

**ASA MICROFINANCE BANK (PAKISTAN) LTD
CONDENSED INTERIM FINANCIAL STATEMENTS**

**FOR THE QUARTER ENDED
31 MARCH 2026**

ASA MICROFINANCE BANK (PAKISTAN) LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2026

	(Un-audited) March 31, 2026	(Audited) December 31, 2025
Note	----- (Rupees in '000) -----	
ASSETS		
Cash and balances with treasury banks	6 71,408	1,191,066
Balances with other MFBs / Banks / NBFIs	7 2,841,662	4,752,917
Lendings to financial institutions	-	-
Investments	8 641,910	624,316
Advances	9 35,721,555	32,860,450
Property and equipment	10 498,123	506,812
Right-of-use assets	11 336,881	380,492
Intangible assets	12 262,994	264,221
Deferred tax assets	13 1,326,664	1,326,664
Other assets	14 1,864,846	1,692,153
	43,566,043	43,599,091
LIABILITIES		
Bills payable	-	-
Borrowings	15 28,292,611	27,696,797
Deposits and other accounts	-	-
Lease liabilities	16 274,848	323,105
Subordinated debt	-	-
Deferred grants	17 318,147	318,147
Deferred tax liabilities	-	-
Other liabilities	18 4,382,817	4,991,983
	33,268,423	33,330,032
NET ASSETS	10,297,620	10,269,059
REPRESENTED BY		
Share capital	1,500,000	1,500,000
Reserves	1,772,860	1,725,748
Depositors' protection fund	-	-
Surplus/ (Deficit) on revaluation of assets	-	-
Unappropriated profit	7,024,761	7,043,311
	10,297,620	10,269,059

CONTINGENCIES AND COMMITMENTS

19

The annexed notes 1 to 31 form an integral part of these condensed interim financial statements.

Ahmed Naazer Minhaj
President and
Chief Executive
Officer

M. Shoaib Shamim
Chief Financial
Officer

Rob Keijsers
Chairman

M Kamran Shehzad
Director

Mischa John Assink
Director

ASA MICROFINANCE BANK (PAKISTAN) LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE QUARTER ENDED 31 MARCH 2026

	Note	Quarter Ended	
		March 31' 2026	March 31' 2025
----- (Rupees in '000) -----			
Mark-up / Return / Interest earned	20	4,631,852	3,358,138
Mark-up / Return / Interest expensed	21	(1,026,831)	(650,932)
Net mark-up / interest income		3,605,021	2,707,206
NON MARK-UP / INTEREST INCOME			
Fee and commission income		-	-
Dividend income		-	-
Income / (Loss) from derivatives		-	-
Net gain / (loss) on derecognition of financial assets measured at amortised cost		-	-
Other income	22	53,777	(3,141)
Total non-markup / interest Income		53,777	(3,141)
Total income		3,658,799	2,704,066
NON MARK-UP / INTEREST EXPENSES			
Operating expenses	23	(1,856,578)	(1,157,477)
Workers welfare fund		-	-
Other charges		-	-
Total non-markup / interest expenses		(1,856,578)	(1,157,477)
Profit before expected credit loss allowance		1,802,221	1,546,589
Expected credit loss allowance and write offs - net	24	(93,635)	(53,123)
PROFIT BEFORE TAXATION		1,708,586	1,493,466
Taxation	25	(675,107)	(582,451)
PROFIT AFTER TAXATION		1,033,479	911,014
----- Rupees -----			
Basic and diluted earnings per share	26	2,756	2,429

The annexed notes 1 to 31 form an integral part of these condensed interim financial statements.

Ahmed Naazer Minhaj
President and
Chief Executive
Officer

M. Shoaib Shamim
Chief Financial
Officer

Rob Keijsers
Chairman

M Kamran Shehzad
Director

Mischa John Assink
Director

**ASA MICROFINANCE BANK (PAKISTAN) LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 MARCH 2026**

	Quarter Ended	
	March 31' 2026	March 31' 2025
	----- (Rupees in '000) -----	
Profit after taxation for the period	1,033,479	911,014
Other comprehensive income		
Items that may be reclassified to profit and loss account in subsequent periods:		
Movement in hedge accounting reserve - net of tax	(4,911)	96,197
Total comprehensive income	1,028,568	1,007,211

The annexed notes 1 to 31 form an integral part of these condensed interim financial statements.

