781	60,009	430,422	18,778,155	836	3,957	172,126	387,190	17,354,762
Credit loss allowance against other assets*	(1)	(5)	(49)	-	(84)	(13)	(55)	(58)	-	(234)

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



	Un-Audited September 30, 2026					Audited December 31, 2025				
	Directors	Key Management Personnel	Subsidiaries	Associates	Other Related Parties	Directors	Key Management Personnel	Subsidiaries	Associates	Other Related Parties
(Rupees in '000)										
Borrowings										
Opening balance	-	-	31,769	-	-	-	-	33,725	-	-
Borrowings / exchange adjustment during the period / year	-	-	1,066,563	-	-	-	-	3,873,624	-	-
Settled during the period / year	-	-	(1,085,308)	-	-	-	-	(3,875,590)	-	-
Transfer in / (out) - net	-	-	-	-	-	-	-	-	-	-
Closing balance	-	-	13,024	-	-	-	-	31,769	-	-
Deposits and other accounts										
Opening balance	303,185	177,151	838,214	9,535,138	13,866,224	147,783	204,135	939,294	9,178,670	8,319,616
Received during the period / year	7,094,008	1,546,282	44,111,422	419,076,213	1,893,916,109	7,527,883	1,634,686	49,471,655	80,084,735	243,465,421
Withdrawn during the period / year	(7,129,450)	(1,555,982)	(44,046,160)	(409,874,913)	(1,968,689,119)	(7,372,481)	(1,960,080)	(49,572,735)	(79,728,267)	(237,800,375)
Transfer in / (out) - net	-	5,651	-	-	180,905,417	-	298,410	-	-	(118,438)
Closing balance	267,743	172,102	903,476	18,736,438	119,998,631	303,185	177,151	838,214	9,535,138	13,866,224
Other Liabilities										
Markup / return / interest payable	2,631	251	6,598	110,606	351,205	3,290	6	-	99,635	5,457
Accrued expenses and other payable	-	-	28,047	166,561	30,817	-	-	22,042	35,163	202
Unrealized loss on forward foreign exchange contracts - outstanding	-	-	-	-	-	-	-	20	-	-
Advance received against sale of property	-	-	20,000	-	-	-	-	20,000	-	-
	2,631	251	54,645	277,169	382,022	3,290	6	42,062	134,798	5,659
Credit loss allowance against off-balance sheet obligations*										
	-	-	60	13,742	18,083	-	-	121	329	11,346
Contingencies and Commitments										
Letter of Credit	-	-	-	-	1,337,248	-	-	-	-	1,828,407
Bank guarantee	-	-	123,629	8,688,064	3,790,839	-	-	138,064	8,784,002	2,866,611
Forward foreign exchange contracts (Notional)	-	-	2,797,350	-	-	-	-	1,120,840	-	-
	-	-	2,920,979	8,688,064	5,128,087	-	-	1,258,904	8,784,002	4,725,018

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



Un-Audited September 30, 2026					Un-Audited September 30, 2025				
Directors	Key Management Personnel	Subsidiaries	Associates	Other Related Parties	Directors	Key Management Personnel	Subsidiaries	Associates	Other Related Parties
(Rupees in '000)									
1,248	11,787	362,990	-	84,352	487	11,537	253,777	-	97,811
-	-	143,076	939,700	20,525	-	-	260,333	1,113,048	18,886
-	-	175,863	350,000	103,599	-	-	205,173	245,000	102,594
-	-	5,275	-	69,456	-	-	-	-	46,166
-	-	423	93,984	571,390	-	(12)	-	1,460	(463)
-	415	-	-	-	-	221	-	-	-
-	-	135,068	7,207	1,408	-	-	122,501	8,842	4,188
13,448	4,416	27,173	834,603	5,133,725	12,128	9,246	66,036	322,209	470,598
-	-	-	-	228,416	-	-	-	-	212,067
-	-	-	-	649,250	-	-	-	-	527,730
-	-	-	78,310	62,734	-	-	-	71,191	48,477
-	-	-	-	98,179	-	-	-	-	110,743
-	-	-	-	188,866	-	-	-	-	341,962
-	-	-	-	5,211	-	-	-	-	4,371
174,966	883,096	-	-	-	123,178	803,974	-	-	-
-	-	-	193,272	-	-	-	-	110,173	-
-	-	-	-	9,379	-	-	-	-	11,479
-	-	-	-	78,662	-	-	-	-	97,256
-	-	-	-	16,969	-	-	-	-	6,260
-	-	-	-	7,662	-	-	-	-	7,725
-	-	-	-	4,325	-	-	-	-	2,668
-	-	-	-	1,039	-	-	-	-	1,607
-	-	-	1,394,801	-	-	-	-	1,258,147	-
-	-	-	278,618	-	-	-	-	191,955	-
-	698	-	-	-	-	354	-	-	-
-	-	36,577,230	-	-	-	-	28,873,938	-	-
-	-	42,470,174	-	-	-	-	28,585,096	-	-
-	-	2,312,534	-	-	-	-	3,979,784	-	-
-	-	237	-	-	-	-	107,263	-	-
-	51,071	2,314,603	161,003,717	1,185,797,249	-	78,268	-	12,740,025	12,004,792
-	1,894	1,966,231	135,724,018	1,137,783,928	-	71,231	-	1,858,067	318,795
-	-	11,927,368	-	5,786,811	-	-	-	-	5,737,811

*Represents credit loss allowance recognized against performing exposures on adoption of IFRS 9

The chairman has been provided with free use of the Bank maintained car. The Chief Executive and certain executives are provided with free use of the Bank's maintained cars and household equipment in accordance with the terms of their employment.

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



Unaudited September 30, 2026
Audited December 31, 2025
-----Rupees in '000-----

40 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

40.1 Capital Adequacy

Minimum Capital Requirement (MCR):

Paid-up capital (net of losses)

11,850,600 11,850,600

Capital Adequacy Ratio (CAR):

Eligible Common Equity Tier 1 (CET 1) Capital

239,565,578 230,337,134

Eligible Additional Tier 1 (ADT 1) Capital

- -

Total Eligible Tier 1 Capital

239,565,578 230,337,134

Eligible Tier 2 Capital

67,829,184 82,571,219

Total Eligible Capital (Tier 1 + Tier 2)

307,394,762 312,908,353

Risk Weighted Assets (RWAs):

Credit Risk

966,375,928 938,955,723

Market Risk

311,175,716 322,478,845

Operational Risk

340,803,917 340,803,917

Total

1,618,355,561 1,602,238,485

Common Equity Tier 1 Capital Adequacy ratio

14.80% 14.38%

Tier 1 Capital Adequacy Ratio

14.80% 14.38%

Total Capital Adequacy Ratio

18.99% 19.53%

The Bank has not taken benefit allowed to banks to absorb the impact of IFRS 9 on regulatory capital.

Unaudited September 30, 2026
Audited December 31, 2025
-----Rupees in '000-----

40.2 Leverage Ratio (LR):

Eligible Tier 1 Capital

239,565,578 230,337,134

Total Exposures

4,174,370,702 3,955,924,632

Leverage Ratio

5.74% 5.82%

40.3 Liquidity Requirements

Liquidity Coverage Ratio (LCR):

Total High Quality Liquid Assets

1,759,534,187 1,540,865,591

Total Net Cash Outflow

744,649,011 576,357,861

Liquidity Coverage Ratio

236.29% 267.35%

Net Stable Funding Ratio (NSFR):

Total Available Stable Funding

2,084,884,336 1,970,592,090

Total Required Stable Funding

1,243,036,465 1,203,698,874

Net Stable Funding Ratio

167.73% 163.71%

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



41 EVENTS AFTER THE REPORTING DATE

The Board of Directors in its meeting held on October 22, 2026 has announced an interim cash dividend in respect of nine months period ended September 30, 2026 of Rs. 9.00 per share (September 30, 2025: Rs. 9.00 per share). These unconsolidated condensed interim financial statements for the period ended September 30, 2026 do not include the effect of these appropriations which will be accounted for subsequent to the period end.

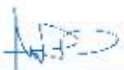
42 GENERAL

Comparative information has been rearranged in these unconsolidated condensed interim financial statements for the purposes of better presentation.

Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

43 DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue by the Board of Directors of the Bank in their meeting held on October 22, 2026.


Anjum Javed
Chief Financial Officer


Muhammad Nauman Chughtai
President / CEO


Main Umer Mansha
Director


Shahzad Hussain
Director


Muhammad Ali Zeb
Director



MCB BANK LIMITED

Consolidated Condensed Interim Financial Statements for the Nine Months Period Ended September 30, 2026

MCB Bank Limited & Subsidiary Companies
Consolidated Condensed Interim Statement of Financial Position
As at September 30, 2026



Note	Unaudited September 30, 2026	Audited December 31, 2025
-----Rupees in '000-----		
ASSETS		
Cash and balances with treasury banks	248,237,506	211,224,339
Balances with other banks	28,641,469	41,825,804
Lendings to financial institutions	162,045,034	99,041,793
Investments	2,385,365,051	2,099,046,161
Advances	891,486,944	821,711,633
Property and equipment	107,196,416	103,683,770
Right-of-use assets	10,674,702	10,442,271
Intangible assets	3,408,187	3,453,209
Other assets	161,104,151	188,312,726
Total Assets	3,998,159,460	3,578,741,706
LIABILITIES		
Bills payable	19,755,198	31,132,570
Borrowings	410,417,307	476,169,106
Deposits and other accounts	3,056,870,731	2,529,503,221
Lease liabilities	15,992,094	15,505,119
Subordinated debt	-	-
Deferred tax liabilities	32,596,524	49,340,982
Other liabilities	128,742,788	139,912,047
Total Liabilities	3,664,374,642	3,241,563,045
NET ASSETS	333,784,818	337,178,661
REPRESENTED BY		
Share capital	11,850,600	11,850,600
Reserves	117,408,504	113,681,018
Surplus on revaluation of assets	58,557,303	74,810,215
Unappropriated profit	145,071,080	136,068,597
	332,887,487	336,410,430
Non-controlling interest	897,331	768,231
	333,784,818	337,178,661
CONTINGENCIES AND COMMITMENTS		

