

HO/CS/18630/2025  
February 19, 2025

The General Manager  
**Pakistan Stock Exchange Limited**  
Stock Exchange Building  
Stock Exchange Road  
Karachi.

Dear Sir,

**FINANCIAL RESULTS FOR THE YEAR ENDED DECEMBER 31, 2024**

We are pleased to inform you that the Board of Directors in their meeting held at Karachi on February 19, 2025 at 03:00 p.m. have approved the audited accounts of the Bank for the year ended December 31, 2024 and recommended the following:

- i) **CASH DIVIDEND:**  
A final cash dividend for the year ended December 31, 2024 at Rs. 4.50 per share i.e. 45%. This is in addition to the Interim Dividends already paid at Rs. 7.50 per share i.e. 75%, totaling Rs. 12.00 per share i.e. 120%.
- ii) **BONUS SHARES:**  
NIL
- iii) **RIGHT SHARES:**  
NIL
- iv) **ANY OTHER ENTITLEMENT/CORPORATE ACTION:**  
NIL
- v) **ANY OTHER PRICE-SENSITIVE INFORMATION:**  
NIL

The Annual General Meeting of the Bank will be held at 09:00 a.m. on March 28, 2025 at Karachi.

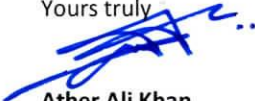
The share transfer books of the Bank will remain closed from March 21, 2025 to March 28, 2025 (both days inclusive). Transfers received in order at the office of the Company's Share Registrar Messrs CDC Share Registrar Services Limited, CDC House, 99-B, Block 'B', S.M.C.H.S., Main Shakra-e-Faisal, Karachi, at the close of business on March 20, 2025 will be treated in time for the purpose of above entitlement to the transferees.

The required Standalone and Consolidated Statements of Profit and Loss, Statements of Financial Position, Statements of Changes in Equity and Statements of Cash Flows are attached as:

Annexure – A (Standalone)  
Annexure – B (Consolidated)

The Annual Report of the Bank will be transmitted through PUCARS atleast 21 days before holding of Annual General Meeting.

Yours truly



**Ather Ali Khan**  
Company Secretary

Enclosure:  
As above

c.c.: The Director / HOD (Supervision Division), Securities & Exchange Commission of Pakistan

Habib Metropolitan Bank Ltd.  
(Subsidiary of Habib Bank AG Zurich)  
HabibMetro Head Office,  
I.I. Chundrigar Road,  
Karachi-Pakistan.  
UAN: 92 21 111-141-414,  
Fax: 92 21 32630404-05  
Website: www.habibmetro.com

**HABIB METROPOLITAN BANK LIMITED**  
**UNCONSOLIDATED PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31 DECEMBER 2024**

|  | Note | 2024<br>----- (Rupees in '000) ----- | 2023                |
|--|------|--------------------------------------|---------------------|
| Mark-up / return / interest earned                                       | 25   | 234,238,668                          | 205,612,424         |
| Mark-up / return / interest expensed                                     | 26   | (163,924,780)                        | (134,194,789)       |
| Net mark-up / interest income  |      | <u>70,313,888</u>                    | <u>71,417,635</u>   |
| <b>NON MARK-UP / INTEREST INCOME</b>                                     |      |                                      |                     |
| Fee and commission income  | 27   | 10,752,584                           | 9,395,774           |
| Dividend income  |      | 746,054                              | 625,579             |
| Foreign exchange income  |      | 7,085,082                            | 5,203,162           |
| Income / (loss) from derivatives   |      | -                                    | -                   |
| Gain / (loss) on securities - net  | 28   | 2,450,620                            | (5,272)             |
| Net loss on derecognition of financial assets measured at amortised cost | 29   | (3,602)                              | -                   |
| Other income   | 30   | 256,148                              | 75,297              |
| Total non mark-up / interest income                                      |      | <u>21,286,886</u>                    | <u>15,294,540</u>   |
| Total income   |      | <u>91,600,774</u>                    | <u>86,712,175</u>   |
| <b>NON MARK-UP / INTEREST EXPENSES</b>                                   |      |                                      |                     |
| Operating expenses   | 31   | 33,483,644                           | 28,752,611          |
| Workers' welfare fund  |      | 1,139,470                            | 1,101,762           |
| Other charges  | 32   | 187,804                              | 123,489             |
| Total non mark-up / interest expenses                                    |      | <u>(34,810,918)</u>                  | <u>(29,977,862)</u> |
| Profit before credit loss allowance                                      |      | <u>56,789,856</u>                    | <u>56,734,313</u>   |
| Credit loss allowance and write-offs - net                               | 33   | (4,129,875)                          | (4,739,101)         |
| <b>PROFIT BEFORE TAXATION</b>  |      | <u>52,659,981</u>                    | <u>51,995,212</u>   |
| Taxation   | 34   | (27,986,473)                         | (27,611,394)        |
| <b>PROFIT AFTER TAXATION</b>   |      | <u>24,673,508</u>                    | <u>24,383,818</u>   |
|  |      | ----- (Rupees) -----                 |                     |
| Basic and diluted earnings per share                                     | 35   | <u>23.55</u>                         | <u>23.27</u>        |

The annexed notes 1 to 48 and annexures I and II form an integral part of these unconsolidated financial statements.

