



Deutsche Bank AG, Pakistan Operations
(Incorporated in the Federal Republic of
Germany with limited liability)

Financial statements
for the period ended
31 March 2026

Deutsche Bank AG, Pakistan Operations
(Incorporated in the Federal Republic of Germany with limited liability)
Condensed Interim Statement of Financial Position
As at 31 March 2026

	31 March 2026	31 December 2025
Note	(Un-audited)	(Audited)
	----- Rupees in '000 -----	
ASSETS		
Cash and balances with treasury banks	6 12,469,027	12,955,135
Balances with other banks	7 316,610	413,558
Lendings to financial institutions	8 40,359,370	29,248,384
Investments	9 9,694,880	6,048,628
Advances	10 6,853,065	8,005,181
Property and equipment	11 485,738	501,172
Right-of-use assets	12 334,601	350,833
Intangible assets	-	-
Deferred tax assets	13 352,583	409,324
Other assets	14 3,841,224	4,050,218
	74,707,099	61,982,434
LIABILITIES		
Bills payable	15 1,348,444	1,427,223
Borrowings	-	-
Deposits and other accounts	16 46,154,088	34,323,150
Lease liabilities	17 487,325	497,077
Subordinated debt	-	-
Deferred tax liabilities	-	-
Other liabilities	18 10,292,016	9,263,918
	58,281,873	45,511,368
NET ASSETS	16,425,226	16,471,066
REPRESENTED BY		
Head office capital account	10,260,802	10,540,212
Reserves	-	-
Surplus / (Deficit) on revaluation of assets	19 (4,904)	(12)
Unremitted profit	6,169,328	5,930,866
	16,425,226	16,471,066
CONTINGENCIES AND COMMITMENTS	20	

The annexed notes 1 to 35 form an integral part of these condensed interim financial statements.

Chief Country Officer
Pakistan

Chief Financial Officer
Pakistan

Deutsche Bank AG, Pakistan Operations
(Incorporated in the Federal Republic of Germany with limited liability)
Condensed Interim Profit and Loss Account (Un-audited)
For three months period ended 31 March 2026

	Note	Three months period ended 31 March 2026	Three months period ended 31 March 2025	Three months period ended 31 March 2026	Three months period ended 31 March 2025
----- Rupees in '000 -----					
Mark-up / return / interest earned	21	1,259,467	1,466,077	1,259,467	1,466,077
Mark-up / return / interest expensed	22	345,658	469,278	345,658	469,278
Net mark-up / interest income		913,809	996,799	913,809	996,799
NON MARK-UP / INTEREST INCOME					
Fee and commission income	23	120,034	142,200	120,034	142,200
Dividend income		-	-	-	-
Foreign exchange income		194,956	173,917	194,956	173,917
Income / (loss) from derivatives		-	-	-	-
Gain on securities	24	-	-	-	-
Other income	25	-	45	-	45
Total non-markup / interest income		314,990	316,162	314,990	316,162
Total Income		1,228,799	1,312,961	1,228,799	1,312,961
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	26	548,448	334,826	548,448	334,826
Workers Welfare Fund		14,132	19,979	14,132	19,979
Other charges	27	-	-	-	-
Total non-markup / interest expenses		562,580	354,805	562,580	354,805
Profit before credit loss allowance		666,219	958,156	666,219	958,156
Provisions and write offs - net	28	1,715	6,056	1,715	6,056
Extra ordinary / unusual items		-	-	-	-
PROFIT BEFORE TAXATION		667,934	964,212	667,934	964,212
Taxation	29	(429,472)	(600,339)	(429,472)	(600,339)
PROFIT AFTER TAXATION		238,462	363,873	238,462	363,873

The annexed notes 1 to 35 form an integral part of these condensed interim financial statements.

Chief Country Officer
Pakistan

Chief Financial Officer
Pakistan

Deutsche Bank AG, Pakistan Operations
(Incorporated in the Federal Republic of Germany with limited liability)
Condensed Interim Statement of Comprehensive Income (Un-audited)
For three months period ended 31 March 2026

	Three months period ended 31 March 2026	Three months period ended 31 March 2025	Three months period ended 31 March 2026	Three months period ended 31 March 2025
	----- (Rupees in '000) -----			
Profit after taxation for the period	238,462	363,873	238,462	363,873
Other comprehensive income				
Items that may be reclassified to profit and loss account in subsequent periods:				
Movement in surplus / (deficit) on revaluation of debt investments through FVOCI - net of tax	(4,892)	(3,315)	(4,892)	(3,315)
Items that will not be reclassified to profit and loss account in subsequent periods:				
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-
Total comprehensive income for the period	233,570	360,558	233,570	360,558

The annexed notes 1 to 35 form an integral part of these condensed interim financial statements.

