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1. CAPITAL ASSESSMENT AND ADEQUACY - BASEL III SPECIFIC

1.1. Scope of Application:

The Pak Oman Investment Company Limited (POICL) follows the State Bank of Pakistan's Capital Adequacy Frameworks (Basel II and III) for both its individual operations (standalone) and when combined with its subsidiary, Pak Oman Assets Management Company Limited (consolidated). These frameworks use the Standardized Approach for credit and market risk calculations, while the Basic Indicator Approach (BIA) is used for operational risk capital adequacy.

1.2. Capital Structure- Basel III:

POICL's regulatory capital is analyzed as follows:

Tier I capital (going concern capital) Which comprises of:

a. Common Equity Tier I (CET1) includes fully issued and paid-up capital, general reserves, and net unappropriated profits, less investments in banking and financial companies, due to insufficient Additional Tier 1 and Tier 2 capital.
b. No Additional Tier 1 and 2 Capital is issued by the Company.

1.3. Capital Adequacy

Capital Management:

The Company's capital management prioritizes meeting regulatory capital requirements while maintaining strong credit rating and healthy capital ratios. This approach ensures support for business activities and maximizes shareholder value.

Statutory Minimum Capital Requirement (MCR) and Capital Adequacy Ratio (CAR):

As per the guidelines set by the State Bank of Pakistan (SBP), Development Financial Institutions (DFIs) are required to maintain a minimum capital requirement (MCR) of PKR 6 billion (source: https://www.sbp.org.pk/BS/RCSP.asp). Furthermore, DFIs are mandated to maintain a minimum Capital Adequacy Ratio (CAR) of 11.5% based on their risk-weighted exposure. As of December 31, 2025, POICL comfortably meets both the MCR and CAR requirements, with a paid-up capital of Rs. 6.15 billion and a CAR of 40.52%.

2. CAPITAL ADEQUACY RATIO (CAR) DISCLOSURE TEMPLATE:

CAPITAL ADEQUACY RETURN AS OF YEAR ENDED 2025		31-Dec-2025	31-Dec-2024
		----------Rupees in '000----------	
Rows	**Common Equity Tier 1 capital (CET1):** Instruments and reserves		
1	Fully Paid-up Capital/ Capital deposited with SBP	6,150,000	6,150,000
2	Balance in Share Premium Account	-	-
3	Reserve for issue of Bonus Shares	-	-
4	Discount on Issue of shares	-	-
5	General/ Statutory Reserves	2,507,509	1,863,123
6	Gain/(Losses) on derivatives held as Cash Flow Hedge		
7	Unappropriated/unremitted profits/ (losses)	3,001,493	617,631
8	Minority Interests arising from CET1 capital instruments issued to third parties by consolidated bank subsidiaries (amount allowed in CET1 capital of the consolidation group)	-	-
9	**CET 1 before Regulatory Adjustments**	**11,659,002**	**8,630,754**
10	Total regulatory adjustments applied to CET1 **(Note 2.1)**	380,258	605,382
11	**Common Equity Tier 1**	**11,278,745**	**8,025,371**
	Additional Tier 1 (AT 1) Capital		
12	Qualifying Additional Tier-1 capital instruments plus any related share premium	-	-
13	of which: Classified as equity	-	-
14	of which: Classified as liabilities	-	-
15	Additional Tier-1 capital instruments issued to third parties by consolidated subsidiaries (amount allowed in group AT 1)	-	-
16	of which: instrument issued by subsidiaries subject to phase out	-	-
17	**AT1 before regulatory adjustments**	-	-
18	Total regulatory adjustment applied to AT1 capital **(Note 2.2)**	315,720	411,970
19	Additional Tier 1 capital after regulatory adjustments	-	-
20	**Additional Tier 1 capital recognized for capital adequacy**	-	-
21	**Tier 1 Capital (CET1 + admissible AT1) (11+20)**	**11,278,745**	**8,025,371**
	Tier 2 Capital		
22	Qualifying Tier 2 capital instruments under Basel III plus any related share premium	-	-
23	Tier 2 capital instruments subject to phaseout arrangement issued under pre-Basel 3 rules	-	-
24	Tier 2 capital instruments issued to third parties by consolidated subsidiaries (amount allowed in group tier 2)	-	-
25	of which: instruments issued by subsidiaries subject to phase out	-	-
26	General provisions or general reserves for loan losses-up to maximum of 1.25% of Credit Risk Weighted Assets	-	-
27	Revaluation Reserves (net of taxes)	-	-
28	of which: Revaluation reserves on fixed assets	262,342	447,539
29	of which: Unrealized gains/losses on AFS	3,261,842	1,076,234
30	Foreign Exchange Translation Reserves		-
31	Undisclosed/Other Reserves (if any)	171,563	-
32	**T2 before regulatory adjustments**	3,695,747	1,523,773
33	**Total regulatory adjustment applied to T2 capital (Note 2.3)**	**909,966**	**1,274,139**
34	Tier 2 capital (T2) after regulatory adjustments	2,785,781	249,634
35	Tier 2 capital recognized for capital adequacy	-	-
36	Portion of Additional Tier 1 capital recognized in Tier 2 capital	-	-
37	**Total Tier 2 capital admissible for capital adequacy**	**2,785,781**	**249,634**
38	**TOTAL CAPITAL (T1 + admissible T2) (21+37)**	**14,064,526**	**8,275,005**

