



EASYPAISA BANK LIMITED

(formerly Telenor Microfinance Bank Limited)

CONDENSED INTERIM FINANCIAL STATEMENTS QUARTER ENDED MARCH 31, 2025

Easypaisa Bank Limited
Condensed Interim Statement of Financial Position
As at 31 March 2025

March 31, 2025 (Un-audited) ---- (USD in '000) ----	December 31, 2024 (Audited)		Note	March 31, 2025 (Un-audited) ---- (Rupees in '000) ----	December 31, 2024 (Audited)
ASSETS					
42,631	16,869	Cash and balances with treasury Banks	5	11,943,721	4,725,957
18,113	5,711	Balances with other banks	6	5,074,695	1,600,132
40,937	7,840	Lendings to financial institutions	7	11,469,130	2,196,494
248,550	217,307	Investments	8	69,634,810	60,881,622
86,470	91,021	Advances	9	24,225,922	25,500,848
13,415	13,695	Property and equipment	10	3,758,403	3,836,977
3,001	3,092	Right-of-use assets	11	840,667	866,297
10,961	11,106	Intangible assets	12	3,070,992	3,111,578
-	-	Deferred tax asset - net	13	-	-
31,098	20,380	Other assets	14	8,712,664	5,709,757
495,176	387,021	Total assets		138,731,004	108,429,663
LIABILITIES					
868	1,160	Bills payable	15	243,321	324,880
-	-	Borrowings		-	-
360,556	271,870	Deposits and other accounts	16	101,014,917	76,168,441
3,855	3,849	Lease liabilities	17	1,079,937	1,078,397
-	-	Subordinated debt		-	-
4	5	Deferred grants	18	1,171	1,538
-	-	Deferred tax liabilities	13	-	-
76,871	59,872	Other liabilities	19	21,536,743	16,774,012
442,154	336,756	Total liabilities		123,876,089	94,347,268
53,022	50,265	NET ASSETS		14,854,914	14,082,394
REPRESENTED BY:					
21,122	21,122	Share capital		5,917,680	5,917,680
9,910	9,910	Advance against Future issue of right shares		2,776,500	2,776,500
171,583	171,137	Reserves		48,071,423	47,946,395
1,383	857	Surplus / (Deficit) on revaluation of assets - net of deferred tax	20	387,462	240,082
(150,976)	(152,761)	Accumulated losses		(42,298,151)	(42,798,262)
53,022	50,265			14,854,914	14,082,394
CONTINGENCIES AND COMMITMENTS					
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The annexed notes 1 to 37 form an integral part of these condensed interim financial statements.

President /
Chief Executive Officer

Chief Financial Officer

Director

Director

Director

Easypaisa Bank Limited
Condensed Interim Profit and Loss Account (Un-audited)
For the three months ended 31 March 2025

Quarter ended				Quarter Ended	
March 31, 2025	March 31, 2024			March 31, 2025	March 31, 2024
---- (USD in '000) ----				---- (Rupees in '000) ----	
23,733	19,251	Mark-up / return / interest earned	22	6,649,133	5,393,393
(1,262)	(1,162)	Mark-up / return / interest expensed	23	(353,580)	(325,498)
22,471	18,089	Net mark-up / return / interest income		6,295,553	5,067,895
NON MARK-UP / NON INTEREST INCOME					
17,333	11,170	Fee, commission and brokerage income	24	4,856,186	3,129,430
23	-	Gain / (loss) on securities	25	6,337	-
44	14	Other income	26	12,352	4,044
17,400	11,184	Total non-mark-up / non-interest income		4,874,875	3,133,474
39,871	29,273			11,170,428	8,201,369
NON MARK-UP / NON INTEREST EXPENSES					
(29,209)	(23,831)	Operating Expenses	27	(8,183,295)	(6,676,482)
(130)	(73)	Workers welfare fund		(36,507)	(20,543)
(2)	(2)	Other charges	28	(497)	(600)
(29,341)	(23,906)	Total non-mark-up / non-interest expenses		(8,220,299)	(6,697,625)
10,530	5,367	Profit before credit loss allowance		2,950,129	1,503,744
(7,533)	(1,700)	Credit loss allowance and write offs - net	29	(2,110,430)	(476,158)
2,997	3,667	PROFIT BEFORE TAXATION AND MINIMUM TAX		839,699	1,027,586
(495)	(642)	Minimum Tax Differential	30	(138,750)	(179,830)
2,502	3,025	PROFIT BEFORE TAXATION		700,949	847,756
(271)	(633)	Taxation	30	(75,809)	(177,477)
2,231	2,392	PROFIT AFTER TAXATION		625,141	670,279
(USD)				----- (Rupees) -----	
0.004	0.004	Basic and diluted earnings per share	31	1.06	1.13

The annexed notes 1 to 37 form an integral part of these condensed interim financial statements.

President /
Chief Executive Officer

Chief Financial Officer

Director

Director

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Easypaisa Bank Limited
Condensed Interim Statement of Comprehensive Income (Un-audited)
For the three months ended 31 March 2025

Quarter Ended			Quarter Ended	
March 31, 2025	March 31, 2024		March 31, 2025	March 31, 2024
---- (USD in '000) ----			---- (Rupees in '000) ----	
2,231	2,392	Profit after taxation for the period	625,141	670,279
		Other comprehensive income		
		<i>Item may be reclassified to profit or loss in subsequent periods</i>		
907	(425)	Surplus on revaluation of 'available for sale' investments	254,104	(118,961)
(381)	166	Related tax impact	(106,724)	46,395
526	(259)		147,380	(72,566)
		<i>Items that are not to be reclassified to profit and loss in subsequent periods</i>		
-	-	Remeasurement gain on defined benefit obligations	-	-
-	-	Related tax impact	-	-
-	-		-	-
2,757	2,133	Total comprehensive income	772,521	597,713

The annexed notes 1 to 37 form an integral part of these condensed interim financial statements.

