

Capital Adequacy Ratio (CAR) & Liquidity disclosure: Unconsolidated
As at December 31, 2025

1 CAPITAL ADEQUACY

	2025	2024
	Rupees in '000	
	Amount	Amount
Common Equity Tier 1 capital (CET1): Instruments and reserves		
1 Fully Paid-up Capital/ Capital deposited with SBP	14,492,992	14,492,992
2 Balance in Share Premium Account	-	-
3 Reserve for issue of Bonus Shares	-	-
4 Discount on Issue of shares	-	-
5 General/ Statutory Reserves	88,855,771	74,574,030
6 Gain/(Losses) on derivatives held as Cash Flow Hedge	-	-
7 Unappropriated/unremitted profits/ (losses)	19,346,776	19,694,163
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	122,695,539	108,761,185
10 Total regulatory adjustments applied to CET1 (Note 1.2.1)	3,323,992	2,988,623
11 Common Equity Tier 1	119,371,547	105,772,562
Additional Tier 1 (AT 1) Capital		
12 Qualifying Additional Tier-1 capital instruments plus any related share premium	6,000,000	6,000,000
13 of which: Classified as equity	-	-
14 of which: Classified as liabilities	6,000,000	6,000,000
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	6,000,000	6,000,000
18 Total regulatory adjustment applied to AT1 capital (Note 1.2.2)	575,000	-
19 Additional Tier 1 capital after regulatory adjustments	5,425,000	6,000,000
20 Additional Tier 1 capital recognized for capital adequacy	5,425,000	6,000,000
21 Tier 1 Capital (CET1 + admissible AT1) (11+20)	124,796,547	111,772,562
Tier 2 Capital		
22 Qualifying Tier 2 capital instruments under Basel III plus any related share premium	-	5,100,000
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	-	1,218,493
27 Revaluation Reserves (net of taxes)	31,153,056	15,633,507
28 of which: Revaluation reserves on fixed assets	11,810,209	10,365,737
29 of which: Unrealized gains/losses on AFS	19,342,847	5,267,770
30 Foreign Exchange Translation Reserves	-	-
31 Undisclosed/Other Reserves (if any)	-	-
32 T2 before regulatory adjustments	31,153,056	21,952,000
33 Total regulatory adjustment applied to T2 capital (Note 1.2.3)	-	-
34 Tier 2 capital (T2) after regulatory adjustments	31,153,056	21,952,000
35 Tier 2 capital recognized for capital adequacy	31,153,056	21,952,000
36 Portion of Additional Tier 1 capital recognized in Tier 2 capital	-	-
37 Total Tier 2 capital admissible for capital adequacy	31,153,056	21,952,000
38 TOTAL CAPITAL (T1 + admissible T2) (21+37)	155,949,603	133,724,562
39 Total Risk Weighted Assets (RWA) (for details refer Note 1.5)	722,213,242	624,973,967
Capital Ratios and buffers (in percentage of risk weighted assets)		
40 CET1 to total RWA	16.53%	16.92%
41 Tier-1 capital to total RWA	17.28%	17.88%
42 Total capital to total RWA	21.59%	21.40%
43 Bank specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus any other buffer requirement)	8.500%	8.500%
44 of which: capital conservation buffer requirement	1.500%	1.500%
45 of which: countercyclical buffer requirement	0.00%	0.00%
46 of which: D-SIB or G-SIB buffer requirement	0.00%	0.00%
47 CET1 available to meet buffers (as a percentage of risk weighted assets)	8.03%	8.42%
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	10.00%	10.00%
51 Total Capital plus CCB* ratio	11.500%	11.500%
<i>*CCB: Consisting of CET1 Only</i>		