39	**Total Risk Weighted Assets (RWA) for details refer Note 5}**	**34,711,208**	**24,701,928**
	Capital Ratios and buffers (in percentage of risk weighted assets)		
40	**CET1 to total RWA**	**32.49%**	**32.49%**
41	**Tier-1 capital to total RWA**	**32.49%**	**32.49%**
42	**Total capital to total RWA**	**40.52%**	**33.50%**
43	Bank specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus any other buffer requirement)	-	-
44	of which: capital conservation buffer requirement	-	-
45	of which: countercyclical buffer requirement	-	-
46	of which: D-SIB or G-SIB buffer requirement	-	-
47	CET1 available to meet buffers (as a percentage of risk weighted assets)	-	-

	National minimum capital requirements prescribed by SBP		
48	**CET1 minimum ratio**	**6.00%**	**6.00%**
49	**Tier 1 minimum ratio**	**7.50%**	**7.50%**
50	**Total capital minimum ratio**	**11.50%**	**11.50%**

Regulatory Adjustments and Additional Information		31-Dec-2025	31-Dec-2024
		----------Rupees in '000----------	
2.1.	**Common Equity Tier 1 capital: Regulatory adjustments**		
1	Goodwill (net of related deferred tax liability)	-	-
2	All other intangibles (net of any associated deferred tax liability)	-	-
3	Shortfall in provisions against classified assets	-	-
4	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	-
5	Defined-benefit pension fund net assets	-	-
6	Reciprocal cross holdings in CET1 capital instruments of banking, financial and insurance entities	-	-
7	Cash flow hedge reserve	-	-
8	Investment in own shares/ CET1 instruments	-	-
9	Securitization gain on sale	-	-
10	Capital shortfall of regulated subsidiaries	-	-
11	Deficit on account of revaluation from bank's holdings of fixed assets/ AFS	-	-
12	Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	64,537	193,412
13	Significant investments in the common stocks of banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	-
14	Deferred Tax Assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-	-
15	Amount exceeding 15% threshold	-	-
16	of which: significant investments in the common stocks of financial entities	-	-
17	of which: deferred tax assets arising from temporary differences	-	-
18	National specific regulatory adjustments applied to CET1 capital	-	-
19	Investments in TFCs of other banks exceeding the prescribed limit	-	-
20	Any other deduction specified by SBP (mention details)	-	-
21	Adjustment to CET1 due to insufficient AT1 and Tier 2 to cover deductions	315,720	411,970
22	**Total regulatory adjustments applied to CET1 (sum of 1 to 21)**	**380,258**	**605,382**
2.2.	**Additional Tier-1 & Tier-1 Capital: regulatory adjustments:**		
23	Investment in mutual funds exceeding the prescribed limit [SBP specific adjustment]	-	-
24	Investment in own AT1 capital instruments	-	-
25	Reciprocal cross holdings in Additional Tier 1 capital instruments of banking, financial and insurance entities	-	-
26	Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	315,720	411,970
27	Significant investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation	-	-
28	Portion of deduction applied 50:50 to Tier-1 and Tier-2 capital based on pre-Basel III treatment which, during transitional period, remain subject to deduction from additional tier-1 capital	-	-
29	Adjustments to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	-
30	**Total regulatory adjustment applied to AT1 capital (sum of 23 to 29)**	**315,720**	**411,970**