President /
Chief Executive Officer

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Director

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Easypaisa Bank Limited
Condensed Interim Statement of Changes in Equity (Un-audited)
For the three months ended 31 March 2025

	Share capital		Capital reserves			Surplus/(deficit) on revaluation	Accumulated losses	Total
	Share capital	Advance against future issue of right shares	Share premium	Statutory reserve	Depositors' protection fund	Investments		
	(Rupees in '000)							
Balance as at 01 January 2024 (Audited)	5,917,680	-	45,554,177	902,937	532,717	(29,518)	(44,881,970)	7,996,023
Impact of initial adoption of IFRS 9	-	-	-	-	-	-	(371,958)	(371,958)
Balance as at January 01, 2024 - as restated	5,917,680	-	45,554,177	902,937	532,717	(29,518)	(45,253,928)	7,624,065
Profit / (loss) after taxation	-	-	-	-	-	-	670,279	670,279
Other comprehensive income - net of tax	-	-	-	-	-	-	-	-
Movement in surplus / (deficit) on revaluation of investments - net of tax	-	-	-	-	-	(72,566)	-	(72,566)
Total other comprehensive income - net of tax	-	-	-	-	-	(72,566)	670,279	597,713
Transfer to statutory reserve	-	-	-	134,056	-	-	(134,056)	-
Transfer to Depositors' Protection Fund	-	-	-	-	-	-	-	-
- 5% of the Profit After Tax	-	-	-	-	33,514	-	(33,514)	-
- return on investments	-	-	-	-	29,607	-	(29,607)	-
	-	-	-	-	63,121	-	(63,121)	-
Balance as at 31 March 2024 (Un-audited)	5,917,680	-	45,554,177	1,036,993	595,838	(102,084)	(44,780,826)	8,221,778
Profit after taxation (March 31 2024)	-	-	-	-	-	-	2,741,950	2,741,950
Other comprehensive income - net of tax	-	-	-	-	-	-	-	-
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	-	-	342,166	-	342,166
Total other comprehensive income - net of tax	-	-	-	-	-	342,166	2,741,950	3,084,116
Transfer to statutory reserve	-	-	-	548,390	-	-	(548,390)	-
Transfer to Depositors' Protection Fund	-	-	-	-	-	-	-	-
- 5% of the Profit After Tax	-	-	-	-	137,098	-	(137,098)	-
- return on investments	-	-	-	-	73,900	-	(73,900)	-
	-	-	-	-	210,997	-	(210,997)	-
Transactions with owners, recorded directly in equity	-	-	-	-	-	-	-	-
Advance against future issue of right shares	-	2,776,500	-	-	-	-	-	2,776,500
Balance as at 31 December 2024 (Audited)	5,917,680	2,776,500	45,554,177	1,585,383	806,835	240,082	(42,798,263)	14,082,394
Profit after taxation (March 31 2025)	-	-	-	-	-	-	625,141	625,141
Other comprehensive income - net of tax	-	-	-	-	-	-	-	-
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	-	-	147,380	-	147,380
Total other comprehensive income - net of tax	-	-	-	-	-	147,380	625,141	772,521
Transfer to statutory reserve	-	-	-	125,028	-	-	(125,028)	-
Balance as at 31 March 2025 (Un-audited)	5,917,680	2,776,500	45,554,177	1,710,411	806,835	387,462	(42,298,151)	14,854,914

The annexed notes 1 to 37 form an integral part of these condensed interim financial statements.

President /
Chief Executive Officer

Chief Financial Officer

Director

Director

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Easypaisa Bank Limited
Condensed Interim Cash Flow Statement (Un-audited)
For the three months ended 31 March 2025

Quarter Ended			Quarter Ended		
March 31, 2025	March 31, 2024		March 31, 2025	March 31, 2024	
---- (USD in '000) ----			---- (Rupees in '000) ----		
		CASH FLOW FROM OPERATING ACTIVITIES			
2,997	3,667	Profit before taxation	700,949	847,756	
		Adjustments:			
1,114	1,040	Depreciation on property and equipment	312,213	291,402	
217	197	Depreciation on right-of-use assets	60,879	55,248	
403	406	Amortisation	113,031	113,870	
159	160	Finance charge against Lease liability	44,516	44,959	
8,930	1,366	Expected credit loss allowance advances	2,501,773	382,592	
7	114	Expected credit loss allowance other assets	1,919	32,040	
208	157	Provision for gratuity	58,135	44,037	
130	73	Workers' welfare fund	36,507	20,543	
(1)	(1)	Grant income	(367)	(367)	
(3)	(13)	Gain on termination of lease contracts	(836)	(3,590)	
495	642	Minimum Tax Differential	138,750	179,830	
(40)	-	(Gain) / loss on sale of operating fixed assets	(11,149)	(87)	
11,619	4,141		3,255,371	1,160,477	
		Increase in operating assets			
(4,379)	(6,686)	Advances	(1,226,847)	(1,873,233)	
(10,718)	(510)	Other assets (excluding advance taxation and receivable from defined benefit plan)	(3,002,918)	(142,863)	
(15,097)	(7,196)		(4,229,765)	(2,016,096)	
		(Decrease) / increase in operating liabilities			
(291)	(27)	Bills payable	(81,559)	(7,600)	
88,685	43,991	Deposits and other accounts	24,846,476	12,324,829	
16,436	(6,221)	Other liabilities	4,604,884	(1,742,975)	
104,830	37,743		29,369,801	10,574,254	
(921)	(861)	Income tax paid	(258,083)	(241,091)	
103,428	37,494	Net cash generated from operating activities	28,838,272	10,325,300	
		CASH FLOW FROM INVESTING ACTIVITIES			
(30,336)	(4,455)	Net (Investment in) / proceed from securities	(8,499,085)	(1,248,177)	
(1,093)	(2,229)	Investments in operating fixed assets	(306,082)	(624,513)	
52	-	Proceeds from disposal of operating fixed assets	14,621	87	
(31,377)	(6,684)	Net cash (used in) / generated from investing activities	(8,790,546)	(1,872,603)	
		CASH FLOW FROM FINANCING ACTIVITIES			
-	-	Proceeds against future issue of right shares	-	-	
(276)	(227)	Payment of lease liability against right-of-use assets	(77,389)	(63,497)	
(276)	(227)	Net cash (used in) / generated from financing activities	(77,389)	(63,497)	
71,775	30,583	Net increase in cash and cash equivalents	19,970,337	8,389,200	
30,436	65,647	Cash and cash equivalents at beginning of the period	8,527,029	18,391,903	
102,211	96,230	Cash and cash equivalents at end of the period	28,497,366	26,781,103	

The annexed notes 1 to 37 form an integral part of these condensed interim financial statements.

President and
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Chief Financial Officer

Director

Director

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Easypaisa Bank Limited
Notes to the Condensed Interim Financial Statements (Un-audited)
For the three months ended 31 March 2025

1. STATUS AND NATURE OF BUSINESS

- 1.1** Easypaisa Bank Limited (formerly Telenor Microfinance Bank Limited) (the Bank) is incorporated in Pakistan as a public limited company and is engaged in digital banking and related services. The Bank's registered office is situated at 19-C, 9th Commercial Lane Main Zamama Boulevard, Phase V, DHA, Karachi. The Bank is engaged in banking services as described in the Banking Companies Ordinance, 1962. The Bank is operating through 130 locations (December 31, 2024: 131 locations). Out of the 130 locations, 25 (December 31, 2024: 46) are branches, 97 (December 31, 2024: 85) are sales and services centers and 8 (December 31, 2024: 11) are recovery centers.

In January 2025, the Bank has been granted commercial license for Digital Retail Bank from the State Bank of Pakistan and declared as scheduled bank under the SBP Act, 1956.