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

MCB Bank Limited & Subsidiary Companies
Consolidated Condensed Interim Statement of Profit and Loss Account (Un-Audited)
For The Nine Months Period Ended September 30, 2026



Note	Quarter Ended July 01 to September 30, 2026	Quarter Ended July 01 to September 30, 2025	Nine Months Ended January 01 to September 30, 2026	Nine Months Ended January 01 to September 30, 2025
-----Rupees in '000-----				
Mark-up / return / interest earned	91,434,702	84,164,830	254,454,407	244,385,468
Mark-up / return / interest expensed	47,527,885	42,964,965	128,191,414	124,229,636
Net mark-up / interest income	43,906,817	41,199,865	126,262,993	120,155,832
NON MARK-UP / INTEREST INCOME				
Fee and commission income	7,108,054	5,498,588	21,956,409	17,807,340
Dividend income	603,435	436,180	2,350,258	2,721,172
Foreign exchange income	2,167,907	3,143,258	6,821,214	8,337,380
Income from derivatives	79	1,061	1,054	3,343
Gain / (loss) on securities - net	2,445,331	944,974	2,930,333	819,523
Net gains / (loss) on derecognition of financial assets measured at amortised cost	-	-	-	-
Other income	127,366	216,508	373,104	486,688
Total non-markup / interest income	12,452,172	10,240,569	34,432,372	30,175,446
Total income	56,358,989	51,440,434	160,695,365	150,331,278
NON MARK-UP / INTEREST EXPENSES				
Operating expenses	22,894,212	20,496,007	67,729,731	60,787,005
Workers Welfare Fund	667,254	633,503	1,829,092	1,875,956
Other charges	79,137	212,565	258,712	375,953
Total non-markup / interest expenses	23,640,603	21,342,075	69,817,535	63,038,914
Share of profit of associates	634,693	1,029,510	1,656,628	2,228,968
Profit before credit loss allowance	33,353,079	31,127,869	92,534,458	89,521,332
Credit loss allowance and write offs - net	(469,113)	(1,203,735)	(121,079)	(5,358,522)
PROFIT BEFORE TAXATION	33,822,192	32,331,604	92,655,537	94,879,854
Taxation	17,588,404	17,096,420	48,326,261	50,254,660
PROFIT AFTER TAXATION	16,233,788	15,235,184	44,329,276	44,625,194
Less: Profit attributable to non-controlling interest	(51,920)	(128,101)	(169,248)	(283,868)
PROFIT ATTRIBUTABLE TO EQUITY SHAREHOLDERS OF THE BANK	16,181,868	15,107,083	44,160,028	44,341,326
-----Rupees -----				
Basic and diluted earnings per share	13.65	12.75	37.26	37.42

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

Anjum Javed
Chief Financial Officer

Muhammad Nauman Chughtai
President / CEO

Main Umer Mansha
Director

Shahzad Hussain
Director

Muhammad Ali Zeb
Director

Anjum Javed
Chief Financial Officer

Muhammad Nauman Chughtai
President / CEO

Main Umer Mansha
Director

Shahzad Hussain
Director

Muhammad Ali Zeb
Director

MCB Bank Limited & Subsidiary Companies
Consolidated Condensed Interim Statement of Comprehensive Income (Un-Audited)
For The Nine Months Period Ended September 30, 2026



	Quarter Ended		Nine Months Ended	
	July 01 to September 30, 2026	July 01 to September 30, 2025	January 01 to September 30, 2026	January 01 to September 30, 2025
Rupees in '000				
Profit after taxation for the period	16,233,788	15,235,184	44,329,276	44,625,194
Other comprehensive income / (loss)				
Items that may be reclassified to statement of profit and loss account in subsequent periods:				
Effect of translation of net investment in foreign branches and subsidiary				
- Equity shareholders of the bank	192,491	(354,793)	(721,835)	(49,019)
- Non-controlling interest	(5)	(9)	(12)	8
Share of exchange translation reserve of associate	(4,689)	13,652	(11,279)	11,328
Movement in surplus on associated undertaking-net of tax	(106,428)	188,664	(78,314)	281,785
Movement in surplus / (deficit) on revaluation of debt investments through FVOCI - net of tax	(4,833,664)	(578,572)	(13,028,518)	9,136,623
	(4,752,295)	(731,058)	(13,839,958)	9,380,725
Items that will not be reclassified to statement of profit and loss account in subsequent periods:				
Movement in surplus / (deficit) on revaluation of equity investments through FVOCI - net of tax	(2,200,828)	6,054,179	(1,846,405)	6,284,690
	(2,200,828)	6,054,179	(1,846,405)	6,284,690
Total comprehensive income	9,280,665	20,558,305	28,642,913	60,290,609
Attributable to:				
- Equity shareholders of the bank	9,228,750	20,430,213	28,473,677	60,006,733
- Non-controlling interest	51,915	128,092	169,236	283,876
	9,280,665	20,558,305	28,642,913	60,290,609

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

MCB Bank Limited & Subsidiary Companies
Consolidated Condensed Interim Statement of Changes in Equity (Un-Audited)
For The Nine Months Period Ended September 30, 2026



	Share Capital	Reserves	Retained Earnings	Other Comprehensive Income / (Loss)	Non-controlling Interest	Total
Share Capital	11,000,000	20,270,234	20,270,234	20,270,234	20,270,234	11,000,000
Reserves		18,600,000	18,600,000	18,600,000	18,600,000	18,600,000
Retained Earnings		18,600,000	18,600,000	18,600,000	18,600,000	18,600,000
Other Comprehensive Income / (Loss)		18,600,000	18,600,000	18,600,000	18,600,000	18,600,000
Non-controlling Interest		18,600,000	18,600,000	18,600,000	18,600,000	18,600,000
Total	11,000,000	57,470,234	57,470,234	57,470,234	57,470,234	11,000,000
Share Capital	11,000,000	20,270,234	20,270,234	20,270,234	20,270,234	11,000,000
Reserves		18,600,000	18,600,000	18,600,000	18,600,000	18,600,000
Retained Earnings		18,600,000	18,600,000	18,600,000	18,600,000	18,600,000
Other Comprehensive Income / (Loss)		18,600,000	18,600,000	18,600,000	18,600,000	18,600,000
Non-controlling Interest		18,600,000	18,600,000	18,600,000	18,600,000	18,600,000
Total	11,000,000	57,470,234	57,470,234	57,470,234	57,470,234	11,000,000

Notes to the Statement of Changes in Equity:

1. Share Capital: The share capital of the bank is authorized to be increased to Rs. 100,000,000. The share capital of the bank is currently Rs. 11,000,000. The share capital of the bank is increased by Rs. 10,989,000,000 in the year ended September 30, 2026.

2. Reserves: The reserves of the bank are increased by Rs. 18,600,000 in the year ended September 30, 2026. The reserves of the bank are increased by Rs. 18,600,000 in the year ended September 30, 2025.

3. Retained Earnings: The retained earnings of the bank are increased by Rs. 18,600,000 in the year ended September 30, 2026. The retained earnings of the bank are increased by Rs. 18,600,000 in the year ended September 30, 2025.

4. Other Comprehensive Income / (Loss): The other comprehensive income / (loss) of the bank is increased by Rs. 18,600,000 in the year ended September 30, 2026. The other comprehensive income / (loss) of the bank is increased by Rs. 18,600,000 in the year ended September 30, 2025.

5. Non-controlling Interest: The non-controlling interest of the bank is increased by Rs. 18,600,000 in the year ended September 30, 2026. The non-controlling interest of the bank is increased by Rs. 18,600,000 in the year ended September 30, 2025.

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Director

MCB Bank Limited & Subsidiary Companies
Consolidated Condensed Interim Cash Flow Statement (Un-Audited)
For The Nine Months Period Ended September 30, 2026



CASH FLOW FROM OPERATING ACTIVITIES

Profit before taxation
Less: Dividend income and share of profit of associates

Adjustments:

Net mark-up / interest income
Depreciation on property and equipment
Depreciation on right-of-use assets
Depreciation on non-banking assets acquired in satisfaction of claims
Amortization
Credit loss allowance and write offs - net
Gain on sale of property and equipment - net
Gain on sale of non-banking assets acquired in satisfaction of claims - net
Finance charges on lease liability against right-of-use assets
Workers Welfare Fund
Reversal for defined benefit plans - net
Gain on conversion of Ijarah agreements
Gain on termination of lease liability against right-of-use assets
Unrealized loss / (gain) on revaluation of investments classified as FVTPL

(Increase) / decrease in operating assets
Lendings to financial institutions
Securities classified as FVTPL
Advances
Others assets (excluding advance taxation)

Increase / (decrease) in operating liabilities
Bills Payable
Borrowings
Deposits
Other liabilities (excluding current taxation)

Mark-up / interest received
Mark-up / interest paid
Defined benefits paid
Income tax paid
Net cash generated from operating activities

CASH FLOW FROM INVESTING ACTIVITIES

Net investment in securities classified as FVOCI
Net investment in securities classified as amortized cost
Dividends received
Investments in property and equipment
Proceeds from sale of property and equipment
Investments in Intangible assets
Proceeds from sale of non-banking assets acquired in satisfaction of claims
Net investment in associates
Effect of translation of net investment in foreign branches and subsidiary
Net cash used in investing activities

CASH FLOW FROM FINANCING ACTIVITIES

Payment of lease liability against right-of-use-assets
Dividend paid
Net cash used in financing activities

Effects of credit loss allowance changes on cash and cash equivalents
Increase in cash and cash equivalents

Cash and cash equivalents at beginning of the period
Effects of exchange rate changes on cash and cash equivalents
Opening expected credit loss allowance on cash and cash equivalents