Chief Country Officer
Pakistan

Chief Financial Officer
Pakistan

Deutsche Bank AG, Pakistan Operations
(Incorporated in the Federal Republic of Germany with limited liability)
Condensed Interim Statement of Changes in Equity (Un-audited)
For three months period ended 31 March 2026

	Head office capital account	Deficit on revaluation of investments	Unremitted profit	Total
------(Rupees in '000)-----				
Opening Balance as at 01 January 2025	9,297,617	656	5,419,951	14,718,224
Profit after taxation for the three months period ended 31 March 2025	-	-	363,873	363,873
Other comprehensive income - net of tax	-	(3,315)	-	(3,315)
	-	(3,315)	363,873	360,558
Transactions with owners, recorded directly in equity				
Exchange adjustments on revaluation of capital	395,572	-	-	395,572
Remittance made to Head office	-	-	-	-
	395,572	-	-	395,572
Opening balance as at 01 April 2025	9,693,189	(2,659)	5,783,824	15,474,354
Profit after taxation for the nine months period ended 31 December 2025	-	-	1,094,914	1,094,914
Other comprehensive income - net of tax	-	2,647	(28,317)	(25,670)
	-	2,647	1,066,597	1,069,244
Transactions with owners, recorded directly in equity				
Exchange adjustments on revaluation of capital	847,023	-	-	847,023
Remittance made to Head office	-	-	(919,555)	(919,555)
	847,023	-	(919,555)	(72,532)
Balance as at 01 January 2026 - as reported	10,540,212	(12)	5,930,866	16,471,066
Profit after taxation for the three months period ended 31 March 2026	-	-	238,462	238,462
Other comprehensive income - net of tax	-	(4,892)	-	(4,892)
	-	(4,892)	238,462	233,570
Transactions with owners, recorded directly in equity				
Exchange adjustments on revaluation of capital	(279,410)	-	-	(279,410)
Remittance made to Head office	-	-	-	-
	(279,410)	-	-	(279,410)
Balance as at 31 March 2026	10,260,802	(4,904)	6,169,328	16,425,226

The annexed notes 1 to 35 form an integral part of these condensed interim financial statements.

Chief Country Officer
Pakistan

Chief Financial Officer
Pakistan

Deutsche Bank AG, Pakistan Operations
(Incorporated in the Federal Republic of Germany with limited liability)
Condensed Interim Cash Flow Statement (Un-audited)
For three months period ended 31 March 2026

	Note	31 March 2026	31 March 2025
----- (Rupees in '000) -----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		667,934	964,212
Adjustments for:			
Depreciation		32,039	33,855
Depreciation on right-of-use assets		16,232	13,846
Gain on government securities		-	-
Provisions and write offs - net		(1,715)	(6,056)
(Loss) / gain on sale of fixed assets - net	25	-	(611)
Finance costs of lease liability		16,133	14,789
		62,689	55,823
		730,623	1,020,035
(Increase) / decrease in operating assets			
Lendings to financial institutions		(11,110,986)	17,871,172
Held-for-trading securities		-	-
Advances		1,057,863	(6,605,091)
Other assets (excluding advance taxation)		(158,216)	(1,357,526)
		(10,211,339)	9,908,555
Increase / (decrease) in operating liabilities			
Bills payable		(78,779)	342,537
Borrowings from financial institutions		-	-
Deposits and other accounts		11,830,935	(6,242,874)
Other liabilities		1,113,846	1,432,733
		12,866,002	(4,467,604)
Income tax paid		(219)	(706,126)
Net cash generated from / (used in) operating activities		3,385,067	5,754,860
CASH FLOW FROM INVESTING ACTIVITIES			
(Investment) / redemption in securities - net		-	-
Net investments in FVOCI securities		(3,646,225)	(6,910,816)
Investments in operating fixed assets		(16,603)	(5,469)
Proceeds from sale of operating fixed assets		-	611
Net cash generated from / (used in) investing activities		(3,662,828)	(6,915,674)
CASH FLOW FROM FINANCING ACTIVITIES			
Payment of lease liabilities		(25,885)	(22,244)
Remittance made to Head office		-	-
Net cash used in financing activities		(25,885)	(22,244)
Effects of exchange rate changes on cash and cash equivalents		(279,410)	395,573
Increase / (decrease) in cash and cash equivalents during the year		(583,056)	(787,485)
Cash and cash equivalents at beginning of the period		13,368,693	15,676,233
Cash and cash equivalents at end of the period		12,785,637	14,888,748

The annexed notes 1 to 35 form an integral part of these condensed interim financial statements.