- 1.2** The Bank is jointly held by Telenor Pakistan B.V, a joint stock company based in Amsterdam with 55% shareholding (31 December 2024: 55%) and Alipay (Hong Kong) Holding Limited with 45% (31 December 2024: 45%) shareholding. The holding company of Telenor Pakistan B.V. is Telenor ASA, Norway, while the holding company of Alipay (Hong Kong) Holding Limited is Ant Group Co. Ltd. China.
- 1.3** The Pakistan Credit Rating Agency Limited (PACRA) has maintained the long-term rating of the Bank at "A" and short term rating at "A1" on April 30, 2024.

2. BASIS OF PRESENTATION

2.1. STATEMENT OF COMPLIANCE

- 2.1.1** This condensed interim financial information has been prepared in accordance with approved accounting and reporting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as are notified under the provisions of and directives issued under the Banking Companies Ordinance (BCO), 1962, 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 BCO, 1962, Companies Act, 2017 or the directives issued by the SBP and the SECP differ with the requirements of IFRS or IFAS, requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives shall prevail.

The SBP has deferred the applicability of International Accounting Standard (IAS) 39, 'Financial Instruments: Recognition and Measurement' and IAS 40, 'Investment Property' for Banking Companies in Pakistan through BSD Circular Letter 10 dated 26 August 2002 till further instructions. SECP has deferred the applicability of IFRS 7 'Financial Instruments: Disclosures' through its notification S.R.O 411 (I) / 2008 dated 28 April 2008. Accordingly, the requirements of these standards have not been considered in the preparation of these financial statements.

- 2.1.2** The disclosures made in these condensed interim financial statements have been limited based on the format prescribed by the SBP through BPRD Circular Letter No. 02 dated February 09, 2023 and the requirements of International Accounting Standard 34, "Interim Financial Reporting". They do not include all the information and disclosures required for annual financial statements, and therefore should be read in conjunction with the annual audited financial statements for the year ended December 31, 2024.
- 2.1.3** The Bank believes that there is no significant doubt on the ability to continue as a going concern. Therefore, the condensed interim financial statements have been prepared on a going concern basis.
- 2.2. Standards, interpretations of and amendments to published approved accounting and reporting 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, 2025 but are considered not to be relevant or do not have any material effect on the Bank's operations and therefore not detailed in these condensed interim financial statements.

3. BASIS OF MEASUREMENT

3.1 Accounting convention

These condensed interim financial statements have been prepared under the historical cost convention except for investment at fair value through other comprehensive income (FVOCI) which are measured at fair value.

3.2 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupees, which is the Bank's functional and presentation currency.

As an additional information, the US Dollar amounts reported in the condensed interim balance sheet, condensed interim profit and loss account, condensed interim statement of comprehensive income and condensed interim cash flow statement are stated solely for the convenience of the users of financial statements. For the purpose of translation to US Dollar, spot rate of Rs. 280.21 per US Dollar has been used for 2025 and 2024 as it was the prevalent rate on the reporting date.

4. MATERIAL ACCOUNTING POLICIES

The material accounting policies and method of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the audited financial statements of the Bank for the year ended 31 December 2024.

5. CASH AND BALANCES WITH TREASURY BANKS

Cash in hand - local currency
With State Bank of Pakistan - Local currency current account
With National Bank of Pakistan - Local currency current account

(Un-audited) March 31, 2025	(Audited) December 31, 2024
----- (Rupees in '000) -----	
276,172	206,501
11,662,872	4,515,549
4,677	3,907
11,667,549	4,519,456
11,943,721	4,725,957

6. BALANCES WITH OTHER BANKS

In Pakistan
- Current accounts
- Deposit accounts

Less: Expected credit loss allowance
Balances with other banks - net of credit loss allowance

238,046	290,438
4,838,689	1,310,634
5,076,735	1,601,072
(2,040)	(940)
5,074,695	1,600,132

7. LENDINGS TO FINANCIAL INSTITUTIONS

Call money lendings - unsecured
Reverse repo agreements
Less: Expected credit loss allowance
Lendings to Financial Institutions - net of credit loss allowance

9,500,000	2,200,000
1,976,910	-
(7,780)	(3,506)
11,469,130	2,196,494

7.1 Lending to FIs - Particulars of credit loss allowance

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	Lending	Lending
	Credit Loss Allowance	Credit Loss Allowance
	----- (Rupees in '000) -----	
Stage 1	9,500,000	2,200,000
	(7,780)	(3,506)
	9,500,000	2,200,000
	(7,780)	(3,506)

8 INVESTMENTS

	(Un-audited) March 31, 2025				(Audited) December 31, 2024			
	Cost / Amortised cost	Credit Loss Allowance	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Credit Loss Allowance	Surplus / (Deficit)	Carrying Value
	-----Rupees in '000-----				-----Rupees in '000-----			
Fair value through other comprehensive income								
Federal Government securities								
Market Treasury Bill	62,133,783	-	129,317	62,004,466	57,424,672	-	418,365	57,006,307
Pakistan Investment Bond	7,501,028	-	541,222	6,959,805	3,456,950	-	(1,929)	3,458,879
Total investments	69,634,810	-	670,540	68,964,271	60,881,622	-	416,436	60,465,186

8.1 Expected credit loss on Government securities have not been recognised due to exemption available under IFRS 9 instructions issued by SBP through circular no. 3 of 2022 dated July 05, 2022.

9. ADVANCES

	Performing				Non Performing		Total	
	Stage 1		Stage 2		Stage 3			
	March 31, 2025 (Un-audited)	December 31, 2024 (audited)	March 31, 2025 (Un-audited)	December 31, 2024 (audited)	March 31, 2025 (Un-audited)	December 31, 2024 (audited)	March 31, 2025 (Un-audited)	December 31, 2024 (audited)
	-----Rs'000-----							
9.1 Gross Advances	12,206,812	11,703,986	43,078	67,213	34,846	51,292	12,284,736	11,822,492
-Secured	10,918,618	12,829,646	940,408	936,626	4,400,681	2,927,229	16,259,708	16,693,501
-Unsecured	23,125,431	24,533,632	983,487	1,003,839	4,435,527	2,978,522	28,544,444	28,515,993
Credit loss allowance against advance	569,723	661,197	-	-	-	-	569,723	661,197
-Stage 1	-	-	303,280	289,382	-	-	303,280	289,382
-Stage 2	-	-	-	-	3,445,518	2,064,566	3,445,518	2,064,566
-Stage 3	569,723	661,197	303,280	289,382	3,445,518	2,064,566	4,318,521	3,015,145
Advances - net of credit loss allowan	22,555,708	23,872,435	680,207	714,457	990,009	913,956	24,225,923	25,500,848