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Chief Financial Officer

President & Chief Executive Officer

Director

Director

Chairman

**HABIB METROPOLITAN BANK LIMITED**  
**UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2024**

|   | Note | 2024                         | 2023                 |
|---|------|------------------------------|----------------------|
|   |      | ----- (Rupees in '000) ----- |                      |
| <b>ASSETS</b>                                 |      |                              |                      |
| Cash and balances with treasury banks         | 6    | 86,815,817                   | 91,466,596           |
| Balances with other banks                     | 7    | 6,434,551                    | 21,123,950           |
| Lendings to financial institutions            | 8    | 5,570,998                    | 5,496,284            |
| • Investments                                 | 9    | 810,875,400                  | 925,411,965          |
| Advances                                      | 10   | 474,300,584                  | 412,048,924          |
| Property and equipment                        | 11   | 17,046,127                   | 15,715,033           |
| Right-of-use assets                           | 12   | 8,608,382                    | 7,601,453            |
| Intangible assets                             | 13   | 496,214                      | 323,254              |
| Deferred tax assets                           | 19   | -                            | 5,164,164            |
| Other assets                                  | 14   | 89,985,707                   | 72,065,464           |
| <b>Total Assets</b>                           |      | <b>1,500,133,780</b>         | <b>1,556,417,087</b> |
| <b>LIABILITIES</b>                            |      |                              |                      |
| Bills payable                                 | 15   | 28,478,822                   | 28,352,699           |
| Borrowings                                    | 16   | 330,010,768                  | 323,269,590          |
| Deposits and other accounts                   | 17   | 927,132,777                  | 1,012,302,844        |
| Lease liabilities                             | 18   | 10,463,713                   | 9,051,378            |
| Sub-ordinated debts                           |      | -                            | -                    |
| Deferred tax liabilities                      | 19   | 3,077,177                    | -                    |
| Other liabilities                             | 20   | 85,938,708                   | 90,165,243           |
| <b>Total Liabilities</b>                      |      | <b>1,385,101,965</b>         | <b>1,463,141,754</b> |
| <b>NET ASSETS</b>                             |      | <b>115,031,815</b>           | <b>93,275,333</b>    |
| <b>REPRESENTED BY</b>                         |      |                              |                      |
| Share capital                                 | 21   | 10,478,315                   | 10,478,315           |
| Reserves                                      |      | 35,352,814                   | 30,418,061           |
| Surplus on revaluation of assets - net of tax | 22   | 14,333,684                   | 4,818,771            |
| Unappropriated profit                         |      | 54,867,002                   | 47,560,186           |
|   |      | <b>115,031,815</b>           | <b>93,275,333</b>    |
| <b>CONTINGENCIES AND COMMITMENTS</b>          |      |                              |                      |
|   | 23   |                              |                      |

The annexed notes 1 to 48 and annexures I and II form an integral part of these unconsolidated financial statements.