Chief Country Officer
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Chief Financial Officer
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Deutsche Bank AG, Pakistan Operations

(Incorporated in the Federal Republic of Germany with limited liability)

Notes to the Condensed Interim Financial Information (Un-audited)

For three months period ended 31 March 2026

1. STATUS AND NATURE OF BUSINESS

Deutsche Bank AG is a foreign banking company incorporated in the Federal Republic of Germany with limited liability. Its operations in Pakistan are carried out through two branches (31 December 2025: two branches) located at Karachi and Lahore ("the Pakistan Operations"). The Pakistan Operations are engaged in banking business as described in the Banking Companies Ordinance, 1962.

2. BASIS OF PRESENTATION

2.1 STATEMENT OF COMPLIANCE

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

- International Accounting Standard (IAS) 34 - Interim Financial Reporting issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan, as are notified under the Companies Act, 2017;
- Provisions of and directives issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017; and
- Directives issued by State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP).

Whenever the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 or the directives issued by SBP and SECP differ with the requirements of the IFRS, the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives shall prevail.

SBP has deferred the applicability of IAS 40, 'Investment Property' for Banking Companies in Pakistan through BSD Circular Letter No. 10 dated 26 August 2002 till further instructions. SECP has deferred the applicability of IFRS 7 'Financial Instruments: Disclosures' through its notification S.R.O 411 (I) / 2008 dated 28 April 2008. Accordingly, the requirements of these standards have not been considered in the preparation of these financial statements.

- 2.2 The disclosures made in these condensed interim financial statements have been limited based on the format prescribed by the SBP vide BPRD Circular Letter No.2 dated February 09, 2023 and IAS34, Interim Financial Reporting. They do not include all the information and disclosures required in preparation of audited annual financial statements, and should be read in conjunction with the audited financial statements of the Pakistan Operations for the year ended 31 December 2025.

2.3 Credit Ratings

The credit rating provided by Standard & Poor's on 04 December 2025 is A for long-term and A-1 for short-term, rating by Fitch on 29 July 2025 is A- for long-term and F1 for short-term; and rating by Moody's on 19 February 2026 is A1 for long-term.

2.4 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are effective in the current period

There are certain amendments to existing accounting and reporting standards that have become applicable to the Pakistan Operations' for accounting periods beginning on or after January 01, 2025. These are either considered not to be relevant or do not have any significant impact,

2.5 Standards, interpretations of and amendments to approved accounting standards that are not yet effective in the current period

There are various amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective. These are not likely to have a material effect on these financial statements.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the condensed interim financial statements are consistent with those applied in the preparation of the annual financial statements of the Pakistan Operations for the year ended 31 December 2025.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

Significant judgements made by the management in applying the accounting policies and the key sources of estimation uncertainty were the same as those applied in the annual financial statements of the Pakistan Operations for the year ended 31 December 2025.

5. FINANCIAL RISK MANAGEMENT

The Pakistan Operations continue to follow its current policies for managing credit, liquidity and market risks as disclosed in the annual financial statement for the year ended 31 December 2025.

6	CASH AND BALANCES WITH TREASURY BANKS	Note	31 March 2026	31 December 2025
		----- (Rupees in '000) -----		
	In hand			
	Local currency		31,325	27,722
	Foreign currency		17,691	17,809
			<u>49,016</u>	<u>45,531</u>
	With State Bank of Pakistan in			
	Local currency current account	6.1	<u>1,618,552</u>	1,974,941
	Foreign currency current account	6.2	<u>288,158</u>	142,681
	Foreign currency deposit account		<u>10,514,463</u>	10,793,116
			<u>12,421,173</u>	<u>12,910,738</u>
			<u>12,470,189</u>	<u>12,956,269</u>
	Less: Credit loss allowance held against cash and balances with treasury banks	6.5	(1,162.00)	(1,133.51)
	Cash and balances with treasury banks - net of credit loss allowance		<u>12,469,027</u>	<u>12,955,135</u>

6.1 This represents current account maintained with State Bank of Pakistan (SBP) that includes requirements of section 22 (Cash Reserve Requirement) of the Banking Companies Ordinance, 1962.