2025 2024
Rupees in '000

1.2 Regulatory Adjustments and Additional Information

Amount Amount

1.2.1 Common Equity Tier 1 capital: Regulatory adjustments

	2025	2024
at December 31, 2 Goodwill (net of related deferred tax liability)	-	-
3 All other intangibles (net of any associated deferred tax liability)	1,058,387	1,839,788
4 Shortfall in provisions against classified assets	-	-
5 Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	-
6 Defined-benefit pension fund net assets	-	-
7 Reciprocal cross holdings in CET1 capital instruments of banking, financial and insurance entities	2,265,605	1,148,835
8 Cash flow hedge reserve	-	-
9 Investment in own shares/ CET1 instruments	-	-
10 Securitization gain on sale	-	-
11 Capital shortfall of regulated subsidiaries	-	-
12 Deficit on account of revaluation from bank's holdings of fixed assets/ AFS	-	-
13 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)	-	-
14 Significant investments in the common stocks of banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	-
15 Deferred Tax Assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-	-
16 Amount exceeding 15% threshold	-	-
17 of which: significant investments in the common stocks of financial entities	-	-
18 of which: deferred tax assets arising from temporary differences	-	-
19 National specific regulatory adjustments applied to CET1 capital	-	-
20 Investments in TFCs of other banks exceeding the prescribed limit	-	-
21 Any other deduction specified by SBP (mention details)	-	-
22 Adjustment to CET1 due to insufficient AT1 and Tier 2 to cover deductions	-	-
22 Total regulatory adjustments applied to CET1	3,323,992	2,988,623

1.2.2 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	575,000	-
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)	-	-
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	575,000	-

1.2.3 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)	-	-
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)	-	-

		2025	2024
		Rupees ii	Rupees ir
1.2.4	Additional Information	Amount	Amount
	Risk Weighted Assets subject to pre-Basel III treatment		
37	Risk weighted assets in respect of deduction items (which during the transitional period will be risk weighted subject to Pre-Basel III Treatment)	-	-
(i)	of which: deferred tax assets	-	-
(ii)	of which: Defined-benefit pension fund net assets	-	-
(iii)	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	-	-
(iv)	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)		
38	Non-significant investments in the capital of other financial entities	7,944,838	4,479,817
39	Significant investments in the common stock of financial entities	-	-
40	Deferred tax assets arising from temporary differences (net of related tax liability)	-	-
	Applicable caps on the inclusion of provisions in Tier 2		
41	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardized approach (prior to application of cap)	-	1,218,493
42	Cap on inclusion of provisions in Tier 2 under standardized approach	-	6,043,426
43	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	-	-
44	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	-	-

1.3 Capital Structure Reconciliation

(in thousand PKR)	Balance sheet as in	Under regulatory scope
	published financial statements	of consolidation
	2025	2025
Assets		
As at		
Cash and balances with treasury banks	108,637,978	108,637,978
Balanced with other banks	13,774,428	13,774,428
Lending to financial institutions	14,128,026	14,128,026
Investments	2,028,768,983	2,028,768,983
Advances	586,621,904	586,621,904
Operating fixed assets	43,361,516	43,361,516
Deferred tax assets	-	-
Other assets	99,708,733	99,708,733
Total assets	2,895,001,568	2,895,001,568
Liabilities & Equity		
Bills payable	23,259,370	23,259,370
Borrowings	994,566,586	994,566,586
Deposits and other accounts	1,631,331,749	1,631,331,749
Sub-ordinated loans	17,433,672	17,433,672
Liabilities against assets subject to finance lease	6,000,000	6,000,000
Deferred tax liabilities	14,303,187	14,303,187
Other liabilities	56,360,895	56,360,895
Total liabilities	2,743,255,459	2,743,255,459
Share capital/ Head office capital account	14,492,992	14,492,992
Reserves	88,855,771	88,855,771
Unappropriated/ Unremitted profit/ (losses)	17,244,290	17,244,290
Minority Interest	-	-
Surplus on revaluation of assets	31,153,056	31,153,056
Total liabilities & equity	2,895,001,568	2,895,001,568