Ahmed Naazer Minhaj
President and
Chief Executive
Officer

M. Shoaib Shamim
Chief Financial
Officer

Rob Keijsers
Chairman

M Kamran Shehzad
Director

Mischa John Assink
Director

ASA MICROFINANCE BANK (PAKISTAN) LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 MARCH 2026

	Share capital	Share premium	Statutory reserve	Hedge accounting reserve	Depositors' protection fund	Unappropriated profit	Total
(Rupees in '000)							
Opening Balance as at January 1, 2025	1,500,000	1	1,137,300	(182,551)	-	7,786,197	10,240,947
Profit after taxation (March 31, 2025)	-	-	-	-	-	911,014	911,014
Other comprehensive income - net of tax	-	-	-	96,197	-	-	96,197
Transfer to statutory reserve	-	-	182,203	-	-	(182,203)	-
Transactions with owners, recorded directly in equity							
Final dividend @ 100% for the year ended December 31, 2024	-	-	-	-	-	(1,500,000)	(1,500,000)
Opening Balance as at April 01, 2025	1,500,000	1	1,319,503	(86,354)	-	7,015,008	9,748,158
Profit after taxation (December 31, 2025)	-	-	-	-	-	2,914,939	2,914,939
Other comprehensive income - net of tax	-	-	-	(90,390)	-	(53,648)	(144,038)
Transfer to statutory reserve	-	-	582,988	-	-	(582,988)	-
Transfer to depositors' protection fund	-	-	-	-	-	-	-
Interim dividend @ 50% for the quarter ended March 31, 2025	-	-	-	-	-	(750,000)	(750,000)
Interim dividend @ 50% for the quarter ended June 30, 2025	-	-	-	-	-	(750,000)	(750,000)
Interim dividend @ 50% for the quarter ended Sep 30, 2025	-	-	-	-	-	(750,000)	(750,000)
Opening Balance as at January 1, 2026	1,500,000	1	1,902,491	(176,744)	-	7,043,311	10,269,057
Profit after taxation for the quarter Mar 2026	-	-	-	-	-	1,033,479	1,033,479
Other comprehensive income - net of tax	-	-	-	(4,911)	-	-	(4,911)
Transfer to statutory reserve	-	-	52,024	-	-	(52,024)	-
Transfer to depositors' protection fund	-	-	-	-	-	-	-
Transactions with owners, recorded directly in equity							
Final dividend @ 100% for the year ended December 31, 2025	-	-	-	-	-	(1,000,005)	(1,000,005)
Closing balance as at March 31, 2026	1,500,000	1	1,954,515	(181,655)	-	7,024,761	10,297,620

The annexed notes 1 to 31 form an integral part of these condensed interim financial statements.

Ahmed Naazer Minhaj
President and
Chief Executive
Officer

M. Shoaib Shamim
Chief Financial
Officer

Rob Keijzers
Chairman

M Kamran Shehzad
Director

Mischa John Assink
Director

ASA MICROFINANCE BANK (PAKISTAN) LIMITED
CASH FLOW STATEMENT
FOR THE QUARTER ENDED 31 MARCH 2026

	(Un-audited)	(Un-audited)
<i>Note</i>	March 31,	March 31,
	2026	2025
	----- (Rupees in '000) -----	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	1,708,586	1,493,466
Adjustments:		
Depreciation	73,341	54,463
Depreciation on right-of-use assets	50,688	38,252
Amortization	19,612	17,856
Mark-up / Return / Interest expense on lease liability against right-of-use assets	14,241	15,010
Amortization of hedge points	180,412	171,841
Loss/ (gain) on sale / disposal of property and equipment	-	-
Provision against non-performing loans and advances - net	77,163	44,069
Other provisions / write-offs	865	-
Bad debts written off directly	15,608	9,054
Charge for defined benefit plan	89,457	70,124
	521,384	420,668
(Increase) / Decrease in operating assets		
Advances	(2,953,807)	(985,414)
Other assets (excluding unrealized gain on foreign exchange forward contracts)	(173,558)	22,320
	(3,127,366)	(963,094)
Increase / (Decrease) in operating liabilities		
Borrowings	465,543	290,797
Other liabilities (excluding dividend payable, payable to defined benefit plan, current tax provision and unrealized loss on foreign exchange forward contracts)	348,497	(119,499)
	814,040	171,297
Income tax paid	(521,661)	(462,009)
Benefits paid	(23,283)	(29,430)
<i>Net cash flows generated from / (used in) operating activities</i>	(628,299)	630,899
CASH FLOW FROM INVESTING ACTIVITIES		
Investments in operating fixed assets	(83,037)	-
Sale proceeds from disposal of operating fixed assets	-	-
Investment in treasury bills	-	-
<i>Net cash flows used in investing activities</i>	(83,037)	-
CASH FLOW FROM FINANCING ACTIVITIES		
Payment of lease liability against right-of-use assets	(69,575)	(56,990)
Dividend paid	(2,250,000)	(1,500,000)
<i>Net cash flows used in financing activities</i>	(2,319,575)	(1,556,990)
Net increase / (decrease) in cash and cash equivalents	(3,030,911)	(926,091)
Cash and cash equivalents at beginning of the year	5,943,982	2,550,827
Cash and cash equivalents at end of the quarter	2,913,070	1,624,735

The annexed notes 1 to 31 form an integral part of these condensed interim financial statements.