2.3.	**Tier 2 Capital: regulatory adjustments:**		
31	Portion of deduction applied 50:50 to Tier-1 and Tier-2 capital based on pre-Basel III treatment which, during transitional period, remain subject to deduction from tier-2 capital	-	-
32	Reciprocal cross holdings in Tier 2 instruments of banking, financial and insurance entities	-	-
33	Investment in own Tier 2 capital instrument	-	-
34	Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	909,966	1,274,139
35	Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation	-	-
36	**Total regulatory adjustment applied to T2 capital (sum of 31 to 35)**	**909,966**	**1,274,139**
2.4.	**Additional Information**		
Risk Weighted Assets subject to pre-Basel III treatment:		-	-
	Risk weighted assets in respect of deduction items (which during the transitional period will be risk weighted subject to Pre-Basel III Treatment)	-	-
	of which: deferred tax assets	-	-
	of which: Defined-benefit pension fund net assets	-	-
	of which: Recognized portion of investment in capital of banking, financial and insurance entities where holding is less than 10% of the issued common share capital of the entity	-	-
	of which: Recognized portion of investment in capital of banking, financial and insurance entities where holding is more than 10% of the issued common share capital of the entity	-	-
	Amounts below the thresholds for deduction (before risk weighting)	-	-
	Non-significant investments in the capital of other financial entities	-	-
	Significant investments in the common stock of financial entities	-	-
	Deferred tax assets arising from temporary differences (net of related tax liability)	-	-
	Applicable caps on the inclusion of provisions in Tier 2	-	-
	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardized approach (prior to application of cap)	-	-
	Cap on inclusion of provisions in Tier 2 under standardized approach	-	-
	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	-	-
	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	-	-

3. CAPITAL STRUCTURE RECONCILIATION:

Table: 3.1: Balance sheet of the published financial statements		
(in thousand PKR)	31-Dec-2025	
Assets	**Balance sheet as in published financial statements**	**Under regulatory scope of consolidation**
Cash and balances with treasury banks	1,454,616	883,139
Balanced with other banks	75,806	38,009
Lending to financial institutions	-	3,287,200
Investments	254,686,366	353,409,569
Advances	20,166,090	15,014,830
Operating fixed assets	1,101,483	1,172,048
Deferred tax assets	-	685,571
Other assets	9,083,844	12,626,148
Total assets	**286,568,205**	**387,116,514**
Liabilities & Equity		
Bills payable	-	-
Borrowings	247,488,354	349,587,965
Deposits and other accounts	19,408,066	16,164,282
Sub-ordinated loans	-	-
Liabilities against assets subject to finance lease	174,215	189,298
Deferred tax liabilities	929,086	-
Other liabilities	3,364,740	11,102,459
Total liabilities	**271,364,461**	**377,044,004**
Share capital/ Head office capital account	6,150,000	6,150,000
Reserves	2,507,509	1,863,123
Unappropriated/ Unremitted profit/ (losses)	2,850,488	535,614
Minority Interest	-	-
Surplus on revaluation of assets	3,695,747	1,523,773
Total liabilities & equity	**286,568,205**	**387,116,514**

Table: 3.2	**Balance sheet as in published financial statements**	**Under regulatory scope of consolidation**	**Reference**
Assets	**December 31, 2025**		
Cash and balances with treasury banks	1,454,616	1,454,616	
Balanced with other banks	75,806	75,806	
Lending to financial institutions	-	-	
Investments:	254,686,366	254,686,366	
of which: Non-significant investments in the capital instruments of banking, financial and insurance entities exceeding 10% threshold	1,290,223	1,290,223	a
of which: significant investments in the capital instruments issued by banking, financial and insurance entities exceeding regulatory threshold	-	-	b
of which: Mutual Funds exceeding regulatory threshold	-	-	c
of which: reciprocal crossholding of capital instrument (separate for CET1, AT1, T2)	-	-	d
of which: others (mention details)	-	-	e