Cash and cash equivalents at end of the period

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

Note	Nine Months Ended	
	January 01 to September 30, 2026	January 01 to September 30, 2025
	-----Rupees in '000-----	
	92,655,537	94,879,854
	(4,006,886)	(4,950,140)
	88,648,651	89,929,714
	(126,262,993)	(120,155,832)
32	4,516,316	3,853,929
32	2,135,512	1,882,884
32	6,923	12,332
32	536,795	497,046
34	(121,079)	(5,358,522)
31	(221,151)	(318,844)
31	(13,029)	-
28	1,807,186	1,555,877
	1,829,092	1,875,956
	(939,368)	(763,680)
31	(4,435)	(4,991)
31	(62,532)	(43,443)
30	409,153	(285,778)
	(116,383,610)	(117,253,066)
	(27,734,959)	(27,323,352)
	(63,002,403)	(55,106,228)
	1,953,425	1,567,481
	(70,670,231)	418,948,394
	11,906,188	(19,083,083)
	(119,813,021)	346,326,564
	(11,377,372)	(40,019,362)
	(67,526,164)	225,106,464
	527,367,510	347,766,907
	(14,161,262)	(8,289,441)
	434,302,712	524,564,568
	259,094,781	235,234,106
	(112,544,366)	(145,109,701)
	(189,498)	(205,951)
	(50,727,710)	(58,491,163)
	382,387,939	874,995,071
	(313,959,279)	(815,688,168)
	(3,369,175)	(3,585,893)
	2,497,980	2,932,505
	(8,143,749)	(11,275,407)
	306,810	1,746,632
	(496,441)	(916,246)
	70,000	151,000
	(1,521,495)	(1,260,169)
	(733,114)	(37,691)
	(325,348,463)	(827,933,437)
20.1	(3,609,849)	(2,938,486)
	(31,796,576)	(31,772,824)
	(35,406,425)	(34,711,310)
	421,415	406
	22,054,466	12,350,730
	251,850,843	211,040,034
	(1,165,640)	830,231
	(622,553)	(582,389)
	250,062,650	211,287,876
	272,117,116	223,638,606

MCB Bank Limited & Subsidiary Companies
Notes to the Consolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



1. STATUS AND NATURE OF BUSINESS

The Group consists of:

- Holding Company - MCB Bank Limited

Subsidiary Companies

- MCB Investment Management Limited
- MCB Non-Bank Credit Organization Closed Joint Stock Company
- MCB Islamic Bank Limited
- MCB Exchange Company (Private) Limited

**"Percentage
holding of MCB
Bank Limited"**

81.42%
99.94%
100%
100%

MCB Bank Limited (the 'Bank') is a banking company incorporated in Pakistan and is engaged in commercial banking and related services. The Bank's ordinary shares are listed on the Pakistan stock exchange. The Bank's Registered Office and Principal Office are situated at MCB - 15 Main Gulberg, Lahore. The Bank operates 1,431 branches (2025: 1,401 branches) within Pakistan and 9 branches (2025: 9 branches) outside Pakistan (including the Karachi Export Processing Zone branch).

2. BASIS OF PREPARATION

2.1 These consolidated financial statements include the financial statements of MCB Bank Limited and its subsidiary companies and share of the profit / reserves of associates (the "Group").

a. Subsidiaries are all entities over which the Group has the power to govern the financial and operating policies accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable are considered when assessing whether the Group controls another entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are de-consolidated from the date when control ceases. The assets and liabilities of subsidiary companies have been consolidated on a line by line basis based on the financial statements for the nine months period ended September 30, 2026 and the carrying value of investments held by the parent is eliminated against the subsidiaries' shareholders' equity in these consolidated condensed interim financial statements. Material intra-Group balances and transactions have also been eliminated.

b. Associates are entities over which the Group has significant influence but not control. Investments in associates are accounted for under the equity method of accounting and are initially recognised at cost, thereafter adjusted for the post-acquisition change in the Group's share of net assets of the associates. The cumulative post-acquisition movements are adjusted in the carrying amount of the investment. Accounting policies of the associates have been changed where necessary to ensure consistency with the policies adopted by the Group. The Group's share of profit in associates have been accounted for based on the financial statements for the nine months period ended September 30, 2026.

c. Non-controlling interest is that part of the net results of operations and of net assets of subsidiary companies attributable to interests which are not owned by the Group.

2.2 In accordance with the directives of the Federal Government regarding the shifting of the banking system to Islamic modes, the State Bank of Pakistan has issued various circulars from time to time. Permissible forms of trade-related modes of financing include purchase of goods by banks from their customers and immediate resale to them at appropriate profit in price on deferred payment basis. The purchases and sales arising under these arrangements are not reflected in these consolidated condensed interim financial statements as such but are restricted to the amount of facility actually utilized and the appropriate portion of profit thereon.

The financial results of the Group's Islamic Banking business have been consolidated in these financial statements for reporting purposes, after eliminating material intra-Group balances and transactions.

2.3 The consolidated condensed interim financial statements are presented in Pak Rupees, which is the Group's functional and presentation currency of its primary economic environment.

2.4 These consolidated condensed interim financial statements have been prepared under the historical cost convention except that certain classes of property and equipment and non-banking assets acquired in satisfaction of claims are stated at revalued amounts; investments classified at fair value through profit and loss and fair value through other comprehensive income; foreign exchange contracts and derivative financial instruments are measured at fair value and net defined benefit obligations are carried at fair value of plan assets less present value of defined benefit obligations.

Anjum Javed
Chief Financial Officer

Muhammad Nauman Chughtai
President / CEO

Main Umer Mansha
Director

Shahzad Hussain
Director

Muhammad Ali Zeb
Director



3. STATEMENT OF COMPLIANCE

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

- International Accounting Standard 34 "Interim Financial Reporting" issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Companies Act, 2017;
- Provisions of and directives issued under the Banking Companies Ordinance, 1962 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 IAS 34, IFRS or IFAS, the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives, shall prevail.

3.2 The State Bank of Pakistan has deferred the applicability of International Accounting Standards 40, 'Investment Property' for Banking Companies through BSD Circular No. 10 dated August 26, 2002. Accordingly, the requirements of the standard have not been considered in the preparation of these consolidated condensed interim financial statements.

3.3 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 requirements of consolidation under section 237 of the repealed Companies Ordinance 1984 (Section 228 of Companies Act, 2017) and IFRS 10 "Consolidated Financial Statements" are not applicable in case of investment by companies in mutual funds established under Trust structure.

3.4 The disclosures made in these consolidated condensed interim financial statements have been limited based on a format prescribed by the SBP vide BPRD Circular No. 02 of 2023 dated February 09, 2023 and IAS 34 "Interim Financial Reporting". These consolidated condensed interim financial statements do not include all the information and disclosures required in the audited annual financial statements, and should be read in conjunction with the audited annual consolidated financial statements for the financial year ended December 31, 2025.

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

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Group's accounting periods beginning on or after January 1, 2026 but are considered not to be relevant or do not have any material effect on the Group's operations and therefore are not detailed in these consolidated condensed interim financial statements.

3.6 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

The following new standard will be effective from the date mentioned below:

**Effective date
(annual periods
beginning on or
after)**

IFRS 18 – Presentation and Disclosure in Financial Statements

January 01, 2027

4 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies and methods of computation adopted in the preparation of these consolidated condensed interim financial statements are consistent with those applied in the preparation of the audited annual consolidated financial statements of the Group for the year ended December 31, 2025.

5 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

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 audited annual consolidated financial statements for the year ended December 31, 2025.

6 FINANCIAL RISK MANAGEMENT

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



7. CASH AND BALANCES WITH TREASURY BANKS

In hand

Local currency

Foreign currencies

With State Bank of Pakistan in

Local currency current accounts

Foreign currency current accounts

Foreign currency deposit account

With other central banks in

Foreign currency current accounts

With National Bank of Pakistan in

Local currency current accounts

Prize bonds

Less: Credit loss allowance held against cash and balances with treasury banks

Cash and balances with treasury banks - net of credit loss allowance

8. BALANCES WITH OTHER BANKS

Inside Pakistan

In current accounts

In deposit accounts

Outside Pakistan

In current accounts

In deposit accounts

Less: Credit loss allowance held against balances with other banks

Balances with other banks - net of credit loss allowance

9. LENDINGS TO FINANCIAL INSTITUTIONS

Call / clean money lendings

Repurchase agreement lendings (Reverse Repo)

Bai mu'ajjal

Musharaka arrangements

Less: Credit loss allowance held against lending to financial institutions

Lendings to financial institutions - net of credit loss allowance

Note

Unaudited
September 30,
2026

Audited
December 31, 2025

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

	48,631,290	43,681,313
	9,144,621	7,915,456
	57,775,911	51,596,769
	120,379,317	98,447,311
	9,463,166	6,630,888
	11,488,121	8,716,198
	141,330,604	113,794,397
	22,935,263	22,595,643
	26,291,503	23,513,255
	89,292	109,340
	(185,067)	(385,065)
	248,237,506	211,224,339
	223,697	316,426
	1,372	18,483
	225,069	334,909
	10,590,578	22,927,964
	17,841,895	18,800,419
	28,432,473	41,728,383
	(16,073)	(237,488)
	28,641,469	41,825,804
	91,340,130	85,301,696
	53,963,970	5,000,000
	3,241,137	3,241,138
	13,500,000	5,500,000
	162,045,237	99,042,834
	(203)	(1,041)
	162,045,034	99,041,793

11.2 Advances include Rs. 51,390.700 million (2025: Rs. 52,209.840 million) which have been placed under Stage 3 status as detailed below:

in local currency
in foreign currencies

11.2 Advances include Rs. 51,390.700 million (2025: Rs. 52,209.840 million) which have been placed under Stage 3 status as detailed below:

Domestic
Other Assets Especially Mentioned (OAEI)

Total

11.1.2.1 This includes non-performing portfolio of agricultural, small enterprise and infrastructure project financing classified as "Other Assets Especially Mentioned" as per the requirements of respective Prudential Regulations issued by the State Bank of Pakistan.