Ahmed Naazer Minhaj
President and
Chief Executive
Officer

M. Shoaib Shamim
Chief Financial
Officer

Rob Keijzers
Chairman

M Kamran Shehzad
Director

Mischa John Assink
Director

**ASA MICROFINANCE BANK (PAKISTAN) LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 31 MARCH 2026**

1. STATUS AND NATURE OF BUSINESS

- 1.1** ASA Microfinance Bank (Pakistan) Limited (formerly "ASA Pakistan Limited") [ASA MFB or the Bank] was incorporated in the Islamic Republic of Pakistan on 19 March 2008, as an unlisted public limited company under the Companies Ordinance, 1984 (repealed by the Companies Act 2017). The registered office of ASA MFB is situated at 7th Floor, NICL Building, Abbasi Shaheed Road, Off Shahrah-e-Faisal, Karachi, Pakistan.
- 1.2** On January 03, 2020, the State Bank of Pakistan (SBP) issued NOC for transformation of the company into a Microfinance Bank, and in February 2021, the Securities & Exchange Commission of Pakistan (SECP), issued a Certificate of Incorporation on change of name. Subsequently on May 24, 2022, SBP issued Microfinance banking license to ASA MFB, as stipulated in the Microfinance Institution Ordinance 2001. On November 13, 2023, SBP allowed 'Commencement of Microfinance Banking Business' to ASA MFB, initially for performing non deposit taking lending operations nationwide, after ASA MFB met all conditions and requirements related to commencement of business.
- 1.3** As at March 31, 2026, ASA MFB has 419 (2025: 405) business locations comprising of 100 Hub Branches and 319 Service Centers in operation in all provinces of Pakistan, including the Federal Capital Islamabad, except Azad Jammu & Kashmir and Gilgit Baltistan, serving the low income and underserved segments, particularly women, as envisaged under the MFI Ordinance 2001.
- 1.4** ASA International Holding situated in Mauritius, is the parent/holding company of ASA MFB which holds 99.99% (2025: 99.99%) shares of The Bank.

2 BASIS OF PRESENTATION

These condensed interim financial statements have been prepared in compliance with the format for preparation of the Interim financial statements of Microfinance Banks issued by the SBP, vide its BPRD Circular No. 3 dated February 9,

2.1 STATEMENT OF COMPLIANCE

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Microfinance Institutions Ordinance, 2001 (the MFI Ordinance) and the Companies Act, 2017; and
- directives issued by the SBP (including Prudential Regulations for Microfinance Banks) and Securities and Exchange Commission of Pakistan (SECP)

Wherever the provisions of and directives issued under the Companies Act, 2017, Microfinance Institutions Ordinance, 2001, the Prudential Regulations for Microfinance Banks and directives issued by SBP and the SECP differ with the requirements of the IFRS or IFAS, the provisions of and directives issued under the Companies Act, 2017, Microfinance Institutions Ordinance, 2001, the Prudential Regulations for Microfinance Banks and directives issued by SBP and SECP

The SBP through its BPRD Circular No. 3 of 2022 had extended the effective date of IFRS 9 implementation for MFBs to accounting periods beginning on or after January 1, 2024. The Bank, however, had already adopted IFRS 9 under the previous regime on the effective date set out for companies by the SECP.

The SBP has deferred the applicability of International Accounting Standard (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

- 2.2** The disclosures made in these condensed interim financial statements have been limited based on International Accounting Standard 34 - "Interim Financial Reporting". Accordingly, these condensed interim financial statements do not include all the information and disclosures required for annual financial statements and should be read in conjunction with the financial statements for the year ended December 31, 2025. Comparative Statement of financial position is stated from the audited annual financial statements as of 31 December 2025, whereas comparative condensed interim profit and loss account, condensed interim other comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity are stated from unaudited condensed interim financial statements for the three months period ended 31 March 2025.