Advances:	20,166,090	20,166,090	
shortfall in provisions/ excess of total EL amount over eligible provisions under IRB	-	-	f
general provisions reflected in Tier 2 capital	-	-	g
Fixed Assets	1,101,483	1,101,483	
Deferred Tax Assets:	-	-	
of which: DTAs that rely on future profitability excluding those arising from temporary differences	-	-	h
of which: DTAs arising from temporary differences exceeding regulatory threshold	-	-	i
Other assets:	12,092,961	12,092,961	
of which: Goodwill	-	-	j
of which: Intangibles	-	-	k
of which: Defined-benefit pension fund net assets	-	-	l
Total assets	**289,577,322**	**289,577,322**	

Liabilities & Equity			
Bills payable	-	-	
Borrowings	247,488,354	247,488,354	
Deposits and other accounts	19,408,066	19,408,066	
Sub-ordinated loans	-	-	
of which: eligible for inclusion in AT1	-	-	m
of which: eligible for inclusion in Tier 2	-	-	n
Liabilities against assets subject to finance lease	174,215	174,215	
Deferred tax liabilities:	929,086	929,086	
of which: DTLs related to goodwill	-	-	o
of which: DTLs related to intangible assets	-	-	p
of which: DTLs related to defined pension fund net assets	-	-	q
of which: other deferred tax liabilities	-	-	r
Other liabilities	3,364,740	3,364,740	
Total liabilities	271,364,461	271,364,461	
Share capital:			
of which: amount eligible for CET1	6,150,000	6,150,000	s
of which: amount eligible for AT1	6,150,000	6,150,000	t
Reserves:	-	-	
of which: portion eligible for inclusion in CET1(provide breakup)	2,507,509	2,507,509	u
of which: portion eligible for inclusion in Tier 2	2,507,509	2,507,509	v
Unappropriated profit/ (losses)	-	-	w
Minority Interest:	2,850,488	2,850,488	
of which: portion eligible for inclusion in CET1	-	-	x
of which: portion eligible for inclusion in AT1	-	-	y
of which: portion eligible for inclusion in Tier 2	-	-	z
Surplus on revaluation of assets:	3,695,747	3,695,747	
of which: Revaluation reserves on Fixed Assets	433,905	433,905	aa
of which: Unrealized Gains/Losses on AFS	3,261,842	3,261,842	
In case of Deficit on revaluation (deduction from CET1)			ab
Total liabilities & Equity	**286,568,205**	**286,568,205**	

Table: 3.3		Component of regulatory capital reported by bank	Source based on reference number from step 2
	Common Equity Tier 1 capital (CET1): Instruments and reserves		
1	Fully Paid-up Capital/ Capital deposited with SBP	6,150,000	(s)
2	Balance in Share Premium Account	-	
3	Reserve for issue of Bonus Shares	-	
4	General/ Statutory Reserves	2,507,509	(u)
5	Gain/(Losses) on derivatives held as Cash Flow Hedge	-	
6	Unappropriated/unremitted profits/ (losses)	2,850,488	(w)
7	Minority Interests arising from CET1 capital instruments issued to third party by consolidated bank subsidiaries (amount allowed in CET1 capital of the consolidation group)	-	(x)
	Benefit of ECL under IFRS-9 (Stage-1 and 2)	151,005	(ag)
8	**CET 1 before Regulatory Adjustments**	11,659,002	
	Common Equity Tier 1 capital: Regulatory adjustments		
9	Goodwill (net of related deferred tax liability)	-	(j) - (o)
10	All other intangibles (net of any associated deferred tax liability)	-	(k) - (p)
11	Shortfall of provisions against classified assets	-	(f)
12	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	{(h) - (r} * x%
13	Defined-benefit pension fund net assets	-	{(l) - (q)} * x%
14	Reciprocal cross holdings in CET1 capital instruments	-	(d)
15	Cash flow hedge reserve	-	
16	Investment in own shares/ CET1 instruments	-	
17	Securitization gain on sale	-	
18	Capital shortfall of regulated subsidiaries	-	
19	Deficit on account of revaluation from bank's holdings of fixed assets/ AFS	-	(ab)
20	Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	64,537	(a) - (ac) - (ae)
21	Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	(b) - (ad) - (af)
22	Deferred Tax Assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-	(i)
23	Amount exceeding 15% threshold	-	
24	of which: significant investments in the common stocks of financial entities	-	
25	of which: deferred tax assets arising from temporary differences	-	
26	National specific regulatory adjustments applied to CET1 capital	-	
27	of which: Investment in TFCs of other banks exceeding the prescribed limit	-	
28	of which: Any other deduction specified by SBP (mention details)	-	
29	Regulatory adjustment applied to CET1 due to insufficient AT1 and Tier 2 to cover deductions	315,720	
30	**Total regulatory adjustments applied to CET1 (sum of 9 to 29)**	380,258	
31	**Common Equity Tier 1**	11,278,745	
	Additional Tier 1 (AT 1) Capital		
32	Qualifying Additional Tier-1 instruments plus any related share premium		
33	of which: Classified as equity	-	(t)
34	of which: Classified as liabilities	-	(m)