Chief Financial Officer

President & Chief Executive Officer

Director

Director

Chairman

**HABIB METROPOLITAN BANK LIMITED**  
**UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2024**

|  | Reserves          |                              |                  |                    |                 | Surplus / (deficit) on revaluation |                  | Un-appropriated profit | Total             |   |
|--|-------------------|------------------------------|------------------|--------------------|-----------------|------------------------------------|------------------|------------------------|-------------------|---|
|  | Share Capital     | Exchange Translation Reserve | Share premium    | Statutory reserves | Special reserve | Revenue reserve                    | Investments      |                        |                   | Property and equipment and Non-banking assets |
|  | (Rupees in '000)  |                              |                  |                    |                 |                                    |                  |                        |                   |   |
| Opening balance as at 1 January 2023   | 10,478,315        | 4,929                        | 2,550,985        | 21,238,642         | 240,361         | 1,500,000                          | (4,790,285)      | 6,820,054              | 36,464,323        | 74,507,324                                    |
| Profit after taxation  | -                 | -                            | -                | -                  | -               | -                                  | -                | -                      | 24,383,818        | 24,383,818                                    |
| Other comprehensive income - net of tax  | -                 | -                            | -                | -                  | -               | -                                  | -                | -                      | -                 | -   |
| Effect of translation of net investment in an offshore branch - net of tax             | -                 | 6,380                        | -                | -                  | -               | -                                  | -                | -                      | -                 | 6,380   |
| Movement in surplus on revaluation of investments - net of tax                         | -                 | -                            | -                | -                  | -               | -                                  | 3,239,522        | -                      | -                 | 3,239,522                                     |
| Remeasurement gain on defined benefit obligations - net of tax                         | -                 | -                            | -                | -                  | -               | -                                  | -                | -                      | 71,003            | 71,003  |
| Movement in deficit on revaluation of non-banking assets - net of tax                  | -                 | -                            | -                | -                  | -               | -                                  | -                | (94,289)               | -                 | (94,289)                                      |
| Movement in deficit on revaluation of property and equipment - net of tax              | -                 | -                            | -                | -                  | -               | -                                  | -                | (193,816)              | -                 | (193,816)                                     |
| <b>Total comprehensive income</b>  | -                 | 6,380                        | -                | -                  | -               | -                                  | 3,239,522        | (288,105)              | 24,454,821        | 27,412,518                                    |
| Transfer to statutory reserve  | -                 | -                            | -                | 4,876,764          | -               | -                                  | -                | -                      | (4,876,764)       | -   |
| Transfer from surplus on revaluation of assets to unappropriated profit - net of tax   | -                 | -                            | -                | -                  | -               | -                                  | -                | (162,415)              | 162,415           | -   |
| <b>Transactions with owners, recorded directly in equity</b>                           |                   |                              |                  |                    |                 |                                    |                  |                        |                   |   |
| Final cash dividend (Rs. 3.00 per share) for the year ended 31 December 2022           | -                 | -                            | -                | -                  | -               | -                                  | -                | -                      | (3,405,452)       | (3,405,452)                                   |
| Interim cash dividend (Rs. 5.00 per share) for the year 2023                           | -                 | -                            | -                | -                  | -               | -                                  | -                | -                      | (5,239,157)       | (5,239,157)                                   |
| <b>Balance as at 31 December 2023</b>  | 10,478,315        | 11,309                       | 2,550,985        | 26,115,406         | 240,361         | 1,500,000                          | (1,550,763)      | 6,369,534              | 47,560,186        | 93,275,333                                    |
| Impact of adoption of IFRS 9 as at 1 January 2024 - net of tax                         | -                 | -                            | -                | -                  | -               | -                                  | (184,901)        | -                      | 461,044           | 276,143                                       |
| <b>Balance as at 1 January 2024 on adoption of IFRS 9</b>                              | 10,478,315        | 11,309                       | 2,550,985        | 26,115,406         | 240,361         | 1,500,000                          | (1,735,664)      | 6,369,534              | 48,021,230        | 93,551,476                                    |
| Profit after taxation  | -                 | -                            | -                | -                  | -               | -                                  | -                | -                      | 24,673,508        | 24,673,508                                    |
| Other comprehensive income - net of tax  | -                 | -                            | -                | -                  | -               | -                                  | -                | -                      | -                 | -   |
| Effect of translation of net investment in an offshore branch - net of tax             | -                 | 51                           | -                | -                  | -               | -                                  | -                | -                      | -                 | 51  |
| Movement in surplus on revaluation of debt securities measured at FVOCI - net of tax   | -                 | -                            | -                | -                  | -               | -                                  | 7,757,554        | -                      | -                 | 7,757,554                                     |
| Movement in surplus on revaluation of equity securities measured at FVOCI - net of tax | -                 | -                            | -                | -                  | -               | -                                  | 1,884,497        | -                      | -                 | 1,884,497                                     |
| Remeasurement gain on defined benefit obligations - net of tax                         | -                 | -                            | -                | -                  | -               | -                                  | -                | -                      | 118,513           | 118,513                                       |
| Movement in deficit on revaluation of property and equipment - net of tax              | -                 | -                            | -                | -                  | -               | -                                  | -                | (101,927)              | -                 | (101,927)                                     |
| Movement in surplus on revaluation of non-banking assets - net of tax                  | -                 | -                            | -                | -                  | -               | -                                  | -                | 769,953                | -                 | 769,953                                       |
| <b>Total comprehensive income</b>  | -                 | 51                           | -                | -                  | -               | -                                  | 9,642,051        | 668,028                | 24,792,021        | 35,102,149                                    |
| Gain on sale of equity investments - FVOCI   | -                 | -                            | -                | -                  | -               | -                                  | (445,658)        | -                      | 445,658           | -   |
| Transfer to statutory reserve  | -                 | -                            | -                | 4,934,702          | -               | -                                  | -                | -                      | (4,934,702)       | -   |
| Transfer from surplus on revaluation of assets to unappropriated profit - net of tax   | -                 | -                            | -                | -                  | -               | -                                  | -                | (164,605)              | 164,605           | -   |
| <b>Transactions with owners, recorded directly in equity</b>                           |                   |                              |                  |                    |                 |                                    |                  |                        |                   |   |
| Final cash dividend (Rs. 5.50 per share) for the year ended 31 December 2023           | -                 | -                            | -                | -                  | -               | -                                  | -                | -                      | (5,763,073)       | (5,763,073)                                   |
| Interim cash dividend (Rs. 2.50 per share) for the quarter ended 31 March 2024         | -                 | -                            | -                | -                  | -               | -                                  | -                | -                      | (2,619,579)       | (2,619,579)                                   |
| Interim cash dividend (Rs. 2.50 per share) for the quarter ended 30 June 2024          | -                 | -                            | -                | -                  | -               | -                                  | -                | -                      | (2,619,579)       | (2,619,579)                                   |
| Interim cash dividend (Rs. 2.50 per share) for the quarter ended 30 September 2024     | -                 | -                            | -                | -                  | -               | -                                  | -                | -                      | (2,619,579)       | (2,619,579)                                   |
| <b>Balance as at 31 December 2024</b>  | <u>10,478,315</u> | <u>11,360</u>                | <u>2,550,985</u> | <u>31,050,108</u>  | <u>240,361</u>  | <u>1,500,000</u>                   | <u>7,460,729</u> | <u>6,872,955</u>       | <u>54,897,002</u> | <u>115,031,815</u>                            |

The annexed notes 1 to 48 and annexures I and II form an integral part of these unconsolidated financial statements.