11.3.3 State Bank of Pakistan vide BSD Circular No. dated January 27, 2009, BSD Circular No. 10 dated October 20, 2009, BSD Circular No. 02 of 2010 dated June 03, 2010 and BSD Circular No. 1 of 2011 dated October 21, 2011 has allowed benefit of Forced Sale Value (FSV) of Plant & Machinery under charge, pledged stock and mortgaged residential, commercial & industrial properties (land and building only) held as collateral against Non Performing Loans (NPLs) for five years from the date of classification. The Bank (Holding Company) has not taken the FSV benefit in calculation of specific provision. However, one of the subsidiaries of the Bank has availed benefit of forced sale values amounting to Rs. 24,428 million (December 31, 2025: Rs. 165,977 million) in determining the provisioning against non-performing Islamic financing and related assets as at September 30, 2026. The additional benefit arising from availing the FSV benefit - net of tax amounts to Rs. 11,726 million as at September 30, 2026 (December 31, 2025: Rs. 78,01 million) is not available for payment of cash or stock dividends to shareholders.

11.3.4 The Group maintains the general provision, over and above the ECL for Stage 1 and Stage 2 exposures, which is allowed to be maintained by SBP vide BPRD Circular Letter No. 01 dated January 22, 2025 up to December 31, 2026.

MCB Bank Limited & Subsidiary Companies
Notes to the Consolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



12. PROPERTY AND EQUIPMENT

Capital work-in-progress
Property and equipment

12.1 Capital work-in-progress

Civil works
Equipment
Advance payment - suppliers and property acquisition
Others

Note	Unaudited September 30, 2026	Audited December 31, 2025
	-----Rupees in '000-----	
12.1	4,928,669	6,554,403
	102,267,747	97,129,367
	107,196,416	103,683,770
	3,529,667	2,419,950
	569,570	181,083
	795,017	3,943,291
	34,415	10,079
	4,928,669	6,554,403

12.2 Additions to property and equipment

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

Capital work-in-progress - net of transferred out for capitalization

Property and equipment

Building on freehold land
Building on leasehold land
Freehold land
Leasehold land
Electrical office and computer equipment
Furniture and fixture
Leasehold Improvements
Vehicles

12.3 Disposal of property and equipment

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

Leasehold land
Freehold land
Vehicles
Furniture and fixture
Electrical office and computer equipment
Building on leasehold land

13. RIGHT-OF-USE ASSETS

Right-of-use assets

Unaudited	
Nine Months Period ended September 30, 2026	Nine Months Period ended September 30, 2025

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

(1,625,734)	4,404,550
1,279,697	698,667
1,757	117,617
3,777,746	1,061,139
-	9,145
2,699,527	2,382,494
268,950	263,961
1,070,852	1,096,552
670,954	1,241,282
9,769,483	6,870,857
8,143,749	11,275,407

Unaudited September 30, 2026	Audited December 31, 2025
-----Rupees in '000-----	

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

Unaudited September 30, 2026			Audited December 31, 2025		
Buildings	Others	Total	Buildings	Others	Total
-----Rupees in '000-----					

13.1 At January 01,

Cost
Accumulated depreciation
Net carrying amount at January 01,
Additions / adjustments during the period / year
Deletions during the period / year
Exchange adjustments
Depreciation charge for the period / year
Closing net carrying amount

21,705,008	-	21,705,008	17,814,517	-	17,814,517
(11,262,737)	-	(11,262,737)	(9,361,703)	-	(9,361,703)
10,442,271	-	10,442,271	8,452,814	-	8,452,814
2,452,647	-	2,452,647	4,787,070	-	4,787,070
(76,011)	-	(76,011)	(94,181)	-	(94,181)
(8,693)	-	(8,693)	3,334	-	3,334
(2,135,512)	-	(2,135,512)	(2,706,766)	-	(2,706,766)
10,674,702	-	10,674,702	10,442,271	-	10,442,271

MCB Bank Limited & Subsidiary Companies
Notes to the Consolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



14. INTANGIBLE ASSETS

Computer software
Goodwill
Management rights
Capital work-in-progress

Note	Unaudited September 30, 2026	Audited December 31, 2025
	-----Rupees in '000-----	
	1,406,139	1,610,471
	82,127	82,127
	192,000	192,000
	1,727,921	1,568,611
	3,408,187	3,453,209

14.1 Additions to intangible assets

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

Computer software
Capital work-in-progress - net of transferred out for capitalization

Unaudited	
Nine Months Period ended September 30, 2026	Nine Months Period ended September 30, 2025
-----Rupees in '000-----	

337,131	215,203
159,310	701,043
496,441	916,246

Unaudited September 30, 2026	Audited December 31, 2025
-----Rupees in '000-----	

15. OTHER ASSETS

Income / mark-up accrued in local currency
Income / mark-up accrued in foreign currencies
Advances, deposits, advance rent and other prepayments
Non-banking assets acquired in satisfaction of claims
Mark to market gain on forward foreign exchange contracts
Unrealized gain on derivative financial instruments
Acceptances
Receivable from the pension fund
Clearing and settlement accounts
Deferred cost on staff loans
Claims receivable against fraud and forgeries
Others

Less: Credit loss allowance held against other assets

Other assets net of credit loss allowance

Surplus on revaluation of non-banking assets

acquired in satisfaction of claims

Other assets - total

15.1 Credit loss allowance held against other assets

Non banking assets acquired in satisfaction of claims
Claims receivable against fraud and forgeries
Mark-up accrued
Others

22

15.1

24

67,808,689	70,653,555
1,103,633	1,007,491
11,244,286	18,014,012
1,103,639	1,165,624
5,204,149	1,036,546
-	15,921
28,090,136	41,769,268
18,696,872	17,312,255
16,391,520	27,367,114
8,771,367	7,796,934
744,507	802,160
4,852,920	4,571,109
164,011,718	191,511,989
3,327,313	3,620,918
160,684,405	187,891,071
419,746	421,655
161,104,151	188,312,726
40,091	40,091
744,507	802,160
53,737	73,278
2,488,978	2,705,389
3,327,313	3,620,918

15.1.1 Movement in credit loss allowance held against other assets

	Unaudited September 30, 2026	Audited December 31, 2025
	-----Rupees in '000-----	
Opening balance	3,620,918	3,685,865
Charge for the period / year	3,253	262,660
Reversal for the period / year	(281,736)	(335,139)
	(278,483)	(72,479)
Amounts written off	-	(250)
Exchange and other adjustments	(15,122)	7,782
Closing balance	3,327,313	3,620,918

16. CONTINGENT ASSETS

There are no contingent assets of the Group as at September 30, 2026 (2025: Nil).

17. BILLS PAYABLE

	Unaudited September 30, 2026	Audited December 31, 2025
	-----Rupees in '000-----	
In Pakistan	15,341,462	30,108,764
Outside Pakistan	4,413,736	1,023,806
	19,755,198	31,132,570

18. BORROWINGS

Secured

Borrowings from State Bank of Pakistan

Under export refinance scheme	13,817,938	28,582,782
Under long term financing facility	10,464,625	13,237,900
Under renewable energy performance platform	1,530,449	1,905,809
Under temporary economic refinance facility	21,826,889	24,410,395
Investment under Shariah Compliant open Market Operations	11,003,918	-
Under financing facility for storage of agricultural produce	244,383	142,946
Under refinance and credit guarantee scheme for Women Entrepreneurs	1,996	3,012

	58,890,198	68,282,844
Repurchase agreement borrowings	341,430,430	391,729,648
Total secured	400,320,628	460,012,492

Unsecured

Call borrowings	-	407,115
Borrowings from other financial institution	5,010,632	4,731,826
Overdrawn nostro accounts	4,761,859	2,987,493
Musharaka Arrangements	161,902	7,867,894
Others	162,286	162,286
Total unsecured	10,096,679	16,156,614
	410,417,307	476,169,106

19. DEPOSITS AND OTHER ACCOUNTS

	Unaudited September 30, 2026			Audited December 31, 2025		
	In Local currency	In Foreign currencies	Total	In Local currency	In Foreign currencies	Total
	-----Rupees in '000-----			-----Rupees in '000-----		
Customers						
Current deposits	1,116,123,689	293,700,134	1,409,823,823	959,454,612	266,725,949	1,226,180,561
Savings deposits	1,011,722,610	35,677,338	1,047,399,948	1,027,956,884	30,323,987	1,058,280,871
Term deposits	156,278,530	22,449,750	178,728,280	58,769,399	25,449,316	84,218,715
Others	75,525,547	5,065,657	80,591,204	57,906,076	4,596,666	62,502,742
	2,359,750,376	358,892,879	2,718,643,255	2,104,086,971	327,095,918	2,431,182,889
Financial Institutions						
Current deposits	25,434,964	2,477,415	27,912,379	17,970,604	4,333,534	22,304,138
Savings deposits	301,789,272	1,155,579	302,944,851	65,543,080	355,565	65,898,645
Term deposits	561,968	8,724,735	9,286,703	533,968	9,499,168	10,033,136
Others	-	83,543	83,543	-	84,413	84,413
	327,786,204	12,441,272	340,227,476	84,047,652	14,272,680	98,320,332
	2,687,536,580	369,334,151	3,056,870,731	2,188,134,623	341,368,598	2,529,503,221

20. LEASE LIABILITIES

Lease Liabilities

	Unaudited September 30, 2026		Audited December 31, 2025	
	Buildings	Others	Buildings	Others
	-----Rupees in '000-----		-----Rupees in '000-----	
20.1 At January 01,				
Additions / adjustments during the period / year	15,505,119	-	15,505,119	-
Lease payments during the period / year	2,452,647	-	2,452,647	-
Finance charges during the period / year	(3,609,849)	-	(3,609,849)	-
Deletions during the period / year	1,807,186	-	1,807,186	-
Exchange adjustments	(138,543)	-	(138,543)	-
Closing Balance	15,992,094	(24,466)	15,967,628	(24,466)
20.2 Liabilities Outstanding				
Not later than one year	2,456,129	-	2,456,129	-
Later than one year and upto five years	7,100,161	-	7,100,161	-
Over five years	6,435,804	-	6,435,804	-
Total at the period / year end	15,992,094	-	15,992,094	-



21. DEFERRED TAX LIABILITIES

Taxable Temporary Differences on

- Surplus on revaluation of property and equipment
- Surplus on revaluation of non-banking assets
- Accelerated tax depreciation
- Receivable from pension fund
- Surplus on revaluation of investments
- Business combination
- Investments in associated undertaking