35	Additional Tier-1 capital instruments issued by consolidated subsidiaries and held by third parties (amount allowed in group AT 1)	-	(y)
36	of which: instrument issued by subsidiaries subject to phase out	-	
37	**AT1 before regulatory adjustments**	-	
	Additional Tier 1 Capital: regulatory adjustments	315,720	
38	Investment in mutual funds exceeding the prescribed limit (SBP specific adjustment)	-	
39	Investment in own AT1 capital instruments	-	
40	Reciprocal cross holdings in Additional Tier 1 capital instruments	-	
41	Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	315,720	(ac)
42	Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation	-	(ad)
43	Portion of deduction applied 50:50 to core capital and supplementary capital based on pre-Basel III treatment which, during transitional period, remain subject to deduction from tier-1 capital	-	
44	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	
45	Total of Regulatory Adjustment applied to AT1 capital (sum of 38 to 44)	315,720	
46	Additional Tier 1 capital	-	
47	**Additional Tier 1 capital recognized for capital adequacy**	-	
48	**Tier 1 Capital (CET1 + admissible AT1) (31+47)**	11,278,745	
	Tier 2 Capital		
49	Qualifying Tier 2 capital instruments under Basel III plus any related share premium	-	
50	Capital instruments subject to phase out arrangement from tier 2 (Pre-Basel III instruments)	-	(n)
51	Tier 2 capital instruments issued to third party by consolidated subsidiaries (amount allowed in group tier 2)	-	(z)
52	of which: instruments issued by subsidiaries subject to phase out	-	
53	General Provisions or general reserves for loan losses-up to maximum of 1.25% of Credit Risk Weighted Assets	-	(g)
54	Revaluation Reserves		
55	of which: Revaluation reserves on fixed assets	262,342	portion of
56	of which: Unrealized Gains/Losses on AFS	3,261,842	(aa)
57	Foreign Exchange Translation Reserves	-	(v)
58	Undisclosed/Other Reserves (if any)	-	
59	**T2 before regulatory adjustments**	3,524,184	
	Tier 2 Capital: regulatory adjustments	2,785,781	
60	Portion of deduction applied 50:50 to core capital and supplementary capital based on pre-Basel III treatment which, during transitional period, remain subject to deduction from tier-2 capital	-	
61	Reciprocal cross holdings in Tier 2 instruments	-	
62	Investment in own Tier 2 capital instrument	-	
63	Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	909,966	(ae)
64	Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation	-	(af)
65	Amount of Regulatory Adjustment applied to T2 capital (sum of 60 to 64)	909,966	

66	Tier 2 capital (T2)	2,785,781	
67	Tier 2 capital recognized for capital adequacy	-	
68	Excess Additional Tier 1 capital recognized in Tier 2 capital	-	
69	Total Tier 2 capital admissible for capital adequacy	2,785,781	
70	**TOTAL CAPITAL (T1 + admissible T2) (48+69)**	**14,064,526**	