*[Signature]*

Chief Financial Officer

President & Chief Executive Officer

Director

Director

Chairman



**HABIB METROPOLITAN BANK LIMITED**  
**UNCONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2024**

|  | Note | 2024<br>----- (Rupees in '000) ----- | 2023<br>-----        |
|--|------|--------------------------------------|----------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>  |      |                                      |                      |
| Profit before taxation   |      | 52,659,981                           | 51,995,212           |
| Less: Dividend income  |      | (746,054)                            | (625,579)            |
|  |      | <u>51,913,927</u>                    | <u>51,369,633</u>    |
| <b>Adjustments</b>   |      |                                      |                      |
| Net mark-up / interest income (excluding mark up on lease liability against right-of-use assets) |      | (71,513,297)                         | -                    |
| Depreciation on property and equipment   | 11.2 | 2,465,078                            | 1,980,576            |
| Depreciation on right-of-use assets  | 12   | 1,542,854                            | 1,460,229            |
| Amortisation   | 13   | 255,885                              | 131,824              |
| Markup on lease liability against right-of-use assets  | 26   | 1,199,409                            | 963,868              |
| Credit loss allowance against cash and balances with banks                                       | 33   | (3,473)                              | -                    |
| Credit loss allowance against lending to financial institutions                                  | 33   | (85)                                 | -                    |
| Credit loss allowance for diminution in value of investments                                     | 33   | 337,945                              | -                    |
| Credit loss allowance against loans and advances   | 33   | 4,114,350                            | 4,817,908            |
| Credit loss allowance against other assets   | 33   | (50,872)                             | -                    |
| Credit loss allowance against off-balance sheet obligation                                       | 20.1 | (197,990)                            | -                    |
| Gain on sale of property and equipment - net   | 30   | (41,338)                             | (33,833)             |
| Gain on sale of ijarah assets  | 30   | (71,725)                             | -                    |
| Gain on termination of right-of-use-assets - net   | 30   | (20,980)                             | -                    |
| Unrealised gain on FVTPL securities  |      | (1,176,593)                          | -                    |
| Provision against workers welfare fund   |      | 1,139,470                            | 1,101,762            |
| Provision against defined benefit plan   | 31.1 | 310,200                              | -                    |
| Provision against compensated absences   | 31.1 | 149,026                              | 164,748              |
|  |      | <u>(61,562,136)</u>                  | <u>10,587,082</u>    |
|  |      | <u>(9,648,209)</u>                   | <u>61,956,715</u>    |
| <b>(Increase) / decrease in operating assets</b>   |      |                                      |                      |
| Lendings to financial institutions   |      | (74,631)                             | 70,835,323           |
| Securities classified as FVTPL   |      | (39,136,408)                         | -                    |
| Advances   |      | (65,404,645)                         | 16,696,513           |
| Other assets (excluding dividend and non-banking assets)   |      | (8,735,060)                          | (12,300,178)         |
|  |      | <u>(113,350,744)</u>                 | <u>75,231,658</u>    |
| <b>Increase / (decrease) in operating liabilities</b>  |      |                                      |                      |
| Bills payable  |      | 126,123                              | 8,814,271            |
| Borrowings from financial institutions   |      | 1,116,946                            | (20,247,945)         |
| Deposits and other accounts  |      | (85,170,067)                         | 131,606,061          |
| Other liabilities (excluding current taxation)   |      | (15,922,085)                         | 14,209,163           |
|  |      | <u>(99,849,083)</u>                  | <u>134,381,550</u>   |
|  |      | <u>(222,848,036)</u>                 | <u>271,569,923</u>   |
| Payment against compensated absences   |      | (118,010)                            | (108,216)            |
| Contribution to the defined benefit plan   |      | (60,000)                             | -                    |
| Mark-up / Interest received  |      | 242,410,706                          | -                    |
| Mark-up / Interest paid  |      | (166,333,202)                        | -                    |
| Income tax paid  |      | (33,737,128)                         | (24,909,910)         |
| <b>Net cash flow (used in) / generated from operating activities</b>                             |      | <u>(180,685,670)</u>                 | <u>246,551,797</u>   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>  |      |                                      |                      |
| Net investments in amortised cost securities   |      | 17,364,288                           | -                    |
| Net investments in securities classified as FVOCI  |      | 158,372,865                          | -                    |
| Net investment in available-for-sale securities  |      | -                                    | (317,539,667)        |
| Net investment in held-to-maturity securities  |      | -                                    | 121,009,128          |
| Investment in new subsidiary   |      | (1,000,000)                          | -                    |
| Dividend received  |      | 740,211                              | 628,057              |
| Investments in property and equipment  |      | (3,810,499)                          | (2,778,725)          |
| Investment in intangible assets  |      | (428,845)                            | (357,110)            |
| Proceeds from sale of property and equipment   |      | 55,665                               | 45,246               |
| Proceeds from sale of ijarah assets  |      | 265,937                              | -                    |
| Effect of translation of net investment in an offshore branch                                    |      | 51                                   | 2,661                |
| <b>Net cash flows generated from / (used in) investing activities</b>                            |      | <u>171,559,673</u>                   | <u>(198,990,410)</u> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>  |      |                                      |                      |
| Dividend paid  |      | (13,522,536)                         | (9,678,226)          |
| Payment of lease obligation against right-of-use assets  |      | (2,315,877)                          | (2,041,743)          |
| <b>Net cash flows used in financing activities</b>   |      | <u>(15,838,413)</u>                  | <u>(11,719,969)</u>  |
| <b>(Decrease) / Increase in cash and cash equivalents</b>  |      | <u>(24,964,410)</u>                  | <u>35,841,418</u>    |
| Cash and cash equivalents at the beginning of the year   |      | 111,701,908                          | 75,860,490           |
| <b>Cash and cash equivalents at the end of the year</b>  |      | <u>86,737,498</u>                    | <u>111,701,908</u>   |

The annexed notes 1 to 48 and annexures I and II form an integral part of these unconsolidated financial statements.