9.2 Particulars of advances (Gross)	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	-----Rupees in '000-----	
In local currency	24,225,923	25,500,848
In foreign currency	-	-
	24,225,923	25,500,848

9.3 Advances include Rs. 4,435,527 Million (December 2004: Rs. 2,979 Million) which have been placed under non-performing / Stage 3 status as detailed below:

Category of Classification		(Un-audited) March 31, 2025		(audited) December 31, 2024	
		Non performing loans	Credit loss allowance	Non performing loans	Credit loss allowance
Domestic					
Other Assets Especially Mentioned (OAEM)	Stage 2	983,487	303,280	1,003,839	289,382
Substandard	Stage 3	908,882	668,664	785,434	535,566
Doubtful	Stage 3	2,749,647	1,998,008	1,652,428	794,000
Loss	Stage 3	776,998	762,618	540,660	735,000
Total		5,419,014	3,732,570	2,353,948	-

9.4 Particulars of Credit loss allowance / provision against advances

	(Un-audited) March 31, 2025				(audited) December 31, 2024			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	-----Rs'000-----				-----Rs'000-----			
Opening balance	661,197	289,382	2,064,566	3,015,145	-	-	-	998,043
General and Specific provisions	-	-	-	-	-	-	-	(998,043)
Impact of adoption of IFRS 9	-	-	-	-	577,513	129,969	634,468	1,341,950
	661,197	289,382	2,064,566	3,015,145	577,513	129,969	634,468	1,341,950
Charge during the period	387,022	19,452	2,240,913	2,647,387	1,838,014	353,952	2,113,154	4,305,120
Reversal during the period	(113,435)	(5,554)	(19,309)	(138,298)	(431,297)	(51,473)	(154,547)	(637,317)
	273,587	13,898	2,221,604	2,509,089	1,406,717	302,479	1,958,607	3,667,803
Amounts written off / charged off	(365,061)	-	(840,652)	(1,205,713)	(1,323,033)	(143,066)	(528,509)	(1,994,608)
Closing balance	569,723	303,280	3,445,518	4,318,521	661,197	289,382	2,064,566	3,015,145

9.5 Advances - Particulars of credit loss allowance / provision against advances

	31 March 2025 (Un-audited)				31 December 2024 (audited)			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	-----Rs'000-----				-----Rs'000-----			
Opening balance	661,197	289,382	2,064,566	3,015,145	-	-	-	998,043
General and Specific provisions	-	-	-	-	-	-	-	(998,043)
Impact of adoption of IFRS 9	-	-	-	-	577,513	129,969	634,468	1,341,950
	661,197	289,382	2,064,566	3,015,145	577,513	129,969	634,468	1,341,950
New advances	472,389	-	-	472,389	2,518,269	-	-	2,518,269
Advances derecognised or repaid	(78,589)	(5,450)	(19,117)	(103,156)	(431,297)	(51,313)	(154,222)	(636,832)
Transfer to stage 1	104	(104)	-	-	485	(160)	(325)	-
Transfer to stage 2	(76,344)	76,536	(192)	-	(320,958)	344,591	-	23,633
Transfer to stage 3	(370,257)	(339,293)	709,550	-	(1,514,788)	(4,235)	1,624,864	105,841
Change in risk parameters	(34,846)	282,209	1,233,010	1,480,373	(129,500)	(431)	208,463	78,532
Other changes	361,130	-	298,353	659,483	1,284,506	14,027	279,827	1,578,360
	273,587	13,898	2,221,604	2,509,089	1,406,717	302,479	1,958,607	3,667,803
Amounts written off / charged off	(365,061)	-	(840,652)	(1,205,713)	(1,323,033)	(143,066)	(528,509)	(1,994,608)
Closing balance	569,723	303,280	3,445,518	4,318,521	661,197	289,382	2,064,566	3,015,145

9.6 Advances - Category of classification

		(Un-audited) 31 March 2025		(audited) 31 December 2024	
		Outstanding	Credit loss allowance	Outstanding	Credit loss allowance
		-----Rs'000-----		-----Rs'000-----	
Outstanding gross exposure					
Performing	Stage 1	23,125,431	569,723	24,533,633	661,197
Under Performing	Stage 2	983,487	303,280	1,003,839	289,382
Non- Performing	Stage 3				
Substandard		908,882	684,892	785,434	535,566
Doubtful		2,749,647	1,998,008	1,652,428	794,000
Loss		776,997	762,618	540,660	735,000
		4,435,526	3,445,518	2,978,522	2,064,566
Total		28,544,443	4,318,521	28,515,993	3,015,145

		(Un-audited) March 31, 2025 (Rupees in '000)	(Audited) December 31, 2024
10. PROPERTY AND EQUIPMENT	<i>Note</i>		
Capital work-in-progress		479,663	559,251
Property and equipment	10.1	3,278,740	3,277,726
		<u>3,758,403</u>	<u>3,836,977</u>

10.1 CAPITAL WORK-IN-PROGRESS

Improvements to leasehold buildings	3,865	5,286
Office equipments	18,693	16,676
Computer equipments	457,105	537,289
	<u>479,663</u>	<u>559,251</u>

		(Unaudited) Quarter ended	
		March 31, 2025	March 31, 2024
10.2 Additions to property and equipment		(Un-audited) (Rupees in '000)	(Un-audited)

The following additions have been made to Property and Equipment during the period:

Capital Work in progress	57,167	223,662
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Property and equipment

Improvements to leasehold buildings	20,888	14,238
Furniture and Fixture	-	-
Office equipments	2,133	1,551
Computer equipments	293,619	163,347
	<u>316,640</u>	<u>179,136</u>
Total additions to property and equipment	<u>373,807</u>	<u>402,798</u>

10.3 Disposal of property and equipment

The net book value of Property and Equipment disposed off during the period is as follows:

Property and equipment

Furniture and fixtures	1,404	567
Computers	1,771	-
Office equipments	346	416
Total disposal of property and equipment	<u>3,521</u>	<u>983</u>

	(un-audited) 31 March 2025			(Audited) 31 December 2024		
11. RIGHT-OF-USE ASSETS	Buildings	Vehicles	Total	Buildings	Vehicles	Total
	-----Rupees in '000-----					
As at 1 January						
Cost	1,969,403	-	1,969,403	1,863,597	-	1,863,597
Accumulated Depreciation	(1,103,107)	-	(1,103,107)	(868,392)	-	(868,392)
Net Carrying amount at January 1, 2024	<u>866,297</u>	<u>-</u>	<u>866,297</u>	<u>995,205</u>	<u>-</u>	<u>995,205</u>
Additions during the period	-	42,020	42,020	121,939	-	121,939
Deletions during the period	(6,771)	-	(6,771)	(16,132)	-	(16,132)
Depreciation charge	(58,253)	(2,626)	(60,879)	(234,715)	-	(234,715)
Net Carrying amount	<u>801,273</u>	<u>39,394</u>	<u>840,667</u>	<u>866,297</u>	<u>-</u>	<u>866,297</u>