3 MATERIAL ACCOUNTING POLICIES

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

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The basis for accounting estimates adopted in the preparation of this condensed interim unconsolidated financial information is the same as that applied in the preparation of the audited financial statements for the year ended December 31, 2025.

5 FINANCIAL RISK MANAGEMENT

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

		(Un-audited) March 31, 2026	(Audited) December 31, 2025
	Note	----- (Rupees in '000) -----	
6 CASH AND BALANCES WITH TREASURY BANKS			
In hand - Local currency		2,300	32
With State Bank of Pakistan in Local currency current account		60,858	182,608
		60,858	182,608
With National Bank of Pakistan in Local currency current account Local currency deposit account	6.1	953 7,298	1,004,130 4,295
		8,251	1,008,425
Less: Expected credit loss allowance		-	-
Total		71,408	1,191,066

6.1 This represents deposits carrying markup ranging between 5% to 9% per annum (31 Decemeber 2025: 9.5%).

		(Un-audited) March 31, 2026	(Audited) December 31, 2025
		----- (Rupees in '000) -----	
7 BALANCES WITH OTHER MFBs / BANKs / NBFIs			
In Pakistan			
- In deposit account	7.1	2,564,422	2,967,708
- In current account		9,240	17,208
- In term deposits	7.2	268,000	1,768,000
Less: Expected credit loss allowance		-	-
		2,841,662	4,752,917

7.1 This represents deposits with various financial institutions carrying markup ranging between 5% to 9.25% per annum (31 Decemeber 2025: 5% to 11%)

7.2 These carry mark-up ranging from 9% to 9.95% per annum (2025: 8.19% to 10.70% per annum) and are given as collateral against borrowings from Pak Oman Investment and Allied Bank Limited, and have maturities within 3 to 6 months.

8. INVESTMENTS

8.1 Investments by type:

	March 31, 2026			December 31, 2025				
	Fair Value / Amortised cost	Credit Loss Allowance	Surplus / (Deficit)	Carrying Value	Fair Value / Amortised cost	Credit Loss Allowance	Surplus / (Deficit)	Carrying Value
----- (Rupees in '000) -----								
Classified as Amortised Cost								
Market Treasury Bills	641,910	-	-	641,910	624,316	-	-	624,316
Total	641,910	-	-	641,910	624,316	-	-	624,316

The aggregate amount of relaxation in any classification / credit loss allowance granted by SBP should be disclosed in a sub note along with financial impact.

- 8.1.1** These carry mark-up at rate 10.70% per annum, having maturity up to 1 to 12 Months. These securities has a face value of Rs. 659.5 million.
- 8.1.2** The market value of securities classified as amortized cost as at March 31, 2026 amounted to Rs. 641.910 million (December 31, 2025: Rs. 621.243 million).
- 8.1.3** Expect credit loss on Government Securities have not been estimated due to exemption available under IFRS 9 instructions issued by SBP through circular no. 3 of 2022 dated July 05, 2022.

9 ADVANCES

	2026			
	Performing		Non Performing	Total
	Stage 1	Stage 2	Stage 3	
Note	------(Rupees in '000)-----			
Loan Type				
Unsecured				
Micro Credits	35,838,895	75,208	93,935	36,008,038
Others	-	-	-	-
Advances - gross	35,838,895	75,208	93,935	36,008,038
Expected Credit loss allowance against advances				
- Stage 1	205,652	-	-	205,652
- Stage 2	-	407	-	407
- Stage 3	-	-	80,424	80,424
	205,652	407	80,424	286,483
Advances - net of provisions	35,633,243	74,801	13,511	35,721,555

	2025			
	Performing		Non Performing	Total
	Stage 1	Stage 2	Stage 3	
Note	------(Rupees in '000)-----			
Loan Type				
Micro Credits				
Unsecured	32,987,914	54,003	73,963	33,115,880
Others	-	-	-	-
Advances - gross	32,987,914	54,003	73,963	33,115,880
Expected Credit loss allowance against advances				
- Stage 1	193,461	-	-	193,461
- Stage 2	-	317	-	317
- Stage 3	-	-	61,652	61,652
	193,461	317	61,652	255,430
Advances - net of expected credit loss allowance	32,794,453	53,686	12,311	32,860,450