Chief Financial Officer

President & Chief Executive Officer

Director

Director

Chairman

**HABIB METROPOLITAN BANK LIMITED**  
**CONSOLIDATED PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31 DECEMBER 2024**

|  | Note | 2024<br>----- (Rupees in '000) ----- | 2023                |
|--|------|--------------------------------------|---------------------|
| Mark-up / return / interest earned                                       | 25   | 241,204,136                          | 209,337,058         |
| Mark-up / return / interest expensed                                     | 26   | (168,758,424)                        | (136,139,478)       |
| Net mark-up / interest income  |      | <u>72,445,712</u>                    | <u>73,197,580</u>   |
| <b>NON MARK-UP / INTEREST INCOME</b>                                     |      |                                      |                     |
| Fee and commission income  | 27   | 10,841,239                           | 9,463,214           |
| Dividend income  |      | 775,461                              | 657,866             |
| Foreign exchange income  |      | 7,094,104                            | 5,203,162           |
| Income / (loss) from derivatives   |      | -                                    | -                   |
| Gain / (loss) on securities - net  | 28   | 2,481,080                            | (5,269)             |
| Net loss on derecognition of financial assets measured at amortised cost | 29   | (3,602)                              | -                   |
| Other income   | 30   | 242,265                              | 102,620             |
| Total non mark-up / interest income                                      |      | <u>21,430,547</u>                    | <u>15,421,593</u>   |
| Total Income   |      | <u>93,876,259</u>                    | <u>88,619,173</u>   |
| <b>NON MARK-UP / INTEREST EXPENSES</b>                                   |      |                                      |                     |
| Operating expenses   | 31   | 34,062,659                           | 29,146,657          |
| Workers' welfare fund  |      | 1,178,818                            | 1,122,976           |
| Other charges  | 32   | 187,804                              | 123,489             |
| Total non-mark-up / interest expenses                                    |      | <u>(35,429,281)</u>                  | <u>(30,393,122)</u> |
| Profit before credit loss allowance                                      |      | <u>58,446,978</u>                    | <u>58,226,051</u>   |
| Credit loss allowance and write offs - net                               | 33   | (4,343,224)                          | (5,101,851)         |
| <b>PROFIT BEFORE TAXATION</b>  |      | <u>54,103,754</u>                    | <u>53,124,200</u>   |
| Taxation   | 34   | (28,338,503)                         | (27,888,307)        |
| <b>PROFIT AFTER TAXATION</b>   |      | <u>25,765,251</u>                    | <u>25,235,893</u>   |
| <b>PROFIT ATTRIBUTABLE TO:</b>   |      |                                      |                     |
| Equity shareholders of the holding company                               |      | 24,943,158                           | 24,556,502          |
| Non-controlling interest   | 21.4 | 822,093                              | 679,391             |
|  |      | <u>25,765,251</u>                    | <u>25,235,893</u>   |
|  |      | ----- (Rupees) -----                 |                     |
| Basic and diluted earnings per share                                     | 35   | <u>23.80</u>                         | <u>23.44</u>        |

The annexed notes 1 to 48 and annexures I and II form an integral part of these consolidated financial statements.

Chief Financial Officer

President & Chief Executive Officer

Director

Director

Chairman

**HABIB METROPOLITAN BANK LIMITED**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2024**

|   | Note | 2024<br>---- (Rupees in '000) ---- | 2023                 |
|---|------|------------------------------------|----------------------|
| <b>ASSETS</b>                                 |      |                                    |                      |
| Cash and balances with treasury banks         | 6    | 86,903,001                         | 91,467,062           |
| Balances with other banks                     | 7    | 6,462,022                          | 21,269,948           |
| Lendings to financial institutions            | 8    | 5,570,998                          | 5,496,284            |
| Investments                                   | 9    | 807,496,585                        | 920,634,761          |
| Advances                                      | 10   | 502,468,656                        | 433,632,602          |
| Property and equipment                        | 11   | 17,196,906                         | 15,782,163           |
| Right-of-use assets                           | 12   | 8,654,445                          | 7,625,010            |
| Intangible assets                             | 13   | 552,076                            | 368,333              |
| Deferred tax assets                           | 19   | -                                  | 5,265,313            |
| Other assets                                  | 14   | 90,279,655                         | 72,121,302           |
| <b>Total Assets</b>                           |      | <b>1,525,584,344</b>               | <b>1,573,662,778</b> |
| <b>LIABILITIES</b>                            |      |                                    |                      |
| Bills payable                                 | 15   | 28,478,822                         | 28,352,699           |
| Borrowings                                    | 16   | 350,224,431                        | 335,270,858          |
| Deposits and other accounts                   | 17   | 925,227,989                        | 1,011,485,773        |
| Lease liabilities                             | 18   | 10,519,685                         | 9,086,176            |
| Sub-ordinated debts                           |      | -                                  | -                    |
| Deferred tax liabilities                      | 19   | 2,722,825                          | -                    |
| Other liabilities                             | 20   | 87,517,942                         | 91,278,065           |
| <b>Total Liabilities</b>                      |      | <b>1,404,691,694</b>               | <b>1,475,473,571</b> |
| <b>NET ASSETS</b>                             |      | <b>120,892,650</b>                 | <b>98,189,207</b>    |
| <b>REPRESENTED BY</b>                         |      |                                    |                      |
| Share capital                                 | 21   | 10,478,315                         | 10,478,315           |
| Reserves                                      |      | 36,857,521                         | 31,432,768           |
| Surplus on revaluation of assets - net of tax | 22   | 14,371,296                         | 4,829,814            |
| Unappropriated profit                         |      | 54,342,480                         | 47,254,919           |
|   |      | <b>116,049,612</b>                 | <b>93,995,816</b>    |
| Non-controlling interest                      | 21.4 | 4,843,038                          | 4,193,391            |
|   |      | <b>120,892,650</b>                 | <b>98,189,207</b>    |
| <b>CONTINGENCIES AND COMMITMENTS</b>          | 23   |                                    |                      |

The annexed notes 1 to 48 and annexures I and II form an integral part of these consolidated financial statements.