		(Un-audited) March 31, 2025 (Rupees in '000)	(Audited) December 31, 2024
12. INTANGIBLE ASSETS	<i>Note</i>		
Capital work-in-progress		296,247	247,018
Intangible assets	12.1	2,774,745	2,864,560
		<u>3,070,992</u>	<u>3,111,578</u>

		(Unaudited) Quarter ended	
		March 31, 2025	March 31, 2024
		(Rupees in '000)	
12.1	Additions to intangible assets		
The following additions have been made to intangible assets during the period:			
Capital work-in-progress - net		61,357	133,316
Intangible assets		22,784	112,009
		<u>84,141</u>	<u>245,325</u>
		(Un-audited)	(Audited)
		March 31,	December 31,
		2025	2024
		(Rupees in '000)	
13.	DEFERRED TAX - NET		
Deductible temporary differences			
- Un-absorbed tax depreciation		962,350	676,732
		<u>962,350</u>	<u>676,732</u>
Taxable temporary differences			
- Remeasurement gain/(loss) on defined benefit obligation		(109,316)	(109,316)
- Surplus on revaluation of investments		(281,627)	(174,903)
- Accelerated tax depreciation		(571,407)	(392,513)
		<u>(962,350)</u>	<u>(676,732)</u>
		-	-
13.1	As of 31 March 2025, the carry forward tax loss and other deductible temporary difference amount to Rs. 33,371 million (2024: Rs. 35,178 million) and Rs. 5,042 million (2024: Rs. 3,737 million) respectively. Unrecognized deferred tax asset due to carry forward tax losses and other deductible timing differences calculated at the current rate of taxation amounts to Rs. 15,171 million (2024: Rs. 16,344 million). Such deferred tax asset has not been recognized in these financial statements due to uncertainty of realizability of the amount based on the financial projections which indicate that the bank would be subject to minimum tax over the projected period.		
14.	OTHER ASSETS		
Income / Mark-up accrued		3,588,831	3,611,333
Advances, deposits, advance rent and other prepayments		1,668,297	1,102,360
Branchless banking transaction fee receivable		1,171,311	1,024,325
Receivable from branchless banking agents		267,889	224,239
Switch settlement liability - net		2,289,930	-
Advance to employees		264,715	269,993
Others		185,226	199,123
		<u>9,436,199</u>	<u>6,431,373</u>
Less: Credit loss allowance held against other assets	14.2	(723,535)	(721,616)
		<u>8,712,664</u>	<u>5,709,757</u>
14.1	Credit loss allowance held against other assets		
Expected credit loss on accrued mark up		203,137	203,137
Expected credit loss on commission receivables		43,192	43,192
Commission receivable - specific provision		362,462	362,462
Security deposit - specific provision		33,646	33,646
Others		81,098	79,178
		<u>723,535</u>	<u>721,616</u>
14.2	Movement in credit loss allowance held against other assets		
Opening balance		721,616	574,332
IFRS 9 Adoption Impact (note 5.2)		-	111,038
Balance as at January 01		721,616	685,370
Charge for the period / year		1,919	143,579
Reversals		-	(8,170)
Amount written off against provision		-	(99,163)
Closing balance		<u>723,535</u>	<u>721,616</u>
15.	BILLS PAYABLE		
In Pakistan		243,321	324,880
Outside Pakistan		-	-
		<u>243,321</u>	<u>324,880</u>

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	(Rupees in '000)	
16. DEPOSITS AND OTHER ACCOUNTS		
In Local Currency		
Customers		
Current deposits	85,373,980	63,133,243
Savings deposits	14,300,775	12,928,686
Term deposits	1,268,389	31,731
	<u>100,943,144</u>	<u>76,093,659</u>
Financial Institutions		
Current deposits	64,233	69,853
Savings deposits	7,540	4,928
Term deposits	-	-
	<u>71,773</u>	<u>74,782</u>
	<u>101,014,917</u>	<u>76,168,441</u>
17. LEASE LIABILITIES		
Opening at January 01	1,078,397	1,160,830
Additions during the period	42,020	121,939
Deletions during the period	(7,607)	(21,511)
Interest expense	44,516	182,717
Lease payments including interest	(77,389)	(365,578)
Closing	<u>1,079,937</u>	<u>1,078,397</u>
17.1 Liabilities Outstanding		
Not later than one year	225,296	-
Later than one year and upto five years	601,116	835,872
Over five years	253,525	242,525
Total at the year end	<u>1,079,937</u>	<u>1,078,397</u>
18. DEFERRED GRANT		
	<i>Note</i>	
Karandaaz Pakistan	18.1	
	1,171	1,538
	<u>1,171</u>	<u>1,538</u>
18.1. Details of the income recognized during the period is as follows:		
Balance as at 01 January	1,538	3,004
Amount recognized as income during the period	(367)	(1,466)
Balance as at 31 March	<u>1,171</u>	<u>1,538</u>
19. OTHER LIABILITIES		
Mark-up / return / interest payable	7,210	6,351
Unearned loan processing fee	196,680	164,447
Accrued expenses	9,259,269	8,123,596
Indirect taxes payable	321,671	313,138
Advance tax - net	291,068	227,869
Commission payable - branchless banking	998,626	895,014
Provision for staff bonus	616,227	501,501
Withholding tax payable	256,943	121,406
Payable to defined contribution plan	34,756	-
Payable to defined benefit plan	80,589	22,454
Payable to Worker's Welfare Fund	303,076	266,569
Switch settlement liability - net	-	589,222
Payable against branchless banking transactions	6,480,663	2,847,482
Employee share appreciation right liability	1,911,017	1,848,518
Provisions against contingencies	205,685	205,686
Others	573,263	640,759
	<u>21,536,743</u>	<u>16,774,012</u>