9.1 Advances - Particulars of expected credit loss allowance

9.1.1 Advances - Exposure

	2026			
	Stage 1	Stage 2	Stage 3	Total
	Note	------(Rupees in '000)-----		
Gross carrying amount	32,987,915	54,003	73,963	33,115,880
New advances	16,867,022	86,053	-	16,953,075
Advances repaid	(13,965,133)	(22,708)	(19,712)	(14,007,551)
Transfer to stage 1	-	-	-	-
Transfer to stage 2	(6,842)	6,842	-	-
Transfer to stage 3	(39,984)	(44,933)	84,917	-
	2,855,063	25,255	65,205	2,945,524
Amounts written off / charged off	(4,084)	(4,050)	(45,233)	(53,366)
Closing balance	35,838,895	75,208	93,935	36,008,038

	2025			
	Stage 1	Stage 2	Stage 3	Total
	Note	------(Rupees in '000)-----		
Gross carrying amount	24,945,450	25,508	103,660	25,074,619
New advances	33,026,970	49,244	45,677	33,121,891
Advances repaid	(24,803,182)	(9,615)	(10,594)	(24,823,390)
Transfer to stage 1	233	(74)	(159)	-
Transfer to stage 2	(4,759)	4,759	-	-
Transfer to stage 3	(92,386)	(13,781)	106,167	-
	8,126,877	30,533	141,091	8,298,501
Amounts written off / charged off	(84,412)	(2,038)	(170,788)	(257,239)
Closing balance	32,987,914	54,003	73,963	33,115,880

	(Un-audited) March 31, 2026 ----- (Rupees in '000) -----	(Audited) December 31, 2025
9.1.2 Particulars of write offs / charge offs:		
Against expected credit loss allowance	53,366	175,873
Directly charged to profit and loss account	15,608	81,366
	<u>68,974</u>	<u>257,239</u>
10 PROPERTY AND EQUIPMENT		
Property and equipment	498,123	506,812
10.1 Additions to property and equipment		
The following additions have been made to property and equipment during the period:		
Property and equipment		
Leasehold land	24,080	64,701
Furniture and fixture	5,712	9,495
Information technology equipment	14,849	102,309
CWIP	5,038	59,301
Vehicles	-	16,000
Office equipment	14,775	85,001
Total	<u>64,455</u>	<u>336,806</u>
10.2 Disposal of property and equipment		
The net book value of property and equipment disposed off during the period is as follows:		
Vehicles	-	(2,338)
Office equipment		(10)
Total	<u>-</u>	<u>(2,348)</u>
11 RIGHT-OF-USE ASSETS		
- Bulidings		
At January 01		
Cost	380,492	353,311
Accumulated Depreciation	-	-
Net carrying amount at January 01	<u>380,491</u>	<u>353,311</u>
Additions during the year	7,077	159,816
Depreciation Charge for the year	(50,688)	(132,635)
Net Carrying amount	<u>336,881</u>	<u>380,492</u>
12 INTANGIBLE ASSETS		
Computer software	258,509	264,221
Capital work-in-progress	4,484	-
	<u>262,994</u>	<u>264,221</u>
12.1 Additions to intangible assets		
The following additions have been made to intangible assets during the period:		
Directly purchased	18,582	39,481
Capital work-in-progress	-	-
Total	<u>18,582</u>	<u>39,481</u>

	2026 (Un-audited) March 31, 2026	2025 (Audited) December 31, 2025
	----- (Rupees in '000) -----	
13 DEFERRED TAX ASSETS		
Deductible temporary differences on		
- Expected credit loss allowance against loans and advances	100,802	100,802
- Exchange difference on foreign currency borrowings	1,234	1,234
- Disallowed markup expense on foreign currency borrowings	527,629	527,629
- Unrealised loss on foreign exchange forward contracts	148,970	148,970
- FV gain		
- Lease liabilities	126,011	126,011
- Post retirement employee benefits	531,239	531,239
	1,435,884	1,435,884
Taxable temporary differences on		
- Accelerated tax depreciation	(109,220)	(109,220)
	1,326,664	1,326,664
14 OTHER ASSETS		
Income / Mark-up accrued	945,190	795,153
Advances, deposits, advance rent and prepayments	410,847	463,613
Advance taxation	157,878	172,745
Loan to Employees	251,557	242,265
Others	103,276	21,414
Less: Expected credit loss allowance held against other assets	(3,901)	(3,037)
	1,864,846	1,692,153
14.1 Expected credit loss allowance held against mark-up / return / interest accrued		
Opening balance	3,037	1,966
Charge for the period / year	865	1,241
Amount written off	-	(171)
Closing balance	3,901	3,037