4. MAIN FEATURES TEMPLATE OF REGULATORY CAPITAL INSTRUMENTS:

Disclosure template for main features of regulatory capital instruments					
	Main Features	**Common Shares**	**Instrument - 2**	**Inst.- 3 & so on …**	**Remarks**
1	Issuer				
2	Unique identifier (e.g. KSE Symbol or Bloomberg identifier etc.)				
3	Governing law(s) of the instrument				
	Regulatory treatment				
4	Transitional Basel III rules				
5	Post-transitional Basel III rules				
6	Eligible at solo/ group/ group & solo				
7	Instrument type				
8	Amount recognized in regulatory capital (Currency in PKR thousands, as of reporting date)				
9	Par value of instrument				
10	Accounting classification				
11	Original date of issuance				
12	Perpetual or dated				
13	Original maturity date				
14	Issuer call subject to prior supervisory approval				
15	Optional call date, contingent call dates and redemption amount				
16	Subsequent call dates, if applicable				
	Coupons / dividends				
17	Fixed or floating dividend/ coupon				
18	coupon rate and any related index/ benchmark	---------------------------NIL---------------------------			
19	Existence of a dividend stopper				
20	Fully discretionary, partially discretionary, or mandatory				
21	Existence of step up or other incentive to redeem				
22	Noncumulative or cumulative				
23	Convertible or non-convertible				
24	If convertible, conversion trigger (s)				
25	If convertible, fully or partially				
26	If convertible, conversion rate				
27	If convertible, mandatory or optional conversion				
28	If convertible, specify instrument type convertible into				
29	If convertible, specify issuer of instrument it converts into				
30	Write-down feature				
31	If write-down, write-down trigger(s)				
32	If write-down, full or partial				
33	If write-down, permanent or temporary				
34	If temporary write-down, description of write-up mechanism				
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument				
36	Non-compliant transitioned features				
37	If yes, specify non-compliant features				

5. CAPITAL ADEQUACY:

Credit Risk:	Capital Requirements		Risk Weighted Assets	
	31-Dec-2025	31-Dec-2024	31-Dec-2025	31-Dec-2024
On-Balance sheet	----------------------------Rupees in '000'----------------------------			
Sovereign	-	-	-	-
Public Sector entities	-	-	-	-
Banks	18,792	87,335	163,407	759,439
Corporate	1,200,451	1,032,321	10,438,708	8,976,701
Retail	2,144	2,471	18,648	21,483
Residential Mortgages	5,227	4,591	45,448	39,924
Past Due loans	2,894	17,886	25,162	155,535
Operating Fixed Assets	126,671	134,786	1,101,483	1,172,048
Other assets	266,135	493,851	2,314,220	4,294,356
Total On-Balance sheet	**1,622,314**	**1,773,241**	**14,107,074**	**15,419,486**
Off-Balance sheet				
Non-market related	397,704	55,971	3,458,299	486,705
Market-related	-	-	-	-
Total Off-Balance sheet	**397,704**	55,971	**3,458,299**	486,705
Equity Exposure Risk in Banking Book				
Listed	186,610	157,793	1,622,698	1,372,114
Unlisted	120,672	83,569	1,049,325	726,690
Total Equity Exposure in Banking Book	**307,283**	241,362	**2,672,023**	2,098,803
Total Credit Risk	**2,327,301**	2,070,574	**20,237,396**	18,004,994
Market Risk:				
Interest rate risk	796,755	152,825	6,928,308	1,328,912
Equity position risk	13,413	158,853	116,637	1,381,330
Foreign Exchange risk	-	-	-	-
Total Market Risk:	**810,169**	311,678	**7,044,945**	2,710,242
Operational Risk:				
Capital Requirement for operational risks	**854,320**	458,470	**7,428,866**	3,986,692
Total	**3,991,789**	2,840,722	**34,711,208**	24,701,928

Capital Adequacy Ratio (CAR):	31-Dec-2025	31-Dec-2024
Total eligible common equity tier 1 capital held	11,278,745	**8,025,371**
Total eligible tier 1 capital held	11,278,745	**8,025,371**
Total eligible regulatory capital held	14,064,526	**8,275,005**
Total Risk Weighted Assets	**34,711,208**	**24,701,928**

	Required	Actual	Required	Actual
CET1 to total RWA	6.00%	**32.49%**	6.00%	**32.49%**
Tier-1 capital to total RWA	7.50%	**32.49%**	7.50%	**32.49%**
Total capital to total RWA	11.50%	**40.52%**	11.50%	**33.50%**

Leverage Ratio:	31-Dec-2025	31-Dec-2024
Total eligible tier 1 capital held	11,278,745	8,025,371
Total Exposure	286,517,685	369,820,306
Leverage Ratio	**3.94%**	**2.17%**