6.2 This represents statutory cash reserve in the current account maintained with SBP under the requirements of SBP.

6.3 This represents statutory cash reserve maintained against foreign currency deposits mobilized under FE 25 Circular No. 20 of 2021 issued by the SBP. Profit rates on these deposits are fixed by SBP on a monthly basis and were 2.67% to 2.69% p.a during the period (31 December 2025: 2.86% to 3.35% p.a during 2025).

6.4 This represents US Dollar settlement account opened with the SBP in accordance with FE Circular No. 2 of 2004.

6.5 Balances with treasury banks are classified as Stage 1 & Stage 2.

7	BALANCES WITH OTHER BANKS	Note	31 March 2026	31 December 2025
		----- (Rupees in '000) -----		
	In Pakistan			
	In current account		1,000	500
	Outside Pakistan			
	In current account			
	Interbranch	7.1	<u>309,923</u>	407,784
	Others		<u>5,687</u>	5,274
			<u>315,610</u>	413,058
			<u>316,610</u>	413,558
	Less: Credit loss allowance held against balances with other banks	7.2	-	(0.10)
	Balances with other banks - net of credit loss allowance		<u>316,610</u>	<u>413,558</u>

7.1 This includes Rs. 184 million with Deutsche Bank New York, Rs. 119 million with Deutsche Bank Frankfurt and Rs. 6.9 million with various others (31 December 2025: Rs. 281 million with Deutsche Bank New York, Rs. 119 million with Deutsche Bank Frankfurt and Rs. 7.8 million with various others).

8	LENDINGS TO FINANCIAL INSTITUTIONS	Note	31 March 2026	31 December 2025
		----- (Rupees in '000) -----		
	Repurchase agreement lendings (Reverse Repo)	8.1	<u>40,359,370</u>	<u>29,248,384</u>

8.1 Reverse repo transaction has been made with State Bank of Pakistan and commercial bank at a rate of 9.50% to 10.45% p.a (31 December 2025: 9.50% & 10.45%) maturing by 10 April, 2026 (31 December 2025: 02 January 2026). The market value of these securities at 31 March 2026 amounted to Rs.40,657.64 million (31 December 2025: Rs. 29,480.12 million).

9	INVESTMENTS	31 March 2026				31 December 2025			
		Cost / Amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value
9.1	Investments by type:	----- (Rupees in '000) -----							
	FVOCI								
	-Treasury bills	9,705,098	-	(10,218)	9,694,880	6,048,654	-	(26)	6,048,628
		9,705,098	-	(10,218)	9,694,880	6,048,654	-	(26)	6,048,628
		-	-	-	-	-	-	-	-
	Total Investments	9,705,098	-	(10,218)	9,694,880	6,048,654	-	(26)	6,048,628

10	ADVANCES	Performing		Non Performing		Total	
		31 March 2026	31 December 2025	31 March 2026	31 December 2025	31 March 2026	31 December 2025
		----- (Rupees in '000) -----					
	Loans, cash credits, running finances, etc.	5,610,696	6,690,934	30,885	30,885	5,641,581	6,721,819
	Bills discounted and purchased	1,249,203	1,323,339	65,626	65,626	1,314,829	1,388,965
	Advances - gross	6,859,899	8,014,273	96,511	96,511	6,956,410	8,110,784
	Credit loss allowance against advances						
	-Stage 1	(6,834)	(9,092)	-	-	(6,834)	(9,092)
	-Stage 2	-	-	-	-	-	-
	-Stage 3	-	-	(96,511)	(96,511)	(96,511)	(96,511)
		(6,834)	(9,092)	(96,511)	(96,511)	(103,345)	(105,603)
	Advances - net of credit loss allowance	6,853,065	8,005,181	-	-	6,853,065	8,005,181

10.1	Particulars of advances (gross)	31 March 2026	31 December 2025
		----- (Rupees in '000) -----	
	In local currency	6,890,784	8,045,158
	In foreign currencies	65,626	65,626
		6,956,410	8,110,784