	Note	(Un-audited)	(Audited)
		March 31, 2026	December 31, 2025
		----- (Rupees in '000) -----	
15. BORROWINGS			
Secured			
Borrowings from State Bank of Pakistan		2,400,419	2,400,419
- Women Inclusive Finance Program (WIFP)		1,844,790	1,844,790
- Women Inclusive Finance Sector Development Project (WIF SDP)		1,398,139	1,398,139
- Financial Inclusion and Infrastructure Project through ACFID		5,643,348	5,643,348
Borrowings from Other Banks / Financial Institutions		22,649,264	22,053,450
Total secured	15.1	28,292,611	27,696,797
15.1 Particular of borrowings with respect to domestic/foreign			
In Pakistan	15.2	17,266,755	17,052,119
Outside Pakistan	15.3	11,025,856	10,644,678
Total		28,292,611	27,696,797
15.2 Details of Borrowings in Pakistan			

	Amount (Rupees in '000)	Agreement Date	Maturity	Repayment frequency	Coupon rate
Women Inclusive Finance Program (WIFP)	2,400,419	25-Jun-24	30-Jun-29	Bullet	6M K-1%
Financial Inclusion and Infrastructure Project through ACFID	52,208	1-Mar-24	25-Mar-27	Bullet	6M K-1%
Financial Inclusion and Infrastructure Project through ACFID	48,964	1-Mar-24	25-Mar-27	Bullet	6M K-1%
Financial Inclusion and Infrastructure Project through ACFID	150,219	12-May-25	14-May-28	Bullet	6M K-1%
Financial Inclusion and Infrastructure Project through ACFID	105,710	25-Apr-25	20-May-28	Bullet	6M K-1%
Financial Inclusion and Infrastructure Project through ACFID	772,783	12-May-25	14-May-28	Bullet	6M K-1%
Financial Inclusion and Infrastructure Project through ACFID	268,255	18-Mar-25	27-Mar-28	Bullet	6M K-1%
Women Inclusive Finance Sector Development Project (WIF SDP)	1,844,790	19-Jun-25	27-Jun-30	Bullet	6M K-1.0%
Pak Oman Investment Company Limited	192,000	9-Jan-25	9-Jan-28	Quarterly	3M K+1.75%
Allied Bank Limited	375,000	27-Mar-25	6-Apr-28	Quarterly	3M K+1.75%
Pakistan Microfinance Investment Company Limited	2,979,827	21-Mar-23	30-Sep-28	Quarterly	6M K+2.95%
Pakistan Microfinance Investment Company Limited	2,767,365	24-Apr-23	30-Sep-28	Quarterly	6M K+3.50%
Habib Metropolitan Bank Limited	583,333	13-Dec-24	27-Dec-27	Quarterly	3M K+2.50%
JS Bank Limited	327,273	16-Jan-25	21-Mar-28	Quarterly	3M K+2%
PKICL Syndicate	2,998,609	18-Jul-25	31-Jul-28	Quarterly	3M K+2.5%
National Bank of Pakistan	1,000,000	12-Dec-25	31-Dec-28	Quarterly	3M K+2%
Pak Oman Investment Company Limited	400,000	18-Nov-25	15-Jan-29	Quarterly	3M K+2%
	17,266,755				

15.3 Details of Borrowings outside Pakistan

	Amount (in FCY)	Amount (Rupees in '000)	Agreement Date	Maturity	Repayment frequency	Coupon rate
EMF Microfinance Fund, AGmvK	USD 3,000,000	837,319	29-Nov-24	14-May-27	Semi-Annual	6M SOFR+5%
Microfinance Initiative for Asia (MIFA) Debt Fund SA, SICAV-SIF	USD 2,500,000	697,832	4-Mar-24	7-Jun-27	Semi-Annual	6M SOFR+5.0%
JAPAN ASEAN WOMEN EMPOWERMENT FUND	USD 5,000,000	1,395,663	4-Mar-24	7-Jun-27	Semi-Annual	6M SOFR+5.0%
Blue Orchard Microfinance Fund	USD 5,000,000	1,395,663	18-Aug-25	3-Nov-28	Semi-Annual	6M SOFR+4.65%
DWM – CIFIF, Netherlands	USD 4,000,000	1,116,530	8-Jul-25	14-Nov-28	Semi-Annual	6M SOFR+4.5%
Global Gender Smart Fund	USD 7,500,000	2,093,495	23-Jun-25	15-Nov-28	Semi-Annual	6M SOFR+4.75%
Global Micro and SME Finance Fund	USD 1,250,000	349,014	23-Jun-25	19-Nov-28	Semi-Annual	6M SOFR+4.75%
responsAbility SICAV (Lux) Agriculture Fund	USD 1,000,000	279,133	23-Jun-25	19-Nov-28	Semi-Annual	6M SOFR+4.75%
responsAbility SICAV (Lux) Financial Inclusion Fund	USD 1,250,000	348,916	23-Jun-25	19-Nov-28	Semi-Annual	6M SOFR+4.75%
responsAbility SICAV (Lux) Micro and SME Finance Debt Fund	USD 1,250,000	348,817	23-Jun-25	19-Nov-28	Semi-Annual	6M SOFR+4.75%
responsAbility SICAV (Lux) Micro and SME Leaders	USD 1,250,000	348,916	23-Jun-25	19-Nov-28	Semi-Annual	6M SOFR+4.75%
Monega Mikrofinanz and Impact fonds	USD 250,000	69,803	21-Aug-25	09-Dec-28	Semi-Annual	6M SOFR+4.17%
Monega Multi-Sector Microfinance & Impact Loan Fund	USD 750,000	209,408	21-Aug-25	09-Dec-28	Semi-Annual	6M SOFR+4.17%
EMF Microfinance Fund AGmvK	USD 4,000,000	1,116,530	8-Dec-25	23-Dec-28	Semi-Annual	6M SOFR+4.27%
EMF - Finethic S.C.A., SICAV SIF USD 1.5 million	USD 1,500,000	418,817	9-Feb-26	09-Mar-29	Semi-Annual	6M SOFR+4.27%
		11,025,856				