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
	Note	(Rupees in '000)	
20. SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS - net of deferred tax			
Surplus / (deficit) on revaluation of			
- FVOCI - debt		670,540	416,436
Deferred tax on surplus / (deficit) on revaluation of			
- FVOCI - debt		(281,627)	(174,903)
		388,913	241,533
21. CONTINGENCIES AND COMMITMENTS			
Commitments	21.1	1,270,402	1,429,278
Contingent liabilities		-	-
		1,270,402	1,429,278
21.1 Commitments			
Commitments for acquisition of:			
- Property and equipment		754,030	955,353
- Intangible assets		516,372	473,925
		1,270,402	1,429,278
22. MARK-UP / RETURN / INTEREST EARNED			
On:			
Loan and advances		4,174,567	2,971,603
Investments		2,018,356	1,432,090
Balances with banks		66,172	320,257
Lendings to FIs		390,038	669,443
		6,649,133	5,393,393
22.1. Interest income recognised on:			
Financial assets measured at amortised cost		4,630,777	3,961,303
Financial assets measured at fair value through OCI		2,018,356	1,432,090
Financial assets measured at fair value through P/L		-	-
		6,649,133	5,393,393
23. MARK-UP / RETURN / INTEREST EXPENSED			
On:			
Deposits		309,064	280,107
Borrowings		-	432
Lease liabilities against right-of-use assets		44,516	44,959
		353,580	325,498
23.1. Interest expense calculated on:			
Financial liabilities		353,580	325,498
24. FEE, COMMISSION AND BROKERAGE INCOME			
Consumer finance related fees		315,352	110,850
Branchless banking income		4,401,205	2,945,290
Branch banking customer fees		96,493	44,013
Card related fees		43,136	29,277
		4,856,186	3,129,430
25. GAIN / (LOSS) ON SECURITIES			
Realised		6,337	-
Unrealised		-	-
		6,337	-
Realised gain on:			
Federal Government securities		6,337	-
Provincial Government securities		-	-
		6,337	-

		(Unaudited) Quarter ended	
		March 31, 2025	March 31, 2024
		(Rupees in '000)	
26.	OTHER INCOME		
	Grant income	367	367
	Gain on sale of property and equipment - net	11,149	87
	Gain on termination of lease contracts	836	3,590
		<u>12,352</u>	<u>4,044</u>
27.	OPERATING EXPENSES		
	Total compensation expense	1,751,196	1,553,430
	Property expense		
	Security (including guards)	118,939	77,206
	Utilities cost	48,602	50,358
	Repair & maintenance (including janitorial charges)	119,034	137,097
	Depreciation	79,210	72,384
	Insurance	4,232	3,306
		<u>370,017</u>	<u>340,351</u>
	Information technology expenses		
	Software maintenance	760,825	737,171
	Hardware maintenance	71,284	49,971
	Amortisation	113,031	113,870
	Cloud Services	220,973	178,214
	Depreciation	276,322	246,162
	Consultancy and support services	175,145	264,657
		<u>1,617,580</u>	<u>1,590,045</u>
	Other operating expenses		
	Directors' fees and allowances	4,000	4,400
	Legal and professional charges	149,230	172,570
	Brokerage and commission	1,389,766	1,050,890
	Marketing, advertisement & publicity	683,316	511,603
	Acquisition commission	236,473	177,000
	Communication	823,908	378,262
	Customer Incentives	168,033	231,236
	CNIC verification	319,685	85,572
	Entertainment Expense	26,981	10,924
	Training & development	33,842	35,082
	NIFT clearing charges	1,500	500
	Travelling & conveyance	73,526	53,590
	Insurance	72,636	51,450
	Depreciation	17,560	28,104
	Postage & courier charges	10,724	10,482
	Business support cost	64,499	64,584
	Stationery & printing	56,646	35,950
	Bank Charges	277,608	268,790
	Auditors remuneration	3,000	3,239
	Donations	-	-
	Exchange loss / (gain)	(1,844)	(12,375)
	Other expenses	33,413	30,803
		<u>4,444,502</u>	<u>3,192,656</u>
		<u>8,183,295</u>	<u>6,676,482</u>
28.	OTHER CHARGES		
	Penalties imposed by State Bank of Pakistan	497	600
		<u>497</u>	<u>600</u>
29.	Credit Loss Allowance and Write Offs - Net		
	Credit loss allowance against balances with other banks	1,100	(7,166)
	Credit loss allowance against lending to financial institutions	4,274	5,075
	Credit loss allowance against loans & advances	2,501,773	666,589
	Credit loss allowance against other assets	1,919	32,040
	Write off against other assets	-	981
	Bad debts written off directly	12,570	11,662
	Recovery against write off	(411,206)	(233,024)
		<u>2,110,430</u>	<u>476,158</u>

		(Unaudited) Quarter ended	
		March 31, 2025	March 31, 2024
		(Rupees in '000)	
30. MINIMUM TAX DIFFERENTIAL AND TAXATION			
Minimum tax differential	30.1	138,750	179,830
Taxation			
Current period			
Current tax		182,532	131,083
Deferred tax		(106,724)	46,394
		75,809	177,477
		214,559	357,307

- 30.1** This represents minimum tax under section 113 of Income Tax Ordinance, 2001 (the Ordinance), representing levy under the requirements of IFRIC 21/IAS 37.
- 30.2** The Bank was served with an order from Sindh Revenue Board (SRB) creating demand on account of alleged non/short payment of output sales tax and alleged inadmissible input tax adjustment amounting to Rs. 73.03 million (including penalty) for the tax periods from July 2011 to June 2016. The Bank had filed an appeal with Commissioner (Appeals) after paying 25% of the tax demand and the proceedings are still in process.
- Further, SRB also served the Bank with an order disallowing input tax aggregating to Rs. 758.29 million alleged to be claimed unlawfully during the tax periods from July 2016 till June 2020. The Bank's tax advisor is confident of a favorable outcome in appeal, since the Order is illegal and devoid of merit and has been passed without considering factual and legal submissions of the Bank. The Bank has acquired a stay order from Sindh High Court against recovery during pendency of appeal proceedings.
- 30.3** The Bank was served with an order from Khyber Pakhtunkhwa Revenue Authority (KPRA) creating a demand aggregating to Rs. 13.59 million against input tax disallowances and sales tax withholding in relation to certain tax periods from September 2016 to January 2018. The Bank filed an appeal with Collector (Appeals) which was disposed against the Bank on September 25, 2019. During Feb 2021, Appellate Tribunal, KPK remanded the case back to KPRA for fresh adjudication. The afore-said decision of KPRA-Tribunal was challenged by the Bank before Peshawar High Court and on May 24, 2022, the Peshawar Higher Court has set aside the order of Tribunal with direction to Tribunal to address the legal issue of time limitation of show cause notice that became basis of the whole proceeding, until then the appeal shall be deemed to be pending with Tribunal. Tax advisors of the Bank are of the view, that these matters will eventually be settled in favor of the Bank.
- 30.4** During 2019, a recovery notice of Rs. 17.95 million (including penalty and surcharge) was received by the Bank from Punjab Revenue Authority (PRA). The Order against the said notice was passed by the Authority during February 2018 in relation to withholding sales tax for the period January 2016 to December 2016, however, it was not received by the Bank till May 23, 2019. As the underlying Order was devoid of merit, the Bank is pursuing available legal remedies and the matter is currently pending before the Lahore High Court. Tax advisors of the Bank are of the view, that these matters will eventually be settled in favor of the Bank.
- 30.5** During the years 2020 and 2021, the Bank received amended assessment orders with respect to Tax Years 2015 to 2019 raising a demands of Rs. 74.51 million, Rs. 51.73 million, Rs. 88.0 million, Rs. 92.74 million and Rs. 40.70 million. The Bank got favorable outcome from Commissioner (Appeals) in respect of all major add-backs and filed appeals with Tribunal in respect of the remaining issues. Tax advisors of the Bank are of the view, that these matters will eventually be settled in favor of the Bank.