10.2 Advances include Rs.96,511 (31 December 2025: Rs. 96,511) which have been placed under non-performing / Stage 3 status as detailed below:

Category of Classification	31 March 2026		31 December 2025	
	Non performing loans	Credit loss allowance	Non performing loans	Credit loss allowance
	----- Rupees in '000 -----			
Domestic Loss	96,511	96,511	96,511	96,511
	Stage 3			

10.3	Particulars of credit loss allowance against advances	31 March 2026				31 December 2025			
		Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
		----- Rupees in '000 -----							
	Opening balance	9,092	-	96,511	105,603	606	-	96,511	97,117
	Charge for the period / year (Reversals) / charge	(2,258)	-	-	(2,258)	8,486	-	-	8,486
	Closing balance	6,834	-	96,511	103,345	9,092	-	96,511	105,603

10.4	Advances - Particlurs of credit loss allowance	31 March 2026		
		Stage 1	Stage 2	Stage 3
		----- Rupees in '000 -----		
10.4.1	Opening balance	9,092	-	96,511
	Reversals	(2,258)	-	-
		6,834	-	96,511

10.4.2	Advances - Category of classification	Domestic	31 March 2026	
			Outstanding amount	Credit loss allowance Held
			----- Rupees in '000 -----	
	Performing	Stage 1	6,859,899	(6,834)
	Underperforming	Stage 2	-	-
	Non-Performing	Stage 3	96,511	(96,511)
			6,956,410	(103,345)

11	PROPERTY AND EQUIPMENT	Note	31 March 2026	31 December 2025
			----- Rupees in '000 -----	
	Capital work-in-progress	11.1	-	4,055
	Property and equipment		<u>485,738</u>	<u>497,117</u>
			<u>485,738</u>	<u>501,172</u>
11.1	Capital work-in-progress			
	Advances to suppliers		<u>-</u>	<u>4,055</u>
12	RIGHT-OF-USE ASSETS			
	At 01 January			
	Cost		494,434	494,434
	Accumulated Depreciation		<u>(227,979)</u>	<u>(162,432)</u>
	Net Carrying amount at 01 January		266,455	332,002
	Additions		84,378	84,378
	Depreciation Charge for the period / year		<u>(16,232)</u>	<u>(65,547)</u>
	Net Carrying amount at the end of the period / year		<u>334,601</u>	<u>350,833</u>
13	DEFERRED TAX ASSETS			
	Deductible Temporary Differences on			
	- Deficit on revaluation of investments		5,315	13
	- Accelerated tax depreciation		<u>(205,368)</u>	-
	- Provision against advances, off balance sheet etc.		1,429	2,321
	- Workers' Welfare Fund		321,503	314,154
	- Provision against advances, off balance sheet etc.		-	-
	- Lease Liability		<u>253,409</u>	<u>258,480</u>
			376,288	574,968
	Taxable Temporary Differences on			
	- Post retirement employee benefits		<u>(23,705)</u>	<u>(23,705)</u>
	- Accelerated tax depreciation		-	<u>(141,938)</u>
			<u>(23,705)</u>	<u>(165,643)</u>
			<u>352,583</u>	<u>409,324</u>
14	OTHER ASSETS			
	Income / Mark-up accrued in local currency		217,324	223,378
	Income / Mark-up accrued in foreign currency		-	-
	Advances, deposits, advance rent and other prepayments		235,339	222,284
	Advance taxation (payments less provisions)		1,601,281	1,968,492
	Receivable from defined benefit plan		51,829	51,829
	Branch adjustment account		-	-
	Branch adjustment account		<u>(255)</u>	<u>(298)</u>
	Marked to market gains on forward foreign exchange contracts		-	2,396
	Acceptances		1,709,701	1,262,499
	Others		<u>30,680</u>	<u>324,312</u>
			3,845,898	4,054,892
	Less: Credit loss allowance held against other assets	14.1	<u>(4,674)</u>	<u>(4,674)</u>
			<u>3,841,224</u>	<u>4,050,218</u>
14.1	Credit loss allowance held against other assets			
	Advances, deposits, advance rent & other prepayments		<u>4,674</u>	<u>4,674</u>
15	BILLS PAYABLE			
	In Pakistan		<u>1,348,444</u>	<u>1,427,223</u>