1.3 Capital Structure (contd)

	Balance sheet as in published financial statements 2025	Under regulatory scope of consolidation 2025	Reference
Assets			
Cash and balances with treasury banks	108,637,978	108,637,978	
Balanced with other banks	13,774,428	13,774,428	
Lending to financial institutions	14,128,026	14,128,026	
Investments	2,028,768,983	2,028,768,983	
<i>of which: Non-significant capital investments in capital of other financial institutions exceeding 10% threshold</i>	-	-	a
<i>of which: significant capital investments in financial sector entities exceeding regulatory threshold</i>	-	-	b
<i>of which: Mutual Funds exceeding regulatory threshold</i>	-	-	c
<i>of which: reciprocal crossholding of capital instrument CET 1</i>	2,265,605	2,265,605	d
<i>of which: reciprocal crossholding of capital instrument AT 1</i>	575,000	575,000	d
<i>of which: reciprocal crossholding of capital instrument Tier II</i>	-	-	d
<i>of which: others</i>	2,025,928,378	2,025,928,378	e
Advances	586,621,904	586,621,904	
<i>shortfall in provisions/ excess of total EL amount over eligible provisions under IRB</i>	-	-	f
<i>general provisions reflected in Tier 2 capital</i>	-	-	g
Fixed Assets	43,361,516	43,361,516	
<i>of which: Intangibles</i>	-	-	
Deferred Tax Assets	-	-	
<i>of which: DTAs excluding those pertaining to temporary differences</i>	-	-	h
<i>of which: DTAs arising from temporary differences below the threshold</i>	-	-	i
<i>of which: DTAs arising from temporary differences exceeding regulatory threshold</i>	-	-	i
Other assets & Assets Held for Sale	99,708,733	99,708,733	
<i>of which: Goodwill</i>	-	-	j
<i>of which: Intangibles</i>	1,058,387	1,058,387	k
<i>of which: Defined-benefit pension fund net assets</i>	-	-	l
Total assets	2,895,001,568	2,895,001,568	
Liabilities & Equity			
Bills payable	23,259,370	23,259,370	
Borrowings	994,566,586	994,566,586	
Deposits and other accounts	1,631,331,749	1,631,331,749	
Sub-ordinated loans	17,433,672	17,433,672	
<i>of which: eligible for inclusion in AT1</i>	6,000,000	6,000,000	m
<i>of which: eligible for inclusion in Tier 2</i>	-	-	n
Liabilities against assets subject to finance lease	6,000,000	6,000,000	
Deferred tax liabilities	14,303,187	14,303,187	
<i>of which: DTLs related to goodwill</i>	-	-	o
<i>of which: DTLs related to intangible assets</i>	-	-	p
<i>of which: DTLs related to defined pension fund net assets</i>	-	-	q
<i>of which: other deferred tax liabilities</i>	14,303,187	-	r
Other liabilities	56,360,895	56,360,895	
Total liabilities	2,743,255,459	2,743,255,459	
Share capital	14,492,992	14,492,992	
<i>of which: amount eligible for CET1</i>	14,492,992	14,492,992	s
<i>of which: amount eligible for AT1</i>	-	-	t
Reserves	88,855,771	88,855,771	
<i>of which: portion eligible for inclusion in CET1-Balance in Share Premium Account</i>	-	-	u
<i>of which: portion eligible for inclusion in CET1-General/ Statutory Reserves (as disclosed on Balance Sheet)</i>	88,855,771	88,855,771	u
<i>of which: portion eligible for inclusion in CET1-Reserve for issue of Bonus Shares</i>	-	-	
<i>of which: portion eligible for inclusion in Tier 2</i>	-	-	v
Unappropriated profit/ (losses)	17,244,290	17,244,290	w
Minority Interest	-	-	
<i>of which: portion eligible for inclusion in CET1</i>	-	-	x
<i>of which: portion eligible for inclusion in AT1</i>	-	-	y
<i>of which: portion eligible for inclusion in Tier 2</i>	-	-	z
Surplus on revaluation of assets	31,153,056	31,153,056	
<i>of which: Revaluation reserves on Property</i>	11,207,979	11,207,979	aa
<i>of which: Unrealized Gains/Losses on AFS</i>	19,342,847	19,342,847	
<i>In case of Deficit on revaluation (deduction from CET1)</i>	-	-	ab
<i>of which on Non-Banking Assets</i>	602,230	602,230	
Total liabilities & Equity	2,895,001,568	2,895,001,568	