		(Unaudited) Quarter ended	
		March 31, 2025	March 31, 2024
		(Rupees in '000)	
31. BASIC EARNINGS PER SHARE			
Profit / (loss) after taxation for the period		625,141	670,280
		(Number in '000)	
Weighted average ordinary shares		591,768	591,768
		(Rupees)	
Earning per share - Basic and diluted		1.06	1.13

- 31.1.** Diluted earnings per share has not been presented separately as the Bank does not have any convertible instruments in issue.

32. FAIR VALUE MEASUREMENTS

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

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

The 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 the absence of a current and active market for these 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 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.

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

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value measurements using input other than quoted prices included within level 1 that are observable for the asset or liability, either

Level 3: Fair value measurements using input for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

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

	(Un-Audited) March 31, 2025			
	Fair value			
On balance sheet financial instruments	Level 1	Level 2	Level 3	Total
	-----Rs'000-----			
Financial assets measured at fair value				
- Investments - market treasury bills	-	62,133,783	-	62,133,783
- Pakistan Investment Bond	-	7,501,028	-	7,501,028
	-	69,634,810	-	69,634,810

	(Audited)			
	December 31, 2024			
	Fair value			
	Level 1	Level 2	Level 3	Total
	-----Rs'000-----			
Financial assets measured at fair value				
- Investments - market treasury bills	-	57,424,672	-	57,424,672
- Pakistan Investment Bond	-	3,456,950	-	3,456,950
	-	60,881,622	-	60,881,622

Valuation techniques and inputs used in determination of fair values

Item	Valuation techniques and inputs used
Market treasury bills (MTB) / Pakistan Investment Bond (PIB)	The fair value of MTBs and PIBs are derived using PKRV rates. Floating rate PIBs are revalued using PKFRV rates.

33. SEGMENT INFORMATION

	(Un-Audited) March 31, 2025				(Un-Audited) March 31, 2024			
	Digital	Microfinance	Head office/ Treasury	Total	Digital	Microfinance	Head office/ Treasury	Total
	-----Rs'000-----				-----Rs'000-----			
Profit & Loss								
Net mark-up / return / profit	1,978,130	1,842,858	2,474,565	6,295,553	1,151,852	1,494,253	2,421,790	5,067,895
Inter segment revenue - net	2,530,111	(55,546)	(2,474,565)	0	2,733,174	(311,384)	(2,421,790)	-
Non mark-up / return / interest income	4,674,555	200,320	-	4,874,875	2,983,740	149,734	-	3,133,474
Total Income	9,182,796	1,987,632	-	11,170,428	6,868,766	1,332,603	-	8,201,369
Segment direct expenses	(6,304,046)	(1,245,059)	(671,194)	(8,220,299)	(5,001,269)	(1,196,443)	(499,914)	(6,697,625)
Inter segment expense allocation	(369,157)	(302,037)	671,194	-	(261,312)	(238,601)	499,914	-
Total expenses	(6,673,202)	(1,547,096)	-	(8,220,299)	(5,262,581)	(1,435,044)	-	(6,697,625)
Profit before credit loss allowance	2,509,594	440,536	-	2,950,129	1,606,185	(102,441)	-	1,503,744
Credit loss allowance	(2,215,897)	105,467	-	(2,110,430)	(465,997)	(10,161)	-	(476,158)
Profit before tax	293,696	546,003	-	839,699	1,140,188	(112,602)	-	1,027,586

	(Un-Audited) March 31, 2025					(Audited) December 31, 2024				
	Digital	Microfinance	Head office/ Treasury	Elimination	Total	Digital	Microfinance	Head office/ Treasury	Elimination	Total
	-----Rs'000-----					-----Rs'000-----				
Balance Sheet										
Cash & bank balances	-	94,288	16,924,128	-	17,018,416	-	122,360	6,203,729	-	6,326,089
Investments	-	-	69,634,810	-	69,634,810	-	-	60,881,622	-	60,881,622
Net inter segment lending	97,483,673	-	-	(97,483,673)	-	69,936,392	-	-	(69,936,392)	-
Lendings to financial institutions	-	-	11,469,130	-	11,469,130	-	-	2,196,494	-	2,196,494
Operating Assets	5,413,000	1,477,891	779,170	-	7,670,061	5,517,716	1,518,758	778,378	-	7,814,852
Intangibles	2,585,000	450,992	35,000	-	3,070,992	2,618,980	460,402	32,195	-	3,111,578
Tangibles	2,828,000	577,403	353,000	-	3,758,403	2,898,736	561,309	376,933	-	3,836,977
Right of use Assets	-	449,497	391,170	-	840,667	-	497,047	369,250	-	866,297
Advances	6,264,827	17,961,096	-	-	24,225,922	7,335,282	18,165,565	-	-	25,500,848
Advances- performing	5,379,289	17,887,121	-	-	23,266,410	6,449,745	18,065,008	-	-	24,514,753
Advances - non-performing	885,537	73,975	-	-	959,512	885,537	100,557	-	-	986,094
Others	5,996,338	2,062,452	653,875	-	8,712,664	3,201,581	1,857,915	650,261	-	5,709,757
Total Assets	115,157,837	21,595,727	99,461,113	(97,483,673)	138,731,004	85,990,971	21,664,599	70,710,484	(69,936,392)	108,429,662
Bills payable	-	243,321	-	-	243,321	-	324,880	-	-	324,880
Deposits & other accounts	97,222,350	3,792,567	-	-	101,014,917	72,360,900	3,807,541	-	-	76,168,441
Lease Liabilities	-	574,954	504,983	-	1,079,937	-	599,375	479,022	-	1,078,397
Net inter segment borrowing	-	16,115,154	81,368,519	(97,483,673)	-	-	16,158,661	53,777,732	(69,936,392)	0
Others	17,935,487	869,731	2,732,697	-	21,537,915	13,630,071	774,143	2,371,336	-	16,775,550
Total liabilities	115,157,837	21,595,727	84,606,199	(97,483,673)	123,876,090	85,990,971	21,664,599	56,628,090	(69,936,392)	94,347,268
Equity	-	-	14,854,914	-	14,854,914	-	-	14,082,394	-	14,082,394
Total equity & liabilities	115,157,837	21,595,727	99,461,113	(97,483,673)	138,731,004	85,990,971	21,664,599	70,710,484	(69,936,392)	108,429,662
Contingencies & commitments	1,270,402	-	-	-	1,270,402	-	-	-	-	-

34. RELATED PARTY TRANSACTIONS

The Bank has related party relationships with its holding company, associates, key management personnel, directors and employee benefit plans.