16 DEPOSITS AND OTHER ACCOUNTS

	31 March 2026			31 December 2025		
	In Local Currency	In Foreign currencies	Total	In Local Currency	In Foreign currencies	Total
----- Rupees in '000 -----						
Customers						
Non-Remunerative						
Current deposits	17,961,495	1,223,176	19,184,671	18,510,216	1,172,817	19,683,033
Others	358,396	-	358,396	464,927	-	(530,355)
Remunerative						
Savings deposits	16,068,125	-	16,068,125	8,542,228	66	8,542,294
Term deposits	10,540,000	-	10,540,000	5,630,000	-	5,630,000
	44,928,016	1,223,176	46,151,192	33,147,371	1,172,883	34,320,254
Financial Institutions						
Non-remunerative deposits - inter branch	2,896	-	2,896	2,896	-	2,896
	2,896	-	2,896	2,896	-	2,896
	44,930,912	1,223,176	46,154,088	33,150,267	1,172,883	34,323,150

17 LEASE LIABILITIES

	Note	31 March 2026	31 December 2025
Outstanding amount at the start of the year		497,077	448,092
Additions during the period		-	84,378
Lease payments including interest		(25,885)	(99,048)
Interest expense		16,133	63,655
Outstanding amount at the end		487,325	497,077
Liabilities Outstanding			
Not later than one year		45,796	59,547
Later than one year and upto five years		346,441	132,656
Over five years		95,088	304,874
Total at the year end		487,325	497,077

18 OTHER LIABILITIES

		31 March 2026	31 December 2025
----- Rupees in '000 -----			
Mark-up/ Return/ Interest payable in local currency		249,800	5,283
Mark-up/ Return/ Interest payable in foreign currency		-	-
Unearned commission and income on bills discounted		25,691	29,812
Accrued expenses		724,435	654,690
Acceptances		1,709,701	1,262,499
Dividends received for Custodial clients		516,704	-
Marked to market loss on forward foreign exchange contracts		-	-
Payable to Deutsche Bank Singapore		-	-
Unremitted expenses of head office and branches		6,393,757	6,499,601
Credit loss allowance against off-balance sheet obligations	18.1	3,282	2,768
Workers Welfare Fund		618,269	604,137
Others		50,377	205,128
		10,292,016	9,263,918

18.1 Credit loss allowance against off-balance sheet obligations

		31 March 2026	31 December 2025
Opening balance		2,768	4,120
Charge for the period / year		-	-
Reversals		514	(1,352)
Amount written off		-	-
Closing balance		3,282	2,768

19 SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS

		31 March 2026	31 December 2025
Deficit on revaluation of:			
- FVOCI securities - debt		(10,218)	(26)
- Available for sale securities		-	-
Deferred tax on deficit on revaluation of:			
- FVOCI securities - debt		5,314	14
- Available for sale securities		-	-
		(4,904)	(12)

20 CONTINGENCIES AND COMMITMENTS

		31 March 2026	31 December 2025
----- Rupees in '000 -----			
-Guarantees	20.1	13,142,212	14,437,660
-Commitments	20.2	25,255,336	28,170,330
		38,397,548	42,607,990

20.1 Guarantees		
Financial guarantees		<u>13,142,212</u> <u>14,437,660</u>
20.2 Commitments		
Documentary credits and short-term trade-related transactions		
- letters of credit		4,737,200 7,625,955
Commitments in respect of:		
- forward foreign exchange contracts	20.2.1	- 487,396
- forward lending	20.2.2	<u>20,518,136</u> <u>20,056,978</u>
		<u>25,255,336</u> <u>28,170,330</u>

20.2.1 Commitments in respect of forward foreign exchange contracts	31 March	31 December
	2026	2025
	----- Rupees in '000 -----	
Purchase	-	-
Sale	-	487,396
	<u>-</u>	<u>487,396</u>

The maturities of above contracts are spread over a week.

20.2.2 Commitments in respect of forward lending

These represent commitments that are revocable because they can be withdrawn at the discretion of the bank.

20.3 Other contingent liabilities

The Pakistan Operations has Rs. 2,916 million as contingent tax liabilities (December 31, 2025: Rs. 2,916 million). FBR has issued assessment order for Tax Year 2019 to 2024 to tax the FX adjustment in Head Office Capital account creating an additional tax liability of Rs 2,599 million. DB has filed appeal against these assessment orders with Commissioner Appeals. DB believes that the treatment of FX adjustment in line with the Seventh Schedule of the Income Tax Ordinance 2001 and therefore no tax provision is required at this stage.