		2026 (Un-audited) March 31, 2026 ----- (Rupees in '000) -----	2025 (Audited) December 31, 2025 ----- (Rupees in '000) -----
16 LEASE LIABILITIES			
At beginning of period / year		323,105	318,805
Additions during the period / year		7,077	159,816
Interest expense		14,241	60,200
Payment		(69,575)	(215,715)
Closing balance		<u>274,848</u>	<u>323,105</u>
17. DEFERRED GRANT			
Opening balance		318,147	125,508
Grant Received during the year	17.1	-	242,470
Grant recognised as income during the year		-	(49,831)
Closing balance	17.1.1	<u>318,147</u>	<u>318,147</u>
17.1 State Bank of Pakistan			
Women Inclusive Finance Sector Developing Project (WIF SDP)	17.1.2	-	168,106
Financial Inclusion and Infrastructure Project (ACFID)	17.1.3	-	74,364
		<u>-</u>	<u>242,470</u>
17.1.1	The grants represent the difference between the consideration received and the initial fair value of below market rate borrowings received from the State Bank of Pakistan (the SBP).		
17.1.2	Under this scheme, the Bank must disburse loans exclusively to women borrowers within three months from the date of receiving funds from the SBP. The borrowing will be payable to the SBP on its original maturity if the terms of the scheme are fulfilled, otherwise the un-disbursed amount must be repaid to the SBP immediately.		
17.1.3	Under this scheme, the Bank must disburse loans exclusively to borrowers located in Rain/Flood impacted areas within three months from the date of receiving funds from the SBP. The borrowing will be payable to the SBP on its original maturity if the terms of the scheme are fulfilled, otherwise the un-disbursed amount must be repaid to the SBP immediately.		
18. OTHER LIABILITIES		2026 (Un-audited) March 31, ----- (Rupees in '000) -----	2025 (Audited) December 31, ----- (Rupees in '000) -----
Mark-up / Return / Interest payable		837,423	709,885
Accrued expenses		503,687	281,433
Dividends payable		1,000,005	2,250,000
Unrealized loss on foreign exchange forward contracts		608,128	381,970
Payable to defined benefit plan		1,428,326	1,362,153
Others		5,248	6,542
		<u>4,382,817</u>	<u>4,991,983</u>
19 CONTINGENCIES AND COMMITMENTS			
- Foreign exchange forward contracts - purchase		<u>11,806,675</u>	<u>11,364,175</u>