The Banks 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 year, other than those which have been disclosed elsewhere in these financial statements are as follows:

	As at March 31, 2025 (Un-audited)				As at December 31, 2024 (Audited)			
Note	Directors	Key management personnel	Associates	Employee benefit plans	Directors	Key management personnel	Associates	Employee benefit plans
	------(Rupees in '000)-----				------(Rupees in '000)-----			
Other Assets								
Loans to employees / Advance Salary	34.1							
At 1 January	-	27,925	-	-	-	5,200	-	-
Given during the period	-	5,000	-	-	-	35,343	-	-
Repaid during the period	-	(4,130)	-	-	-	(12,618)	-	-
	-	28,795	-	-	-	27,925	-	-
Deposits and other accounts								
At 1 January	2	1,134	8,977	293,779	-	3	435,443	54,235
Received during the period	289	30,807	15,841,509	75,323	8	2,353	57,325,701	655,016
Withdrawn during the period	(100)	(29,328)	(15,665,561)	(139,424)	(6)	(1,222)	(57,752,167)	(415,472)
	191	2,613	184,924	229,678	2	1,134	8,977	293,779
Other Liabilities								
Interest / mark-up payable	2	1	-	-	-	-	-	-
Payable to defined contribution plan	-	-	-	34,756	-	-	-	-
Payable to defined benefit plan	-	-	-	80,589	-	-	-	22,454
Other payable	-	-	828,726	-	-	-	613,423	-
	2	1	828,726	115,345	-	-	613,423	22,454
	For the period ended 31 March 2025 (Un-audited)				For the period ended 31 March 2024 (Un-audited)			
	Directors	Key management personnel	Associates	Retirement benefit plans	Directors	Key management personnel	Associates	Retirement benefit plans
	------(Rupees in '000)-----				------(Rupees in '000)-----			
Transactions during the period								
Income								
Fee, commission and brokerage income	-	-	(144,515)	-	-	-	(135,637)	-
	-	-	(144,515)	-	-	-	(135,637)	-
Expense								
Operating Expenses								
Directors' meeting fees	4,000	-	-	-	4,400	-	-	-
Remuneration of Key Management Personnel	25,144	100,141	-	-	6,681	61,112	-	-
Mark-up expense	17	39	-	3,550	-	-	-	1,302
Charge for defined benefit plan	-	-	-	58,135	-	-	-	44,037
Contribution to defined contribution Plan	-	-	-	51,886	-	-	-	41,661
Communication expense	-	-	502,965	-	-	-	290,723	-
Professional consultancy charges	-	-	48,622	-	-	-	76,684	-
Repair and maintenance	-	-	161,936	-	-	-	184,952	-
Expenditure against air time / bundle for customer	-	-	12,843	-	-	-	27,963	-
Other expenses	-	-	4,614	-	-	-	3,195	-
	29,161	100,180	730,980	113,570	11,081	61,112	583,517	87,000

34.1 This represents advance to staff and executives of the Bank for a maximum period of 60 months. These are partially secured against the contribution benefit schemes of employees.

34.2 Key management personnel represents the senior management of the Bank other than the Chief Executive Officer (included in the 'Directors' column).

		31 March 2025 (Un-audited) (Rupees in '000)	31 December 2024 (Audited)
	Note		
35. CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS			
Minimum Capital Requirement (MCR):			
Paid-up capital (net of losses)		11,950,207	11,450,094
Capital Adequacy Ratio (CAR):			
Eligible Common Equity Tier 1 (CET 1) Capital		14,140,492	10,293,204
Eligible Additional Tier 1 (ADT 1) Capital		-	-
Total Eligible Tier 1 Capital		14,140,492	10,293,204
Eligible Tier 2 Capital		783,130	1,360,762
Total Eligible Capital (Tier 1 + Tier 2)		14,923,622	11,653,966
Risk Weighted Assets (RWAs):			
Credit risk		31,653,444	26,162,187
Market Risk		-	-
Operational risk		50,877,536	5,426,937
Total		82,530,980	31,589,124
As per Microfinance regulations:	35.1		
Common Equity Tier 1 Capital Adequacy Ratio			32.58%
Tier 1 Capital Adequacy Ratio			32.58%
Total Capital Adequacy Ratio			36.89%
As per Banking Companies Ordinance:	35.1		
Common Equity Tier 1 Capital Adequacy Ratio		17.13%	
Tier 1 Capital Adequacy Ratio		17.13%	
Total Capital Adequacy Ratio		18.08%	

In line with Basel III capital adequacy guidelines and Licensing and Regulatory Framework for Digital Banks issued by SBP, the following capital requirements are applicable to the Bank:

Common Equity Tier 1 Capital Adequacy Ratio	9.50%	
Tier 1 Capital Adequacy Ratio	9.50%	
Total Capital Adequacy Ratio	15.00%	15.00%

- 35.1.** The Bank has computed capital adequacy ratio for the period ended 31 March 2025, in accordance with guidelines on Basel III, requirements applicable to schedule banks under Banking Companies Ordinance, 1992 and Licensing and Regulatory Framework for Digital Banks issued by SBP. However, capital adequacy ratio for the year ended 31 December 2024 has been computed in accordance with requirements of SBP for Microfinance Banks.

The SBP has permitted banks to adopt a transitional approach to phase in the initial impact of the ECL for stage 1 and 2 financial assets over a period of five years. Had there been no such relaxation the Bank's CAR would have been lower by 0.35% (2024: 1.23%).

	31 March 2025 (Un-audited) (Rupees in '000)
Leverage Ratio (LR):	
Eligible Tier-1 Capital	14,140,493
Total Exposure	140,001,401
Leverage Ratio	10.10%
Liquidity Coverage Ratio (LCR):	
Total High Quality Liquid Assets	98,192,000
Total Net Cash Outflow	6,566,000
Liquidity Coverage Ratio	1495.5%
Net Stable Funding Ratio (NSFR):	
Total available stable funding	72,238,000
Total required stable funding	1,422,000
Net Stable Funding Ratio	5080.0%

36. GENERAL

- 36.1** Comparative information has been reclassified or rearranged in these condensed interim financial statements for the purpose of better presentation.

Material reclassification is as follows:

			31 March 2024 (Un-audited) (Rupees in '000)
Profit and Loss Account Description of item	From	to	
Fee on nano loans	Fee, commission and brokerage income	Mark-up / return / interest earned	1,435,855
Minimum tax	Taxation	Minimum Tax Differential	179,830
Branchless QR Income	Other income	Fee, commission and brokerage income	1,413

- 36.2** The figures have been rounded off to the nearest thousand rupees, unless otherwise stated.

37. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors in their meeting held on 23 April 2025.

**President /
Chief Executive Officer**

Chief Financial Officer

Director

Director

Director