Chief Financial Officer

President & Chief Executive Officer

Director

Director

Chairman

**HABIB METROPOLITAN BANK LIMITED**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2024**

|  | Reserves         |                              |               |                    |                | Surplus / (deficit) on revaluation |                 |             |   |                        | Sub Total   | Non-controlling Interest | Total       |
|--|------------------|------------------------------|---------------|--------------------|----------------|------------------------------------|-----------------|-------------|---|------------------------|-------------|--------------------------|-------------|
|  | Share Capital    | Exchange Translation Reserve | Share premium | Statutory reserves | Merger reserve | Special reserve                    | Revenue reserve | Investments | Property and equipment and Non-banking assets | Un-appropriated profit |             |                          |             |
|  | (Rupees in '000) |                              |               |                    |                |                                    |                 |             |   |                        |             |                          |             |
| Opening balance as at 1 January 2023   | 10,478,315       | 4,929                        | 2,550,985     | 21,522,347         | 31,002         | 340,361                            | 1,500,000       | (4,790,637) | 6,820,054                                     | 36,584,942             | 73,042,288  | 3,685,208                | 78,727,506  |
| Profit after taxation  | -                | -                            | -             | -                  | -              | -                                  | -               | -           | -   | 24,556,502             | 24,556,502  | 679,391                  | 25,235,893  |
| Other comprehensive income - net of tax  | -                | 6,380                        | -             | -                  | -              | -                                  | -               | -           | -   | -                      | 6,380       | -                        | 6,380       |
| Effect of translation of net investment in an offshore branch - net of tax                               | -                | -                            | -             | -                  | -              | -                                  | -               | -           | -   | -                      | -           | -                        | -           |
| Movement in surplus on revaluation of investments - net of tax   | -                | -                            | -             | -                  | -              | -                                  | 3,250,917       | -           | -   | -                      | 3,250,917   | 10,060                   | 3,260,977   |
| Remeasurement gain on defined benefit obligations - net of tax   | -                | -                            | -             | -                  | -              | -                                  | -               | -           | -   | 72,433                 | 72,433      | 6,191                    | 78,624      |
| Movement in surplus / (deficit) on revaluation of non-banking assets - net of tax                        | -                | -                            | -             | -                  | -              | -                                  | -               | (94,288)    | -   | -                      | (94,288)    | -                        | (94,288)    |
| Movement in surplus / (deficit) on revaluation of property and equipment - net of tax                    | -                | -                            | -             | -                  | -              | -                                  | -               | (193,816)   | -   | -                      | (193,816)   | -                        | (193,816)   |
| Total comprehensive income   | -                | 6,380                        | -             | -                  | -              | -                                  | 3,250,917       | (288,105)   | 24,626,935                                    | 27,598,127             | 695,642     | -                        | 28,293,769  |
| Transfer to statutory reserve  | -                | -                            | -             | 5,478,764          | -              | -                                  | -               | -           | -   | (5,478,764)            | -           | -                        | -           |
| Transfer from surplus on revaluation of assets to unappropriated profit - net of tax                     | -                | -                            | -             | -                  | -              | -                                  | -               | (162,415)   | 162,415                                       | -                      | -           | -                        | -           |
| Transactions with owners, recorded directly in equity  | -                | -                            | -             | -                  | -              | -                                  | -               | -           | -   | -                      | -           | -                        | -           |
| Cash dividend by Habib Metropolitan Bank (Rs. 3.25 per share) for the year ended 31 December 2022        | -                | -                            | -             | -                  | -              | -                                  | -               | -           | -   | (3,405,452)            | (3,405,452) | -                        | (3,405,452) |
| Interim dividend by Habib Metropolitan Bank (Rs. 5.00 per share) for the year ended 31 December 2023     | -                | -                            | -             | -                  | -              | -                                  | -               | -           | -   | (5,239,157)            | (5,239,157) | -                        | (5,239,157) |
| Profit distribution by First Habib Modulara (Rs. 1.00 per certificate) for the period ended 30 June 2023 | -                | -                            | -             | -                  | -              | -                                  | -               | -           | -   | -                      | -           | (187,459)                | (187,459)   |
| Balance as at 31 December 2023   | 10,478,315       | 11,309                       | 2,550,985     | 26,999,111         | 31,002         | 340,361                            | 1,500,000       | (1,539,720) | 6,369,534                                     | 47,254,919             | 93,995,616  | 4,193,391                | 98,189,207  |
| Impact of adoption of IFRS 9 as at 1 January 2024 - net of tax   | -                | -                            | -             | -                  | -              | -                                  | -               | (184,501)   | -   | 461,944                | 276,143     | -                        | 276,143     |