	(Un-audited)		
	Note	March 31, 2026	March 31, 2025
	----- (Rupees in '000) -----		
20 MARK-UP / RETURN / INTEREST EARNED			
Advances		4,490,144	3,319,266
Investments		17,596	3
Balances with other Banks and NBFIs		124,112	38,868
		<u>4,631,852</u>	<u>3,358,138</u>
21 MARK-UP / RETURN / INTEREST EXPENSED			
Borrowings		829,513	460,444
Bank charges		1,231	1,170
Amortization of hedge points		180,412	171,841
Lease liabilities		13,080	15,010
Processing fee		2,595	2,466
		<u>1,026,831</u>	<u>650,932</u>
22 OTHER INCOME			
Exchange (loss)/gain - net		1,043	(6,762)
Others		52,734	3,621
		<u>53,777</u>	<u>(3,141)</u>
23 OPERATING EXPENSES			
Total compensation expense		1,190,697	806,262
Charge for defined benefit plan		19,114	70,124
Charge for Contributory Fund		28,591	-
Contribution to Superannuation fund/ EOBI		89,457	18,603
Directors' fees and allowances		700	2,600
Rent, taxes, insurance, electricity, etc.		29,364	23,071
Legal and professional charges		8,824	9,914
IT consultancy charges		50,100	-
Communications		17,222	22,580
Repairs and maintenance		13,063	15,660
Stationery and printing		17,956	16,271
Training and development		2,203	2,556
Travelling and conveyance		140,656	14,306
Advertisement and publicity		2,464	726
Donations		5,486	2,576
Subscription, license and renewals fees		56,710	10,566
Auditors' remuneration		5,187	4,250
Depreciation		124,029	92,716
Amortization		19,612	17,857
Insurance		17,683	11,714
Miscellaneous expenses		17,461	15,126
		<u>1,856,578</u>	<u>1,157,477</u>
24 EXPECTED CREDIT LOSS ALLOWANCE & WRITE OFFS - NET			
Charge/(Reversal) of expected credit loss allowance against loans & advances		84,420	48,606
Expected credit loss allowance against other assets		865	-
Bad debts written off directly		15,608	9,054
Recovery of written off / charged off bad debts		(7,258)	(4,538)
		<u>93,635</u>	<u>53,123</u>
25 TAXATION			
Current		675,107	582,451
Prior periods		-	-
Deferred		-	-
		<u>675,107</u>	<u>582,451</u>
26 BASIC EARNINGS PER SHARE			
Profit for the period		<u>1,033,479</u>	<u>911,014</u>
Weighted average number of ordinary shares		<u>1,500,000</u>	<u>1,500,000</u>
Basic earnings per share		<u>2,756</u>	<u>2,429</u>

27 RELATED PARTY TRANSACTIONS

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

Un-audited March 31, 2026			Audited December 31, 2025		
Parent	Directors	Key management personnel	Parent	Directors	Key management personnel

----- (Rupees in '000) -----

Other liabilities**Dividend payable**

Opening balance	2,250,000	-	-	3,003,000	-	-
Dividend declared	1,000,005	-	-	3,750,000	-	-
Paid during the year	(2,250,000)	-	-	(4,503,000)	-	-
Adjustment	-	-	-	-	-	-
Closing balance	1,000,005	-	-	2,250,000	-	-

Un-audited March 31, 2026			Un-audited March 31, 2025		
Parent	Directors	Key management personnel	Parent	Directors	Key management personnel

----- (Rupees in '000) -----

Expense

Salaries and other allowances	-	-	60,292	-	-	42,559
Management fee expense	-	-	-	-	-	-
Directors' meeting fees	-	700	-	-	2,600	-

(Un-audited) (Audited)
 March 31, December 31,
 2026 2025
 ----- (Rupees in '000) -----

28 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

Minimum Capital Requirement (MCR):

Paid-up capital	10,302,817	10,269,079
-----------------	-------------------	------------

Capital Adequacy Ratio (CAR):

Eligible Common Equity Tier 1 (CET 1) Capital	8,712,947	8,676,795
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	8,712,947	8,676,795
Eligible Tier 2 Capital	206,060	193,778
Total Eligible Capital (Tier 1 + Tier 2)	8,919,007	8,870,573

Risk Weighted Assets (RWAs):

Credit risk	41,174,089	38,649,626
Operational risk	1,978,811	1,515,825
Total	43,152,900	40,165,450

Common Equity Tier 1 Capital Adequacy Ratio

20.19%	21.60%
---------------	--------

Tier 1 Capital Adequacy Ratio

20.67%	22.09%
---------------	--------

Total Capital Adequacy Ratio

20.67%	22.09%
---------------	--------

29 NON - ADJUSTING EVENTS AFTER BALANCE SHEET DATE

The Board of Directors have proposed a dividend for the quarter ended 31 March 2026 of Rs. 1,000/- (2025: Rs. 666.67/-) per share, amounting to Rs. 1,500,000,000/- (2025: Rs. 1,000,005,000/-) at their meeting held on 23 April 2026.

30 GENERAL

30.1 Comparative information has been reclassified or re arranged in these condensed interim financial statements for the purpose of better presentation.

30.2 The figures in the financial statements rounded off to the nearest thousand.

31 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Bank in their meeting held on 23 April 2026.