6. CREDIT EXPOSURES AND COMPARATIVE FIGURES SUBJECT TO THE STANDARDIZED APPROACH:

			2025			
Exposures	**Rating category No.**	**Rating risk weighted**	**Amount outstanding**	**Deduction CRM***	**Net amount**	**Risk weighted asset**
			---------------------------- Rupees in '000			---------------------------
Cash and Cash Equivalents		0%	**578**	**-**	**578**	**-**
Corporate	0	0%	**-**	**-**	**-**	**-**
	1	20%	**3,300,549**	**1,230,733**	**2,069,816**	**413,963**
	2	50%	**9,619,257**	**682,480**	**8,936,777**	**4,468,388**
	3,4	100%	**2,062,549**	**25,000**	**2,037,549**	**2,037,549**
	5,6	150%			**-**	**-**
	Unrated	100%	**2,463,641**	**223,264**	**2,240,377**	**2,240,377**
	Unrated-2	125%	**1,170,739**	**147,995**	**1,022,744**	**1,278,430**
			18,616,734	**2,309,472**	**16,307,262**	**10,438,708**
Retail		0%	**-**	**-**	**-**	**-**
		20%	**-**	**-**	**-**	**-**
		50%	**-**	**-**	**-**	**-**
		75%	**24,864**	**-**	**24,864**	**24,864**
			24,864	**-**	**24,864**	**24,864**
Banks						
		0%	**-**	**-**	**-**	**-**
	1	20%	**315,872**	**-**	**315,872**	**63,174**
- Over 3 Months	2,3	50%	**218,115**	**48,000**	**170,115**	**85,058**
	4,5	100%	**-**	**-**	**-**	**-**
	6	150%	**-**	**-**	**-**	**-**
	Unrated	50%	**-**	**-**	**-**	**-**
			533,987	**48,000**	**485,987**	**148,232**
- Maturity Up to and under 3 Months in FCY		0%	**-**	**-**	**-**	**-**
	1,2,3	20%	**28,922**	**-**	**28,922**	**5,784**
	4,5	50%	**-**	**-**	**-**	**-**
	6	150%	**-**	**-**	**-**	**-**
	unrated	20%	**-**	**-**	**-**	**-**
			28,922	**-**	**28,922**	**5,784**
- Maturity Upto and under 3 Months in PKR		0%	**-**	**-**	**-**	**-**
- Maturity Upto and under 3 Months in PKR		20%	**46,952**	**-**	**46,952**	**9,390**
			46,952	**-**	**46,952**	**9,390**
Residential Mortgage Finance		35%	**129,851**	**-**	**129,851**	**45,448**

Exposures	Rating category No.	Rating risk weighted	2025 Amount outstanding	Deduction CRM*	Net amount	Risk weighted asset
			---------------------------- Rupees in '000	---------------------------		
Public Sector Entity						
		0%	-	-	-	-
	1	20%	-	-	-	-
	2,3	50%	-	-	-	-
	4,5	100%	-	-	-	-
	6	150%	-	-	-	-
	Unrated	50%	1,501,399	1,501,399	-	-
			1,501,399	1,501,399	-	-
Sovereigns (SBP / GoP)		0%	142,020,487	-	142,020,487	-
Equity Investments - Listed		100%	1,622,698	-	1,622,698	1,622,698
- Unlisted		150%	699,550	-	699,550	1,049,325
Significant Investment and DTA		250%	510,752	-	510,752	1,276,880
			2,833,000	-	2,833,000	3,948,903
Past Due Loans (Not Secured by Residential Mortgages)	S.P less than 20%	150%	-	-	-	-
	S.P between 20% to 50%	100%	-	-	-	-
	S.P greater than 50%	50%	50,324	-	50,324	25,162
Past Due Loans (Secured by Residential Mortgages)	S.P less than 20%	100%	-	-	-	-
	S.P greater than 50%	50%	-	-	-	-
			50,324	-	50,324	25,162
Investment in fixed assets		100%	1,101,483	-	1,101,483	1,101,483
Other assets		100%	1,037,340	-	1,037,340	1,037,340
Total			167,925,920	3,858,871	164,067,049	16,779,097

7. LIQUIDITY COVERAGE RATIO:

(Amount in PKR in million)		31-Dec-2025	31-Dec-2024
A	TOTAL HQLA	15,168	40,562
B	TOTAL NET CASH OUTFLOWS	7,920	40,145
A/B	LIQUIDITY COVERAGE RATIO	**192%**	**101%**