1.3 Capital Structure (contd)

Basel III Disclosure

	Component of regulatory capital reported by bank (amount in thousand PKR)	Source based on reference number
Common Equity Tier 1 capital (CET1): Instruments and reserves		
1 Fully Paid-up Capital/ Capital deposited with SBP	14,492,992	
2 Balance in Share Premium Account	-	(s)
3 Reserve for issue of Bonus Shares	-	
4 General/ Statutory Reserves	88,855,771	(u)
5 Gain/(Losses) on derivatives held as Cash Flow Hedge	-	
6 Unappropriated/unremitted profits/(losses)	19,346,776	(w)
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)
8 CET 1 before Regulatory Adjustments	122,695,539	
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)	1,058,387	(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	2,265,605	(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 property/ AFS 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)	-	(ab)
20 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)	-	(a) - (ac) - (ae)
21 Deferred Tax Assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-	(b) - (ad) - (af)
22 Amount exceeding 15% threshold	-	(i)
23 of which: significant investments in the common stocks of financial entities	-	
24 of which: deferred tax assets arising from temporary differences	-	
25 National specific regulatory adjustments applied to CET1 capital	-	
26 Investment in TFCs of other banks exceeding the prescribed limit	-	
27 Any other deduction specified by SBP	-	
28 Regulatory adjustment applied to CET1 due to insufficient AT1 and Tier 2 to cover deductions	-	
29 Total regulatory adjustments applied to CET1	3,323,992	
Common Equity Tier 1	119,371,547	

Additional Tier 1 (AT 1) Capital

31	Qualifying Additional Tier-1 instruments plus any related share premium	6,000,000	
32	of which: Classified as equity	-	(t)
33	of which: Classified as liabilities	6,000,000	(m)
34	Additional Tier-1 capital instruments issued by consolidated subsidiaries and held by third parties (amount allowed in group AT 1)	-	(y)
35	of which: instrument issued by subsidiaries subject to phase out	-	
36	AT1 before regulatory adjustments	6,000,000	

Additional Tier 1 Capital: regulatory adjustments

37	Investment in mutual funds exceeding the prescribed limit (SBP specific adjustment)	-	
38	Investment in own AT1 capital instruments	-	
39	Reciprocal cross holdings in Additional Tier 1 capital instruments	575,000	
40	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)	-	(ac)
41	Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation	-	(ad)
42	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	-	
43	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	

44	Total of Regulatory Adjustment applied to AT1 capital	575,000	
45	Additional Tier 1 capital	5,425,000	
46	Additional Tier 1 capital recognized for capital adequacy	5,425,000	

Tier 1 Capital (CET1 + admissible AT1)

124,796,547

Tier 2 Capital

47	Qualifying Tier 2 capital instruments under Basel III	-	
48	Capital instruments subject to phase out arrangement from tier 2 (Pre-Basel III instruments)	-	(n)
49	Tier 2 capital instruments issued to third party by consolidated subsidiaries (amount allowed in group tier 2)	-	(z)
50	of which: instruments issued by subsidiaries subject to phase out	-	
51	General Provisions or general reserves for loan losses-up to maximum of 1.25% of Credit Risk Weighted Assets	-	(g)
52	Revaluation Reserves eligible for Tier 2	31,153,056	
53	of which: portion pertaining to Property	11,810,209	
54	of which: portion pertaining to AFS securities	19,342,847	portion of (aa)
55	Foreign Exchange Translation Reserves	-	(v)
56	Undisclosed/Other Reserves	-	
57	T2 before regulatory adjustments	31,153,056	

Tier 2 Capital: regulatory adjustments

58	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	-	
59	Reciprocal cross holdings in Tier 2 instruments	-	
60	Investment in own Tier 2 capital instrument	-	
61	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)	-	(ae)
62	Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation	-	(af)

63	Amount of Regulatory Adjustment applied to T2 capital	-	
64	Tier 2 capital (T2)	31,153,056	
65	Tier 2 capital recognized for capital adequacy	31,153,056	
66	Excess Additional Tier 1 capital recognized in Tier 2 capital	-	
67	Total Tier 2 capital admissible for capital adequacy	31,153,056	
	TOTAL CAPITAL (T1 + admissible T2)	155,949,603	