| Balance as at 1 January 2024 on adoption of IFRS 9   | 10,478,315       | 11,309                       | 2,550,985     | 26,999,111         | 31,002         | 340,361                            | 1,500,000       | (1,724,221) | 6,369,534                                     | 47,715,963             | 94,271,359  | 4,193,391                | 98,465,350  |
| Profit after taxation  | -                | -                            | -             | -                  | -              | -                                  | -               | -           | -   | 24,943,158             | 24,943,158  | 822,093                  | 25,765,251  |
| Other comprehensive income - net of tax  | -                | 51                           | -             | -                  | -              | -                                  | -               | -           | -   | -                      | 51          | -                        | 51          |
| Effect of translation of net investment in an offshore branch - net of tax                               | -                | -                            | -             | -                  | -              | -                                  | -               | -           | -   | -                      | -           | -                        | -           |
| Movement in surplus on revaluation of debt securities measured at FVOCI - net of tax                     | -                | -                            | -             | -                  | -              | -                                  | 7,746,181       | -           | -   | -                      | 7,746,181   | -                        | 7,746,181   |
| Movement in surplus on revaluation of equity securities measured at FVOCI - net of tax                   | -                | -                            | -             | -                  | -              | -                                  | 1,922,438       | -           | -   | -                      | 1,922,438   | 21,689                   | 1,944,127   |
| Remeasurement gain on defined benefit obligations - net of tax   | -                | -                            | -             | -                  | -              | -                                  | -               | -           | 119,608                                       | 119,608                | 2,697       | -                        | 122,305     |
| Movement in surplus on revaluation of non-banking assets - net of tax                                    | -                | -                            | -             | -                  | -              | -                                  | -               | 769,553     | -   | -                      | 769,553     | -                        | 769,553     |
| Movement in deficit on revaluation of property and equipment - net of tax                                | -                | -                            | -             | -                  | -              | -                                  | -               | (101,926)   | -   | -                      | (101,926)   | -                        | (101,926)   |
| Total comprehensive income   | -                | 51                           | -             | -                  | -              | -                                  | 9,668,619       | 668,027     | 25,062,766                                    | 35,399,463             | 846,479     | -                        | 36,245,942  |
| Gain on sale of equity shares - FVOCI - net of tax   | -                | -                            | -             | -                  | -              | -                                  | (445,658)       | -           | 445,658                                       | -                      | -           | -                        | -           |
| Transfer to statutory reserve  | -                | -                            | -             | 5,424,702          | -              | -                                  | -               | -           | (5,424,702)                                   | -                      | -           | -                        | -           |
| Transfer from surplus on revaluation of assets to unappropriated profit - net of tax                     | -                | -                            | -             | -                  | -              | -                                  | -               | (164,605)   | 164,605                                       | -                      | -           | -                        | -           |
| Transactions with owners, recorded directly in equity  | -                | -                            | -             | -                  | -              | -                                  | -               | -           | -   | -                      | -           | -                        | -           |
| Final cash dividend (Rs. 5.50 per share) for the year ended 31 December 2023                             | -                | -                            | -             | -                  | -              | -                                  | -               | -           | -   | (5,763,073)            | (5,763,073) | -                        | (5,763,073) |
| Interim cash dividend (Rs. 2.50 per share) for the quarter ended 31 March 2024                           | -                | -                            | -             | -                  | -              | -                                  | -               | -           | -   | (2,619,579)            | (2,619,579) | -                        | (2,619,579) |
| Interim cash dividend (Rs. 2.50 per share) for the quarter ended 30 June 2024                            | -                | -                            | -             | -                  | -              | -                                  | -               | -           | -   | (2,619,579)            | (2,619,579) | -                        | (2,619,579) |
| Interim cash dividend (Rs. 2.50 per share) for the quarter ended 30 September 2024                       | -                | -                            | -             | -                  | -              | -                                  | -               | -           | -   | (2,619,579)            | (2,619,579) | -                        | (2,619,579) |
| Profit distribution by First Habib Modulara (Rs. 2.10 per certificate) for the period ended 30 June 2024 | -                | -                            | -             | -                  | -              | -                                  | -               | -           | -   | -                      | -           | (196,832)                | (196,832)   |
| Balance as at 31 December 2024   | 10,478,315       | 11,360                       | 2,550,985     | 32,423,813         | 31,002         | 340,361                            | 1,500,000       | 7,498,340   | 6,872,956                                     | 54,342,480             | 116,049,612 | 4,843,038                | 120,892,650 |

The annexed notes 1 to 46 and annexures I and II form an integral part of these consolidated financial statements.

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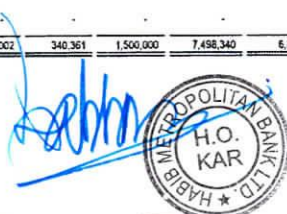
Chief Financial Officer