8. NET STABLE FUNDING RATIO 2025:

	(Amount in PKR in million)	unweighted value by residual maturity				weighted value
		No Maturity	**< 6 months**	**6 months to < 1 yr**	**≥ 1 yr**	
ASF Item						
1	Capital:	-	-	-	-	-
2	Regulatory capital	15,204	-	-	-	**15,204**
3	Other capital instruments	-	-	-	-	-
4	Retail deposits and deposits from small business customers:	-	1,162	152	-	**1,183**
5	Stable deposits	-	-	-	-	-
6	Less stable deposits	-	-	-	-	-
7	Wholesale funding:	-	7,881	2,615	-	**5,248**
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	-	-	-	-	-
10	Other liabilities:	-	427.496	501.59	-	**250.795**
11	NSFR derivative liabilities			-		-
12	All other liabilities and equity not included in other categories	-	256,106	721	1,797	**2,157**
13	**Total ASF**					**24,043**
RSF item						
14	Total NSFR high-quality liquid assets (HQLA)	259,391				-
15	Deposits held at other financial institutions for operational purposes	-	-	-	-	-
16	Performing loans and securities:	-	-	-	-	-
17	Performing loans to financial institutions secured by Level 1 HQLA	-	0	-	-	-
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	-	2,302	-	-	**345**
19	Performing loans to non- financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs, of which:	-	-	240	8,917	**7,700**
20	With a risk weight of less than or equal to 35% under the Basel II Standardized Approach for credit risk	-	-	-	1,680	**1,092**
21	Securities that are not in default and do not qualify as HQLA including exchange-traded equities.	-	-	-	2,000	**1,700**
22	Other assets:					
23	Physical traded commodities, including gold	-				-
24	Assets posted as initial margin for derivative contracts		-			-
25	NSFR derivative assets			-		-
26	NSFR derivative liabilities before deduction of variation margin posted			-		-
27	All other assets not included in the above categories	110	3,583	4,556	3,789	**7,914**
28	Off-balance sheet items		14,181			**709**
29	Total RSF					**19,460**
30	Net Stable Funding Ratio (%)					**124%**

9. NET STABLE FUNDING RATIO 2024:

		unweighted value by residual maturity				weighted value
	(Amount in PKR in thousands)	**No Maturity**	**< 6 months**	**6 months to < 1 yr**	**≥ 1 yr**	
ASF Item						
1	Capital:	-	-	-	-	-
2	Regulatory capital	10,073	-	-	-	**10,073**
3	Other capital instruments	-	-	-	-	**-**
4	Retail deposits and deposits from small business customers:	-	1,965	361	-	**2,093**
5	Stable deposits	-	-	-	-	**-**
6	Less stable deposits	-	-	-	-	**-**
7	Wholesale funding:	-	10,183	4,179	-	**7,181**
8	Operational deposits	-	-	-	-	**-**
9	Other wholesale funding	-	-	-	-	**-**
10	Other liabilities:	-	-	-	-	**-**
11	NSFR derivative liabilities			-		**-**
12	All other liabilities and equity not included in other categories	-	276,339	80,993	3,024	**43,521**
13	**Total ASF**					**62,868**
RSF item						
14	Total NSFR high-quality liquid assets (HQLA)	359,945				**-**
15	Deposits held at other financial institutions for operational purposes	-	-	-	-	**-**
16	Performing loans and securities:	-	-	-	-	**-**
17	Performing loans to financial institutions secured by Level 1 HQLA	-	1,901	-	-	**190**
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	-	4,047	-	-	**607**
19	Performing loans to non- financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs, of which:	-	-	-	6,211	**5,279**
20	With a risk weight of less than or equal to 35% under the Basel II Standardized Approach for credit risk	-	-	-	2,391	**1,554**
21	Securities that are not in default and do not qualify as HQLA including exchange-traded equities.	-	-	-	1,892	**1,608**
22	Other assets:					
23	Physical traded commodities, including gold	-				**-**
24	Assets posted as initial margin for derivative contracts		-			**-**
25	NSFR derivative assets			-		**-**
26	NSFR derivative liabilities before deduction of variation margin posted			-		**-**
27	All other assets not included in the above categories	794	2,752	2,422	4,763	**7,747**
28	Off-balance sheet items		2,240			**112**
29	Total RSF					**17,098**
30	Net Stable Funding Ratio (%)					**368%**