Deductible Temporary Differences on

- Leases (net)
- Worker Welfare Fund
- Credit loss allowance against financial assets

Note	Unaudited September 30, 2026	Audited December 31, 2025
	-----Rupees in '000-----	
	5,337,657	5,467,046
	218,268	219,261
	4,516,787	4,706,194
	9,722,373	9,002,373
	15,797,220	33,189,322
	705,218	705,218
	5,293,809	5,047,052
	41,591,332	58,336,466
	(3,188,311)	(2,993,758)
	(350,307)	(315,720)
	(5,456,190)	(5,686,006)
	32,596,524	49,340,982

Unaudited September 30, 2026	Audited December 31, 2025
-----Rupees in '000-----	

22. OTHER LIABILITIES

- Mark-up / return / interest payable in local currency
- Mark-up / return / interest payable in foreign currencies
- Unearned commission and income on bills discounted
- Accrued expenses
- Current taxation (provisions less payments)
- Workers Welfare Fund
- Acceptances
- Unclaimed / dividends payable
- Mark to market loss on forward foreign exchange contracts
- Unrealised loss on derivative financial instruments
- Branch adjustment account
- Provision for employees' compensated absences
- Provision for post retirement medical benefits
- Provision for employees' contributory benevolent scheme
- Insurance payable against consumer assets
- Unclaimed balances
- Duties and taxes payable
- Charity fund balance
- Credit loss allowance against off-balance sheet obligations
- Security deposits against lease
- Clearing and settlement accounts
- Others

	20,368,874	3,410,620
	556,818	554,382
	3,475,361	3,471,757
	11,195,849	11,244,513
	151,659	2,670,318
22.1	21,109,549	19,280,457
15	28,090,136	41,769,268
	3,355,295	3,115,115
	5,048,199	1,172,792
	-	15,921
	3,754,295	17,961
	1,635,111	1,517,876
	2,390,339	2,246,751
	132,911	137,984
	58,942	36,172
	508,435	471,496
	3,248,740	5,808,518
	51,376	31,844
22.2	1,575,560	1,682,454
	7,767,932	6,008,377
	5,046,187	24,602,583
	9,221,220	10,644,888
	128,742,788	139,912,047

22.1 The Supreme Court of Pakistan vide its order dated November 10, 2016 has held that the amendments made in the law introduced by the Federal Government for the levy of Workers Welfare Fund were not lawful. The Federal Board of Revenue has filed review petitions against this order which are currently pending.

Legal advice obtained on the matter indicates that consequent to filing of these review petitions the judgment may not currently be treated as conclusive. Accordingly, the Group maintained its provision in respect of WWF.



22.2 An analysis of changes in credit loss allowance against off-balance sheet obligations is as follows:

Note	Unaudited September 30, 2026	Audited December 31, 2025
	-----Rupees in '000-----	
Opening balance	1,682,454	1,543,367
Exchange adjustment	(10,976)	(7,396)
Charge for the period / year	549,932	539,073
Reversal for the period / year	(645,850)	(392,590)
	(95,918)	146,483
Closing balance	1,575,560	1,682,454

23. RESERVES

Share premium	23,973,024	23,973,024
Non - distributable capital reserve - gain on bargain purchase option	908,317	908,317
Exchange translation reserve	8,674,752	9,407,866
Statutory reserve	65,252,411	60,791,811
General reserve	18,600,000	18,600,000
	117,408,504	113,681,018

23.1 Under IFRS 3 a bargain purchase represents an economic gain which should be immediately recognized by the acquirer as income. However, the amount of bargain purchase gain has not been taken to the profit and loss account as the SBP, through its letter BPRD(R&PD)/2017/14330 dated June 13, 2017 recommended that the amount of gain may be routed directly into equity as a Non-distributable Capital Reserve (NCR). The NCR may become available for distribution through a stock dividend only with prior approval of the SBP. The Holding Company, before distribution of the gain as a stock dividend, may adjust any subsequent provisions / deficit, assessed by the Holding Company or recommended by the Banking Inspection Department of SBP, in the acquired assets and liabilities of NIB Bank Limited against the NCR.

23.2 Statutory reserve represents amount set aside as per the requirements of section 21 of the Banking Companies Ordinance, 1962.

24. SURPLUS ON REVALUATION OF ASSETS

Surplus / (deficit) on revaluation of:

- Securities measured at FVOCI - Debt securities	10.1	11,107,472	38,250,219
- Securities measured at FVOCI - Equity securities	10.1	19,271,798	25,575,402
- Property and equipment		47,832,697	48,081,519
- Non-banking assets acquired in satisfaction of claims	15	419,746	421,655
- Associated undertaking		3,120,364	3,295,737
		81,752,077	115,624,532

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

- Securities measured at FVOCI - Debt securities	21	(5,775,885)	(19,890,114)
- Securities measured at FVOCI - Equity securities	21	(10,021,335)	(13,299,208)
- Property and equipment	21	(5,337,657)	(5,467,046)
- Non-banking assets acquired in satisfaction of claims	21	(218,268)	(219,261)
- Associated undertaking		(1,841,629)	(1,938,688)
		(23,194,774)	(40,814,317)
		58,557,303	74,810,215

25. CONTINGENCIES AND COMMITMENTS

	Note	Unaudited September 30, 2026	Audited December 31, 2025
-----Rupees in '000-----			
-Guarantees	25.1	272,605,324	287,348,991
-Commitments	25.2	1,015,646,834	688,049,419
-Other contingent liabilities	25.3	33,395,297	35,870,144
		<u>1,321,647,455</u>	<u>1,011,268,554</u>
25.1 Guarantees:			
Financial guarantees		107,837,394	167,979,896
Performance guarantees		135,931,323	91,081,060
Other guarantees		28,836,607	28,288,035
		<u>272,605,324</u>	<u>287,348,991</u>
25.2 Commitments:			
Documentary credits and short-term trade-related transactions			
- letters of credit		340,934,867	297,666,130
Commitments in respect of:			
- forward foreign exchange contracts	25.2.1	643,062,807	314,027,563
- forward government securities transactions	25.2.2	4,565,095	4,000,000
- derivatives (notional)	25.2.3	-	6,984,430
- extending credit (irrevocable)	25.2.4	23,918,245	62,987,024
Commitments for acquisition of:			
- property and equipment		2,203,396	1,700,208
- intangible assets		962,424	684,064
		<u>1,015,646,834</u>	<u>688,049,419</u>
25.2.1 Commitments in respect of forward foreign exchange contracts			
Purchase		335,803,079	156,792,284
Sale		307,259,728	157,235,279
		<u>643,062,807</u>	<u>314,027,563</u>
25.2.2 Commitments in respect of forward government securities transactions			
Purchase		4,565,095	4,000,000
Sale		-	-
		<u>4,565,095</u>	<u>4,000,000</u>
25.2.3 Commitments in respect of derivatives			
FX options (notional)			
Purchase		-	3,492,215
Sale		-	3,492,215
		<u>-</u>	<u>6,984,430</u>

25.2.4 The Group makes commitments to extend credit (including to related parties) in the normal course of its business but these being revocable commitments do not attract any significant penalty or expense if the facilities are unilaterally withdrawn except for Rs. 23,918.245 million (2025: Rs. 62,987.024 million) which are irrevocable in nature.

25.3 Other contingent liabilities

Claims against the Group not acknowledged as debts	25.3.1	<u>33,395,297</u>	<u>35,870,144</u>
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25.3.1 These mainly represent counter claims by borrowers for damages 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 Group's favour and the possibility of any adverse outcome is remote. Accordingly, no provision has been made in these consolidated condensed interim financial statements.

25.4 Taxation

For assessment year 1998-1999 through tax year 2024, the tax department disputed Group's treatment on certain issues, where the Group's appeals are pending at various appellate forums, entailing an additional tax liability of Rs. 2,572.205 million (2025: Rs. 2,632.390 million). Such issues inter alia principally include disallowance of expenses for non-deduction of withholding tax and non availability of underlying records, provision for non performing loans, attribution of expenses to heads of income other than income from business and disallowance of credit for taxes paid in advance / deducted at source.

The Group has filed appeals which are pending at various appellate forums. In addition, certain decisions made in favour of the Group are being contested by the department at higher forums. No provision has been made in these consolidated condensed interim financial statements regarding the aforesaid additional tax demand and already issued favourable decisions where the department is in appeal, as the management is of the view that the issues will be decided in the Group's favour as and when these are taken up by the Appellate Authorities.

The tax authorities have also carried out monitoring for Sales tax and withholding taxes covering period from year ended 2018 to 2024. Consequently various add backs and arbitrary demands were raised creating a total demand of Rs. 3,491.255 million. The Group has filed appeals against all such demands and is confident that these would be decided in the favor of the Group.

25.5 Amortization of goodwill and other intangibles amounting to Rs 28.08 billion of Ex. NIB

Issue of goodwill and other related assets amortization for few years has been assessed in Holding company's favour at appellate forums, however, the tax department has filed appeal against these decisions. The management has not recorded any tax benefit because the issue has not attained finality.