1.4 Main Features of Regulatory Capital Instruments

Disclosure for main features of regulatory capital instruments

	Main Features	Common Shares	Instrument (PPTFC TFC VI)
1	Issuer	Askari Bank - Public Limited Company	Askari Bank - Public Limited Company
2	Unique identifier (eg KSE Symbol or Bloomberg identifier etc.)	AKBL	NA
3	Governing law(s) of the instrument	Relevant Capital Market Laws	Laws Applicable in Pakistan
	Regulatory treatment		
4	Transitional Basel III rules	NA	Additional Tier 1
5	Post-transitional Basel III rules	NA	Additional Tier 1
6	Eligible at solo/ group/ group&solo	Solo and Group	Solo and Group
7	Instrument type	Ordinary shares	Perpetual Debt Instrument
8	Amount recognized in regulatory capital (Currency in PKR thousands, as of reporting date)	14,492,992	6,000,000
9	Par value of instrument	Rs. 10 per Share	Rs. 1,000 per Instrument
10	Accounting classification	Shareholder's equity	Liability - amortized cost
11	Original date of issuance	Year 1992	July 03, 2018
12	Perpetual or dated	Perpetual/ no Maturity	Perpetual
13	Original maturity date	NA	NA
14	Issuer call subject to prior supervisory approval	NA	Yes

Disclosure for main features of regulatory capital instruments

	Main Features	Common Shares	Instrument (PPTFC TFC VI)
15	Optional call date, contingent call dates and redemption amount	NA	July 03, 2023, Call would be subject to SBP approval and not less than 30 days notice to investors and security trustee. Tax: as per prevailing structure.
16	Subsequent call dates, if applicable	NA	Yes
	Coupons / dividends		
17	Fixed or floating dividend/ coupon	NA	Floating
18	coupon rate and any related index/ benchmark	NA	Average Ask 6 month KIBOR + 1.5 %
19	Existence of a dividend stopper	No	No
20	Fully discretionary, partially discretionary or mandatory	NA	Full Discretionary
21	Existence of step up or other incentive to redeem	No	No
22	Noncumulative or cumulative	Noncumulative	Non Cumulative
23	Convertible or non-convertible	NA	Convertible
24	If convertible, conversion trigger (s)	NA	As deemed to be triggered by SBP
25	If convertible, fully or partially	NA	Fully or as deemed appropriate by SBP
26	If convertible, conversion rate	NA	Dependent on target market value of equity per share on or before the date of trigger.

Disclosure for main features of regulatory capital instruments

	Main Features	Common Shares	Instrument (PPTFC TFC VI)
27	If convertible, mandatory or optional conversion	NA	Mandatory
28	If convertible, specify instrument type convertible into	NA	Common Equity Tier 1
29	If convertible, specify issuer of instrument it converts into	NA	Askari Bank Ltd
30	Write-down feature	NA	Yes
31	If write-down, write-down trigger(s)	NA	As deemed to be triggered by SBP. Legal basis is provided to authorities to set trigger as part of the terms of contract.
32	If write-down, full or partial	NA	As deemed to be appropriate by SBP. Legal basis is provided to authorities to decide as part of the terms of contract.
33	If write-down, permanent or temporary	NA	As deemed to be appropriate by SBP. Legal basis is provided to authorities to decide as part of the terms of contract.
34	If temporary write-down, description of write-up mechanism	NA	As deemed to be appropriate by SBP. Legal basis is provided to authorities to decide as part of the terms of contract.
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	3rd, Subordinated Debt being senior	2nd, Lenders and Depositors being senior
36	Non-compliant transitioned features	No	No
37	If yes, specify non-compliant features	NA	NA