President & Chief Executive Officer

Director

Director

Chairman





**HABIB METROPOLITAN BANK LIMITED**  
**CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2024**

|   | Note | 2024<br>----- (Rupees in '000) ----- | 2023                 |
|---|------|--------------------------------------|----------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                     |      |                                      |                      |
| Profit before taxation  |      | 54,103,754                           | 53,124,200           |
| Less: Dividend income   |      | (775,461)                            | (657,866)            |
|   |      | <u>53,328,293</u>                    | <u>52,466,334</u>    |
| <b>Adjustments</b>  |      |                                      |                      |
| Net mark-up / interest income                                   |      | (73,656,690)                         | -                    |
| Depreciation on property and equipment                          | 11.2 | 2,492,901                            | 1,997,066            |
| Depreciation on right-of-use assets                             | 12   | 1,549,356                            | 1,467,649            |
| Amortisation  | 13   | 260,625                              | 132,832              |
| Mark-up on lease liability against right-of-use assets          | 26   | 1,210,978                            | 969,124              |
| Credit loss allowance against cash and balances with banks      | 33   | (3,473)                              | -                    |
| Credit loss allowance against lending to financial institutions | 33   | (85)                                 | -                    |
| Credit loss allowance for diminution in value of investments    | 33   | 337,945                              | 60,431               |
| Credit loss allowance against loans and advances                | 33   | 4,327,243                            | 5,120,187            |
| Credit loss allowance against other assets                      | 33   | (50,416)                             | 40                   |
| Credit loss allowance against off-balance sheet obligation      | 20.1 | (197,990)                            | -                    |
| Gain on sale of property and equipment - net                    | 30   | (42,339)                             | (36,346)             |
| Gain on sale of ijarah assets                                   | 30   | (71,725)                             | -                    |
| Gain on sale of right-of-use assets                             | 30   | (20,980)                             | -                    |
| Unrealized gain on FVTPL securities                             |      | (1,207,053)                          | -                    |
| Provision against workers' welfare fund                         |      | 1,178,818                            | 1,122,976            |
| Provision against defined benefit plan                          | 31.1 | 316,995                              | 284,511              |
| Provision against compensated absences                          | 31.1 | 149,026                              | 164,748              |
|   |      | <u>(63,426,864)</u>                  | <u>11,283,218</u>    |
|   |      | <u>(10,098,571)</u>                  | <u>63,749,552</u>    |
| <b>(Increase) / decrease in operating assets</b>                |      |                                      |                      |
| Lendings to financial institutions                              |      | (74,716)                             | 70,835,323           |
| Securities classified as FVTPL                                  |      | (39,218,228)                         | -                    |
| Advances  |      | (72,170,916)                         | 12,718,486           |
| Other assets (excluding dividend and non-banking assets)        |      | (8,988,146)                          | (12,189,083)         |
|   |      | <u>(120,452,006)</u>                 | <u>71,364,726</u>    |
| <b>Increase / (decrease) in operating liabilities</b>           |      |                                      |                      |
| Bills payable   |      | 126,123                              | 8,814,271            |
| Borrowings from financial institutions                          |      | 9,329,341                            | (18,297,316)         |
| Deposits and other accounts                                     |      | (86,257,784)                         | 131,833,448          |
| Other liabilities (excluding current taxation)                  |      | (15,210,846)                         | 14,117,732           |
|   |      | <u>(92,013,166)</u>                  | <u>136,468,135</u>   |
|   |      | <u>(222,563,743)</u>                 | <u>271,582,413</u>   |
| Payment against workers' welfare fund                           |      | -                                    | (8,722)              |
| Payment against compensated absences                            |      | (118,010)                            | (108,216)            |
| Contribution paid to defined benefit plan                       |      | (70,406)                             | (283,342)            |
| Mark-up / Interest received                                     |      | 249,350,491                          | -                    |
| Mark-up / Interest paid   |      | (171,058,271)                        | -                    |
| Income tax paid   |      | (34,742,728)                         | (25,222,166)         |
| <b>Net cash flows from operating activities</b>                 |      | <u>(179,202,667)</u>                 | <u>245,959,967</u>   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                     |      |                                      |                      |
| Net investments in securities classified as FVOCI               |      | 158,371,398                          | -                    |
| Net investments in amortised cost securities                    |      | 15,158,209                           | -                    |
| Net investments in available-for-sale securities                |      | -                                    | (317,666,640)        |
| Net investments in held-to-maturity securities                  |      | -                                    | 121,659,128          |
| Dividend received   |      | 769,618                              | 660,344              |
| Investments in property and equipment                           |      | (3,924,236)                          | (2,836,378)          |
| Investments in intangible assets                                |      | (444,368)                            | (360,757)            |
| Proceeds from sale of property and equipment                    |      | 58,929                               | 60,851               |
| Proceeds from sale of ijarah assets                             |      | 265,937                              | -                    |
| Effect of translation of net investment in an offshore branch   |      | 51                                   | 2,661                |
| <b>Net cash flows from investing activities</b>                 |      | <u>170,255,538</u>                   | <u>(198,480,791)</u> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                     |      |                                      |                      |
| Dividend paid   |      | (13,717,342)                         | (9,863,999)          |
| Payment of lease against right-of-use assets                    |      | (2,331,748)                          | (2,042,859)          |
| <b>Net cash flows from financing activities</b>                 |      | <u>(16,049,090)</u>                  | <u>(11,906,858)</u>  |
| <b>(Decrease) / increase in cash and cash equivalents</b>       |      | <u>(24,996,219)</u>                  | <u>35,572,318</u>    |
| Cash and cash equivalents at beginning of the year              |      | 111,848,372                          | 76,276,054           |
| <b>Cash and cash equivalents at end of the year</b>             | 36   | <u>86,852,153</u>                    | <u>111,848,372</u>   |

The annexed notes 1 to 48 and annexures I and II form an integral part of these consolidated financial statements.

Chief Financial Officer

President & Chief Executive Officer

Director

Director

Chairman