26. DERIVATIVE INSTRUMENTS

	Unaudited September 30, 2026					
	Cross Currency Swaps		Interest Rate Swaps		FX Options	
	Notional Principal	Mark to market gain / loss	Notional Principal	Mark to market gain / loss	Notional Principal	Mark to market gain / loss
-----Rupees in '000-----						
Total						
Hedging	-	-	-	-	-	-
Market Making	-	-	-	-	-	-
Audited December 31, 2025						
-----Rupees in '000-----						
Total						
Hedging	-	-	-	-	3,492,215	15,921
Market Making	-	-	-	-	3,492,215	(15,921)

MCB Bank Limited & Subsidiary Companies
Notes to the Consolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



Note	Unaudited	
	Nine Months Period ended September 30, 2026	Nine Months Period ended September 30, 2025
	-----Rupees in '000-----	
27. MARK-UP / RETURN / INTEREST EARNED		
Loans and advances	72,553,191	70,567,558
Investments	176,472,883	169,547,156
Lendings to financial institutions	4,320,031	3,208,993
Balances with banks	1,108,302	1,061,761
	<u>254,454,407</u>	<u>244,385,468</u>
27.1 Interest income recognised on:		
Financial assets measured at amortised cost	80,874,520	78,543,471
Financial assets measured at FVOCI	172,166,123	162,632,472
Financial assets measured at FVTPL	1,413,764	3,209,525
	<u>254,454,407</u>	<u>244,385,468</u>
28. MARK-UP / RETURN / INTEREST EXPENSED		
Deposits	88,676,017	81,785,514
Borrowings	36,112,922	40,707,976
Cost of foreign currency swaps against foreign currency deposits / borrowings	1,595,289	180,269
Finance charges on lease liability against right-of-use assets	1,807,186	1,555,877
	<u>128,191,414</u>	<u>124,229,636</u>
29. FEE & COMMISSION INCOME		
Branch banking customer fees	3,637,196	3,559,565
Consumer finance related fees	762,806	612,692
Card related fees (debit and credit cards)	8,079,344	7,192,369
Credit related fees	273,301	589,806
Investment banking fee	131,388	100,763
Commission on trade	2,246,812	2,425,474
Commission on guarantees	746,062	569,274
Commission on cash management	845,203	822,617
Commission on remittances including home remittances	268,490	(2,851,444)
Commission on bancassurance	994,076	1,042,828
Rent on lockers	235,280	253,167
Commission on utility bills	86,420	78,559
Commission on investments services	3,058,529	2,919,074
Others	591,502	492,596
	<u>21,956,409</u>	<u>17,807,340</u>
30. GAIN / (LOSS) ON SECURITIES - NET		
Realised	3,339,486	533,745
Unrealised - measured at FVTPL	(409,153)	285,778
	<u>2,930,333</u>	<u>819,523</u>
30.1 Realised gain / (loss) on:		
Federal Government Securities	2,925,500	(78,445)
Non Government Debt Securities	19,542	31,079
Shares	394,444	581,111
	<u>3,339,486</u>	<u>533,745</u>
30.2 Realised gain / (loss) on:		
Financial assets measured at FVTPL		
Designated upon initial recognition	285,783	437,382
Mandatorily measured at FVTPL	-	-
	<u>285,783</u>	<u>437,382</u>
Financial assets measured at FVOCI	3,053,703	96,363
	<u>3,053,703</u>	<u>96,363</u>
	<u>3,339,486</u>	<u>533,745</u>

MCB Bank Limited & Subsidiary Companies
Notes to the Consolidated Condensed Interim Financial Statements (Un-Audited)
For The Nine Months Period Ended September 30, 2026



	Unaudited	
	Nine Months Period ended September 30, 2026	Nine Months Period ended September 30, 2025
	-----Rupees in '000-----	
31. OTHER INCOME		
Rent on property	71,957	119,410
Gain on conversion of Ijarah agreements	4,435	4,991
Gain on termination of lease liability against right of use assets	62,532	43,443
Gain on sale of property and equipment - net	221,151	318,844
Gain on sale of non-banking assets acquired in satisfaction of claims - net	13,029	-
	<u>373,104</u>	<u>486,688</u>
32. OPERATING EXPENSES		
Total compensation expense	33,270,407	27,833,912
Property expense		
Rent and taxes	420,821	412,255
Insurance	63,584	57,965
Utilities cost	2,358,927	2,108,693
Fuel expense generators	931,618	708,351
Security (including guards)	2,174,908	2,125,634
Repair and maintenance (including janitorial charges)	1,362,373	1,218,739
Depreciation on right-of-use assets	2,135,512	1,882,884
Depreciation	1,540,969	1,318,129
	<u>10,988,712</u>	<u>9,832,650</u>
Information technology expenses		
Software maintenance	2,391,503	2,040,496
Hardware maintenance	323,582	347,127
Depreciation	1,407,068	1,323,444
Amortization	536,795	497,046
Network charges	726,866	562,523
Insurance	12,689	18,245
	<u>5,398,503</u>	<u>4,788,881</u>
Other operating expenses		
Directors' fees and allowances	42,780	44,180
Remuneration to shariah board members	16,965	14,533
Legal and professional charges	603,454	401,674
Outsourced services costs	1,263,741	1,076,901
Travelling and conveyance	810,831	624,169
NIFT clearing charges	278,760	254,621
Depreciation	1,568,279	1,212,356
Depreciation on non-banking assets acquired in satisfaction of claims	6,923	12,332
Training and development	177,604	121,041
Postage and courier charges	259,608	277,122
Communication	1,874,264	2,147,049
Stationery and printing	1,015,053	987,121
Marketing, advertisement & publicity	704,239	2,431,261
Auditors' remuneration	85,854	101,411
Cash transportation charges	998,114	967,054
Repair and maintenance	792,286	705,215
Subscription	75,118	72,516
Entertainment	489,198	454,711
Remittance charges	116,836	242,282
Brokerage expenses	116,610	84,704
Card related expenses	3,547,864	3,049,658
CNIC verification charges	316,536	262,987
Insurance	2,380,182	2,134,277
Others	531,010	652,387
	<u>18,072,109</u>	<u>18,331,562</u>
	<u>67,729,731</u>	<u>60,787,005</u>

Note	Unaudited	
	Nine Months Period ended September 30, 2026	Nine Months Period ended September 30, 2025
	-----Rupees in '000-----	
33. OTHER CHARGES		
Penalties of State Bank of Pakistan	10,613	136,322
VAT & National Building tax & Crop Insurance Levy	135,567	133,437
Education cess	112,532	106,194
	<u>258,712</u>	<u>375,953</u>
34. CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET		
(Reversal) / credit loss allowance against balance with other banks	(221,417)	179,496
Reversal of credit loss allowance against cash and balances with treasury banks	(199,998)	(179,902)
Reversal of credit loss allowance for diminution in value of investments	10.2 (219,345)	(104,021)
Credit loss allowance / (reversal) against loans and advances	11.3 1,180,996	(5,183,486)
(Reversal) / credit loss allowance against lendings to financial institutions	(838)	59
(Reversal) / credit loss allowance against off balance sheet items	(95,918)	144,114
Reversal of credit loss allowance of credit loss allowance against other assets	15.1.1 (278,483)	(18,080)
Recovery of written off / charged off bad debts	(286,076)	(196,702)
	<u>(121,079)</u>	<u>(5,358,522)</u>
35. TAXATION		
Current	46,931,742	46,288,482
Prior years	(294)	2,714,369
Deferred	744,294	562,134
Share of tax of associates	650,519	689,675
	<u>48,326,261</u>	<u>50,254,660</u>
36. BASIC AND DILUTED EARNINGS PER SHARE		
	-----Rupees in '000-----	
Profit after tax attributable to Equity Shareholders of the Bank	<u>44,160,028</u>	<u>44,341,326</u>
	-----Number-----	
Weighted average number of ordinary shares	<u>1,185,060,006</u>	<u>1,185,060,006</u>
	-----Rupees-----	
Basic and diluted earnings per share	<u>37.26</u>	<u>37.42</u>

37. FAIR VALUE MEASUREMENTS

The fair value of quoted securities other than those classified as amortised cost, is based on quoted market price. Quoted debt 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.

Fair value of unquoted debt securities, fixed term loans, other assets, other liabilities, fixed term deposits and borrowings cannot be calculated with sufficient reliability due to absence of current and active market for such assets and liabilities and reliable data regarding market rates for similar instruments.

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

37.1 Fair value of financial assets

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. Financial instruments included in Level 1 comprise of investments in listed ordinary shares.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices). Financial instruments included in Level 2 comprise of Sukuk Bonds, Pakistan Investment Bonds, Market Treasury Bills, Mutual Fund Units, Term Finance Certificates, FX Options, Cross Currency Swaps, Interest Rate Swaps and Forward Exchange Contracts.

Level 3: Fair value measurements using input for the asset or liability that are not based on observable market data (i.e. unobservable inputs). Financial instruments included in Level 3 comprise of investments in unquoted equity investments.

37.2 Fair value of non-financial assets

Certain categories of property and equipment (land and buildings) and non banking assets acquired in satisfaction of claims are carried at revalued amounts determined by professional valuers based on their assessment of the market values. The valuations are conducted by the valuation experts appointed by the Bank which are also on the panel of the State Bank of Pakistan.

37.3 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:

	Unaudited September 30, 2026			
	Carrying / Notional Value	Level 1	Level 2	Level 3
	-----Rupees in '000-----			
On balance sheet financial instruments				
Financial assets - measured at fair value				
Investments				
Federal Government Securities	2,186,563,656	-	2,186,563,656	-
Shares and units	70,046,424	62,848,487	16,422	7,181,515
Non-Government Debt Securities	11,002,927	-	11,002,927	-
Foreign Securities	63,549,107	-	63,549,107	-
Financial assets - disclosed but not measured at fair value				
Investments (amortized cost)	39,007,559	-	-	-
Non - Financial Assets measured at fair value				
Property and equipment (land and buildings)	79,256,018	-	79,256,018	-
Non-banking assets	1,483,294	-	1,483,294	-
Off-balance sheet financial instruments - measured at fair value				
Forward purchase of foreign exchange	335,803,079	-	5,344,000	-
Forward sale of foreign exchange	307,259,728	-	5,499,950	-
Derivatives purchase	-	-	-	-
Derivatives sale	-	-	-	-

37.5 Valuation techniques used in determination of fair valuation of financial instruments within Level 2 and Level 3

Item	Valuation approach and input used
Federal Government securities	The fair values of Treasury Bills and fixed rate Pakistan Investments Bonds are determined using the PKRV rates while floating rate Pakistan Investments Bonds are revalued using PKFRV rates. The fair values of foreign currency denominated GoP Eurobonds are determined on the basis of rates taken from Bloomberg.
Term Finance and Bonds	Investments in debt securities (comprising term finance certificates, sukuks, 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 Securities and Exchange Commission of Pakistan.
Foreign Government Debt Securities	The fair values of Foreign Government debt securities are determined on the basis of rates taken from Bloomberg.
Foreign exchange contracts	The valuation has been determined by interpolating the mark-to-market currency 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 currency involved, interest rates, yield curves, volatilities, contracts duration etc.
Unquoted equity investments	The fair value of unquoted equity investments is determined using the discounted cash flow (DCF) method based on projected cash flows, where available. In the absence of reliable projections, a comparable market approach is applied using relevant P/B and P/E multiples of comparable listed companies. For entities with negative equity and sustained losses or negative cash flows, fair value is assessed at the lower of cost or break-up value.
Mutual Funds	Units of mutual funds are valued using the Net Asset Value (NAV) announced by the Mutual Funds Association of Pakistan (MUFAP).