1.5 Risk Weighted Assets

	Capital Requirement		Risk Weighted Assets	
	2025	2024	2025	2024
	----- Rupees in '000 -----			
Credit risk				
i) On-Balance Sheet				
Portfolios subject to standardised approach (comprehensive approach for CRM)				
Claims on:				
Sovereigns other than PKR claims	349,659	1,438,628	3,496,595	14,386,280
Public Sector Entities (PSEs)	1,902,578	1,906,281	19,025,779	19,062,810
Banks	881,795	2,120,515	8,817,949	21,205,151
Corporates	14,132,611	19,313,357	141,326,114	193,133,566
Retail portfolio	8,523,423	2,994,616	85,234,228	29,946,162
Residential mortgage finance	829,954	398,683	8,299,541	3,986,825
Listed equities and regulatory capital instruments issued by others banks	0	-	0	-
Unlisted equity investments	579,697	52,500	5,796,966	525,000
Investment in the equity of commercial entities	-	-	-	-
Significant investment and DTAs	1,196,700	299,175	11,967,000	2,991,750
Fixed Assets	4,336,152	3,570,754	43,361,516	35,707,541
Other Assets	1,853,020	1,496,010	18,530,196	14,960,103
Past Due Exposures	59,043	139,225	590,430	1,392,246
ii) Off-Balance Sheet				
Non-market related	9,745,956	7,888,331	97,459,564	78,883,313
Market Related	120,782	108,643	1,207,822	1,086,428
Market risk				
Portfolios subject to standardised approach				
Interest rate risk	7,464,922	5,359,563	74,649,224	53,595,626
Equity position risk	3,650,893	1,912,105	36,508,932	19,121,049
Foreign exchange risk	911,061	690,190	9,110,610	6,901,902
Operational risk	15,683,078	12,548,049	156,830,777	125,480,495
TOTAL	72,221,324	62,497,397	722,213,242	624,973,967
GROSS TOTAL (including CCB)	83,054,523	71,872,006	722,213,242	624,973,967
Capital adequacy ratio				
Capital Adequacy Ratio	Required		Actual	
	2025	2024	2025	2024
CET1 to total RWA	6.00%	6.00%	16.53%	16.92%
Tier-1 capital to total RWA	7.50%	7.50%	17.28%	17.88%
Total capital to total RWA	10.00%	10.00%	21.59%	21.40%
Gross Total Capital to total RWA (including CCB)	11.500%	11.500%	21.59%	21.40%

3 LEVERAGE RATIO

SBP vide BPRD Circular No. 06 dated August 15, 2013 introduced leverage ratio (Tier 1 Capital to total exposure) under Basel III Framework. Banks are required to maintain minimum leverage ratio of 3% and to disclose the same from December 31, 2015. The leverage ratio is the ratio of Tier1 capital to total exposure, including off-balance sheet exposures adjusted by regulatory credit conversion factors.

The Bank's position under Basel III's third capital standard is as under:

	2025	2024
	Rupees in '000	
Tier I Capital	124,796,547	111,772,562
Total Exposure	3,370,148,603	3,118,234,947
Leverage Ratio	3.70%	3.58%

LCR Common Disclosure Template

<i>(in local currency)</i>		TOTAL UNWEIGHTED ^a VALUE (average)	TOTAL WEIGHTED ^b VALUE (average)
HIGH QUALITY LIQUID ASSETS		0	0
1	Total high quality liquid assets (HQLA)		1,099,326,272.28
CASH OUTFLOWS		0	0
2	Retail deposits and deposits from small business customers of which:	607,515,481.26	51,545,078.71
3	stable deposit	184,129,388.33	9,206,469.42
4	Less stable deposit	423,386,092.93	42,338,609.29
5	Unsecured wholesale funding of which:	1,054,922,847.47	535,035,434
6	Operational deposits (all counterparties)	-	-
7	Non-operational deposits (all counterparties)	876,245,613.80	375,009,936.10
8	Unsecured debt	178,677,233.68	160,025,497.79
9	Secured wholesale funding		-
10	Additional requirements of which:	5,110,644.09	3,386,134.67
11	Outflows related to derivative exposures and other collateral requirements	3,194,522.51	3,194,522.51
12	Outflows related to loss of funding on debt products	-	-
13		1,916,121.58	191,612.16
14	Other contractual funding obligations	41,947,606.45	41,947,606.45
15		685,829,743.75	18,403,660.06
16	TOTAL CASH OUTFLOWS		650,317,913.77
CASH INFLOWS		-	-
17		-	-
18	Inflows from fully performing exposures	212,717,702.79	113,408,456.17
19	Other Cash inflows	15,155,762.74	694,498.82
20	TOTAL CASH INFLOWS	227,873,465.53	114,102,955.00
21	TOTAL HQLA		1,099,326,272
22	TOTAL NET CASH OUTFLOWS		536,214,959
23	LIQUIDITY COVERAGE RATIO		205.02%