The following table summarises the quantitative information about the significant unobservable inputs used in Level 3 fair value measurements of investment in unquoted equity securities.

* There were no significant inter-relationships between unobservable inputs that materially affect fair values. The following table shows reconciliation of investments Level 3 fair value movement:

	Unaudited September 30, 2026	Audited December 31, 2025
	-----Rupees in '000-----	
Opening balance	7,381,579	5,017,87
Disposals during the period / year	(289,153)	-
Remeasurement recognised in OCI / adjustments	89,089	2,363,70
Closing balance	7,181,515	7,381,57

38.1 Segment details with respect to business activities

The segment analysis with respect to business activity is as follows:

Unaudited Nine Months Period ended September 30, 2026											
	Retail Banking	Consumer Banking	Corporate Banking	Treasury	International Banking	Islamic Banking	Asset Management	Others	Sub-total	Eliminations	Total
Rupees in '000											
Statement of Profit & Loss Account											
Net mark-up / return / profit	(64,889,659)	5,516,900	39,553,605	128,062,769	6,481,297	10,892,595	52,045	533,361	126,262,993	-	126,262,993
Inter segment revenue - net	154,000,041	(3,797,736)	(32,462,849)	(123,918,529)	(310,749)	-	-	6,489,822	-	-	-
Non mark-up / return / interest income	11,060,749	2,545,353	6,468,174	6,893,076	2,228,122	1,985,301	3,187,049	1,721,176	36,089,100	-	36,089,100
Total Income	100,171,131	4,324,597	13,558,930	11,037,316	8,398,670	12,877,896	3,239,094	8,744,359	162,351,993	-	162,351,993
Segment direct expenses	37,171,440	2,301,533	1,111,941	487,782	2,796,991	9,993,514	1,698,301	14,256,033	69,817,535	-	69,817,535
Inter segment expense allocation	-	-	-	-	-	-	-	-	-	-	-
Total Expenses	37,171,440	2,301,533	1,111,941	487,782	2,796,991	9,993,514	1,698,301	14,256,033	69,817,535	-	69,817,535
Credit loss allowance and write offs - net	273,643	121,202	1,737,669	-	562,565	(441,082)	-	(12,375,096)	(121,079)	-	(121,079)
Profit before tax	62,726,048	1,901,862	10,709,320	10,549,534	5,039,114	3,325,464	1,540,793	(3,136,578)	92,655,537	-	92,655,537
Unaudited September 30, 2026											
Statement of Financial Position											
Cash & Bank balances	76,024,824	134,796	272,586	131,610,701	50,525,711	18,004,695	55,768	249,894	276,878,975	-	276,878,975
Investments	-	-	10,139,865	2,048,132,071	81,315,259	230,666,480	4,402,805	10,708,571	2,385,365,051	-	2,385,365,051
Net inter segment lending	2,134,497,233	-	-	-	-	-	-	347,614,022	2,482,111,255	(2,482,111,255)	-
Lendings to financial institutions	-	-	-	53,963,913	91,340,125	16,740,996	-	-	162,045,034	-	162,045,034
Advances - performing / underperforming	54,401,967	66,630,429	586,055,473	-	59,510,618	110,980,885	18,752	1,617,768	879,225,892	-	879,225,892
- non performing	438,731	224,381	1,764,536	-	8,851,153	156,547	-	823,704	12,261,062	-	12,261,062
Others	64,184,450	5,692,331	44,282,802	41,959,851	4,673,875	32,808,858	1,592,253	87,199,036	282,383,456	-	282,383,456
Total Assets	2,329,547,205	72,681,937	642,515,262	2,275,666,536	296,216,741	409,370,461	6,059,576	448,212,995	6,480,270,715	(2,482,111,255)	3,998,159,460
Borrowings	797,161	31,094	42,981,823	345,036,017	338,663	15,404,308	-	4,926,241	410,417,307	-	410,417,307
Deposits and other accounts	2,310,766,617	-	150,327,025	-	245,923,233	349,851,856	-	-	3,056,870,731	-	3,056,870,731
Net inter segment borrowing	-	60,906,786	421,411,641	1,927,276,003	39,867,167	28,145,583	4,484,076	-	2,482,111,255	(2,482,111,255)	-
Others	17,981,427	11,724,058	27,794,773	2,454,516	10,087,678	15,968,714	1,575,502	109,499,936	197,086,604	-	197,086,604
Total Liabilities	2,329,547,205	72,681,937	642,515,262	2,275,666,536	296,216,741	409,370,461	6,059,578	114,428,177	6,146,485,897	(2,482,111,255)	3,664,374,642
Equity	-	-	-	-	-	-	-	333,784,818	333,784,818	-	333,784,818
Total Equity and liabilities	2,329,547,205	72,681,937	642,515,262	2,275,666,536	296,216,741	409,370,461	6,059,578	448,212,995	6,480,270,715	(2,482,111,255)	3,998,159,460
Contingencies and Commitments	101,678,589	-	421,384,325	616,392,860	20,378,167	126,030,719	-	35,782,795	1,321,647,455	-	1,321,647,455

Unaudited Nine Months Period ended September 30, 2025											
	Retail Banking	Consumer Banking	Corporate Banking	Treasury	International Banking	Islamic Banking	Asset Management	Others	Sub-total	Eliminations	Total
Rupees '000											
Statement of Profit & Loss Account											
Net mark-up / return / profit	(61,221,247)	4,904,454	39,595,491	119,308,494	6,226,933	10,859,754	10,306	481,547	120,155,832	-	120,155,832
Inter segment revenue - net	135,449,511	(2,853,212)	(32,431,933)	(107,006,724)	(147,826)	-	-	6,990,184	-	-	-
Non mark-up / return / interest income	11,609,145	2,500,044	4,453,176	5,435,753	1,766,881	1,652,351	3,444,983	1,542,081	32,404,414	-	32,404,414
Total Income	85,827,409	4,351,286	11,616,734	17,737,523	7,845,988	12,512,105	3,455,289	9,013,912	152,560,246	-	152,560,246
Segment direct expenses	31,979,200	2,130,882	2,836,978	600,466	2,402,547	8,705,039	1,118,743	13,265,059	63,038,914	-	63,038,914
Inter segment expense allocation	-	-	-	-	-	-	-	-	-	-	-
Total Expenses	31,979,200	2,130,882	2,836,978	600,466	2,402,547	8,705,039	1,118,743	13,265,059	63,038,914	-	63,038,914
Credit loss allowance and write offs - net	1,570,841	101,669	(504,678)	-	(434,732)	131,870	-	(6,223,522)	(5,358,522)	-	(5,358,522)
Profit before tax	52,277,368	2,318,705	9,284,434	17,137,057	5,878,173	3,675,196	2,336,546	1,972,375	94,879,854	-	94,879,854
Audited December 31, 2025											
Cash & Bank balances	68,843,100	118,623	285,083	108,325,440	52,209,346	23,058,587	46,975	163,009	253,050,143	-	253,050,143
Investments	-	-	9,359,179	1,827,094,382	92,557,876	155,824,222	3,506,260	10,274,242	2,099,046,161	-	2,099,046,161
Net inter segment lending	1,760,188,077	-	-	-	-	-	-	369,219,890	2,129,407,967	(2,129,407,967)	-
Lendings to financial institutions	-	-	-	7,999,007	82,301,696	8,741,080	-	-	99,041,793	-	99,041,793
Advances - performing / underperforming	47,606,751	49,912,087	535,924,472	-	50,549,799	125,154,149	16,951	692,733	809,856,942	-	809,856,942
- non performing	127,017	160,553	746,215	-	9,669,918	235,361	-	915,527	11,854,691	-	11,854,691
Others	60,129,483	3,587,468	64,178,428	54,663,139	2,673,183	23,031,123	1,668,911	95,980,261	305,891,976	-	305,891,976
Total Assets	1,936,894,408	53,778,731	610,493,477	1,998,081,968	289,961,818	336,044,512	5,669,097	477,225,662	5,708,149,673	(2,129,407,967)	3,578,741,706
Borrowings	1,786,061	35,830	60,868,235	392,856,382	2,325,349	13,622,899	-	4,674,350	476,169,106	-	476,169,106
Deposits and other accounts	1,910,167,310	-	104,181,107	-	246,220,530	268,934,274	-	-	2,529,503,221	-	2,529,503,221
Net inter segment borrowing	-	45,539,151	403,770,695	1,603,127,602	36,510,089	36,458,100	4,002,330	-	2,129,407,967	(2,129,407,967)	-
Others	24,941,037	8,203,750	41,673,440	2,097,984	4,905,850	17,029,239	1,666,767	135,372,651	235,890,718	-	235,890,718
Total liabilities	1,936,894,408	53,778,731	610,493,477	1,998,081,966	289,961,818	336,044,512	5,669,097	477,225,662	5,708,149,673	(2,129,407,967)	3,578,741,706
Equity	-	-	-	-	-	-	-	337,178,661	337,178,661	-	337,178,661
Total Equity and liabilities	1,936,894,408	53,778,731	610,493,477	1,998,081,968	289,961,818	336,044,512	5,669,097	477,225,662	5,708,149,673	(2,129,407,967)	3,578,741,706
Contingencies and Commitments	101,275,094	-	460,776,721	274,125,646	22,491,394	114,857,021	-	37,742,678	1,011,268,554	-	1,011,268,554

38.2 Transactions between reportable segments are based on an appropriate transfer pricing mechanism using agreed rates. Furthermore, segment assets and liabilities include inter segment balances. Costs which are not allocated to segments are included in the Head Office. Income taxes are managed at Group level and are not allocated to operating segments.

39 RELATED PARTY TRANSACTIONS

The Group has related party relationship with its associates, employee benefit plans, its directors and key management personnel and their close family members.

The Group enters into transactions with related parties in the ordinary course of business and on substantially the same terms as for comparable transactions with person of similar standing. 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 during the period, other than those which have been disclosed elsewhere in these consolidated condensed interim financial statements are as follows:

	Un-Audited September 30, 2026				Audited December 31, 2025			
	Directors	Key Management Personnel and Shariah advisors	Associates	Other Related Parties	Directors	Key Management Personnel and Shariah advisors	Associates	Other Related Parties
(Rupees in '000)								
Investments								
Opening balance	-	-	13,072,286	1,367,493	-	-	10,568,425	1,367,493
Equity method adjustments	-	-	601,597	-	-	-	2,759,349	-
Investment made during the period / year	-	-	16,590,717	-	-	-	11,418,895	-
Investment disposed off during the period / year	-	-	(15,069,222)	(63,300)	-	-	(11,674,383)	-
Closing balance	-	-	15,195,378	1,304,193	-	-	13,072,286	1,367,493
Credit loss allowance for diminution in value of investments*	-	-	-	-	-	-	-	-
Advances								
Opening balance	13,582	295,850	-	4,329,232	20,707	461,038	-	6,946,631
Addition / exchange adjustment during the period / year	6,083	101,700	-	2,797,828	16,905	54,666	-	5,807,945
Repaid / exchange adjustment during the period / year	(12,008)	(51,750)	-	(3,594,038)	(24,060)	(72,511)	-	(8,225,344)
Transfer in / (out)	-	(25,916)	-	(2,052)	-	(147,343)	-	-
Closing balance	7,657	319,884	-	3,540,970	13,592	295,850	-	4,329,232
Credit loss allowance against advances*	(49)	(1,838)	-	(19,941)	(33)	(1,571)	-	(6,469)
Property and equipment								
Purchase of property and equipment	-	-	25,543	7,242	-	-	49,816	66,834
Other Assets								
Income / markup accrued	939	4,028	-	48,057	836	3,957	-	63,223
Advances, deposits, advance rent and other prepayments	-	-	866,383	82,965	-	-	902,030	27,589
Receivable from Pension Fund	-	-	-	18,696,872	-	-	-	17,312,255
Closing balance	939	4,028	866,383	18,827,914	836	3,957	902,030	17,403,067
Credit loss allowance against other assets*	(1)	(5)	-	(84)	(13)	(55)	-	(234)

	Un-Audited September 30, 2026				Audited December 31, 2025			
	Directors	Key Management Personnel and Shariah advisors	Associates	Other Related Parties	Directors	Key Management Personnel and Shariah advisors	Associates	Other Related Parties
(Rupees in '000)								
Deposits and other accounts								
Opening balance	303,185	260,881	9,535,138	14,366,659	147,783	284,882	9,178,670	11,681,947
Received during the period / year	7,094,008	4,408,290	419,076,213	1,911,698,151	7,527,883	5,716,351	80,084,735	265,236,555
Withdrawn during the period / year	(7,129,450)	(4,391,452)	(409,874,913)	(1,984,226,752)	(7,372,481)	(6,038,762)	(79,728,267)	(259,874,053)
Transfer in / (out) - net	-	(30,154)	-	180,897,864	-	298,410	-	(2,678,380)
Closing balance	267,743	247,565	18,736,438	122,735,322	303,185	260,881	9,535,138	14,366,659
Other Liabilities								
Markup / return / interest payable	2,631	1,444	110,608	355,405	3,290	317	99,635	10,457
Accrued expenses and other payable	-	-	577,753	73,739	-	194	438,584	53,703
Closing balance	2,631	1,444	688,361	429,144	3,290	511	538,219	64,160
Credit loss allowance against off-balance sheet obligations*	-	-	13,742	18,083	-	-	329	11,246
Contingencies and Commitments								
Letter of Credit	-	-	-	1,983,277	-	-	-	2,479,787
Bank guarantee	-	-	8,686,084	5,811,899	-	-	8,784,002	4,722,150
Closing balance	-	-	8,686,084	7,795,176	-	-	8,784,002	7,201,937

MCB Bank Limited & Subsidiary Companies
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For The Nine Months Period Ended September 30, 2026



	Un-Audited September 30, 2026			Un-Audited September 30, 2025		
	Directors	Key Management Personnel and Shariah advisors	Associates	Other Related Parties	Directors	Key Management Personnel and Shariah advisors
Income						
Markup / return / Interest earned	1,248	13,277	-	248,670	487	12,163
Fee and commission income	-	28	965,424	65,817	-	-
Dividend income	-	-	357,848	103,599	-	-
Net gain / (loss) on forward foreign exchange contracts matured during the period	-	-	-	69,456	-	-
Net gain / (loss) on sale of securities	-	-	93,984	571,390	-	(12)
Gain on sale of Property and equipment	-	415	-	-	-	221
Rent income and reimbursement of other expenses	-	10	7,606	31,123	-	24
Management fee and Advisory income	-	-	3,319,943	-	-	-
Expense						
Markup / return / Interest expensed	13,448	10,026	834,603	5,166,567	12,128	15,067
Other Operating expenses						
Clearing expenses paid to NIFT	-	-	-	228,416	-	-
Contribution to provident fund	-	-	-	884,155	-	-
Rent expenses	-	-	107,947	62,734	-	-
Cash sorting expenses	-	-	-	98,179	-	-
Stationary expenses	-	-	-	188,866	-	-
Security guards expenses	-	-	-	5,211	-	-
Remuneration to key executives, shariah advisors and non-executive directors fee	174,966	1,336,116	-	-	123,178	1,336,147
Outsourcing service expenses	-	-	193,272	-	-	-
E-dividend processing fee and CDC charges	-	-	-	9,379	-	-
Traveling Expenses	-	-	-	78,662	-	-
Hotel stay expenses	-	-	-	16,969	-	-
Repair & Maintenance Charges	-	-	-	7,662	-	-
Utilities cost	-	-	11,910	2,022	-	-
Miscellaneous expenses and payments	-	-	-	4,352	-	-
Selling & Marketing	-	-	11,853	-	-	-
Sharia Fee Paid	-	-	4,447	-	-	-
Insurance premium-net of refund	-	-	1,403,594	217,196	-	-
Insurance claim settled	-	-	278,618	-	-	-
Other Transactions						
Proceeds from sale of Property and equipment	-	757	-	211	-	394
Sale of government securities	-	51,071	161,003,717	1,165,797,249	-	78,288
Purchase of government securities	-	1,894	135,724,018	1,137,783,926	-	71,231
Sale of foreign currency	-	5,139	375,691	-	-	-
Forward exchange contracts matured during the period	-	-	-	5,786,811	-	-

*Represents credit loss allowance recognized against performing exposures on adoption of IFRS 9.
The Chairman has been provided with free use of the Bank's maintained car. The Chief Executive and certain executives are provided with free use of the Bank's maintained cars and household equipment in accordance with the terms of their employment.

MCB Bank Limited & Subsidiary Companies
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For The Nine Months Period Ended September 30, 2026



40 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

40.1 Capital Adequacy

Minimum Capital Requirement (MCR):

Paid-up capital (net of losses)

Capital Adequacy Ratio (CAR):

Eligible Common Equity Tier 1 (CET 1) Capital

Eligible Additional Tier 1 (ADT 1) Capital

Total Eligible Tier 1 Capital

Eligible Tier 2 Capital

Total Eligible Capital (Tier 1 + Tier 2)

Risk Weighted Assets (RWAs):

Credit Risk

Market Risk

Operational Risk

Total

Common Equity Tier 1 Capital Adequacy ratio

Tier 1 Capital Adequacy Ratio

Total Capital Adequacy Ratio

The Group has not taken benefit allowed to banks to absorb the impact of IFRS 9 on regulatory capital.

40.2 Leverage Ratio (LR):

Eligible Tier 1 Capital

Total Exposures

Leverage Ratio

40.3 Liquidity Requirements

Liquidity Coverage Ratio (LCR):

Total High Quality Liquid Assets

Total Net Cash Outflow

Liquidity Coverage Ratio

Net Stable Funding Ratio (NSFR):

Total Available Stable Funding

Total Required Stable Funding

Net Stable Funding Ratio

Unaudited
September 30,
2026
-----Rupees in '000-----
Audited
December 31,
2025

11,850,600	11,850,600
248,422,576	236,783,465
-	-
248,422,576	236,783,465
70,335,338	86,689,405
318,757,914	323,472,870
1,045,372,775	1,011,273,444
328,864,507	339,272,581
380,423,662	380,423,662
1,754,660,944	1,730,969,687
14.16%	13.68%
14.16%	13.68%
18.17%	18.69%

Unaudited
September 30,
2026
-----Rupees in '000-----
Audited
December 31,
2025

248,422,576	236,783,465
4,651,131,477	4,337,042,211
5.34%	5.46%
1,920,350,084	1,675,952,526
846,877,624	674,887,672
226.76%	248.33%
2,371,858,227	2,180,700,976
1,385,686,611	1,350,322,708
171.17%	161.49%

- 41 EVENTS AFTER THE REPORTING DATE
- The Board of Directors in its meeting held on October 22, 2026 has announced an interim cash dividend in respect of nine months period ended September 30, 2026 of Rs. 9.00 per share (September 30, 2025: Rs. 9.00 per share). These consolidated condensed interim financial statements for the period ended September 30, 2026 do not include the effect of these appropriations which will be accounted for subsequent to the period end.
- 42 GENERAL
- Comparative information has been rearranged in these consolidated condensed interim financial statements for the purposes of better presentation.
- Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.
- 43 DATE OF AUTHORIZATION FOR ISSUE
- These consolidated condensed interim financial statements were authorized for issue by the Board of Directors of the Bank in their meeting held on October 22, 2026.