The Commissioner Appeals (CIRA) passed appellate order dated April 12, 2023 filed against the Order-in-Original (ONO) for tax year 2017 dated February 28, 2023 passed under section 177 of the Income Tax Ordinance, 2001. The CIRA remanded back disallowances of head office expenses and depreciation. Thereafter, the CIRA vide its order dated January 1, 2026, allowed further amounts and reduced the disallowed amounts to Rs.374 Million which had created a contingency of Rs. 147 million. The appeal is filed before the ATIR against the said order. Other contingencies majorly include those for tax year 2012, 2013 and 2016. Primarily, these are disallowances made for unrealized exchange losses, mark up interest accrued and interest on loans to employees. The Pakistan Operations is vigorously contesting at different fora and confident that no additional liabilities would arise.

21 MARK-UP / RETURN / INTEREST EARNED	Three months	Three months
	period ended	period ended
	31 March	31 March
	2026	2025
	----- Rupees in '000 -----	
On:		
Loans and advances	234,271	164,809
Investments	251,221	76,986
Lendings to financial institutions	766,325	1,201,900
Balances with banks	6,042	17,244
Others	1,608	5,138
	<u>1,259,467</u>	<u>1,466,077</u>
21.1 Interest income recognised on:		
Financial assets measured at amortised cost	1,008,246	1,389,091
Financial assets measured at FVOCI	251,221	76,986
	<u>1,259,467</u>	<u>1,466,077</u>

22 MARK-UP / RETURN / INTEREST EXPENSED

On:		
Deposits	328,631	453,287
Borrowings	894	1,202
Finance costs against lease	16,133	14,789
	<u>345,658</u>	<u>469,278</u>

23 FEE & COMMISSION INCOME

Commission on trade	70,778	82,368
Commission on guarantees	16,690	15,008
Commission on cash management	3,571	2,205
Commission on remittances	256	86
Commission on custodial services	28,739	42,533
	<u>120,034</u>	<u>142,200</u>

	Three months period ended 31 March 2026	Three months period ended 31 March 2025
Note	----- Rupees in '000 -----	
24 GAIN / (LOSS) ON SECURITIES		
Realised loss	24.1	-
24.1 Realised loss on:		
Federal Government Securities	-	-
25 OTHER (LOSS) / INCOME		
(Loss) / gain on sale of fixed assets - net	-	45
Prior years refunds on utilities costs	-	-
Others	-	-
	-	45
26 OPERATING EXPENSES		
Total compensation expense	238,134	181,130
Property expense		
Rent & taxes	216	659
Insurance	3,079	2,997
Utilities cost	3,314	2,582
Security (including guards)	3,573	3,420
Repair & maintenance (including janitorial charges)	10,979	9,684
Depreciation	14,584	14,309
Depreciation on right-of-use assets	16,232	13,846
	51,977	47,497
Information technology expenses		
Software maintenance	431	863
Hardware maintenance	1,003	4,620
Depreciation	9,241	9,162
Network charges	18,243	13,201
	28,918	27,846
Other operating expenses		
Legal & professional charges	4,421	2,190
Outsourced services costs	35,640	26,069
Travelling & conveyance	3,641	2,584
NIFT clearing charges	406	89
Depreciation	8,214	10,385
Training & development	-	-
Postage & courier charges	693	590
Communication	1,113	710
Head office / regional office expenses	164,805	28,230
Stationery & printing	1,509	926
Marketing, advertisement & publicity	-	417
Auditors Remuneration	3,785	2,690
Others	5,192	3,473
	229,419	78,353
	548,448	334,826
27 OTHER CHARGES		
Others	-	-
	-	-
28 CHARGE/(REVERSALS) OF CREDIT LOSS ALLOWANCE		
Credit loss allowance against loans & advances	(2,258)	(140)
Credit loss allowance against off-balance sheet obligations	514	(3,328)
Credit loss allowance held against cash and balances with treasury banks	29	(2,588)
Credit loss allowance held against balances with other banks	0	(1)
Bad debts written off directly	-	-
Recovery of written off / charged off bad debts	-	-
	(1,715)	(6,056)
29 TAXATION		
Current	367,430	529,437
Deferred	62,042	70,902
	429,472	600,339

31 SEGMENT INFORMATION

31.1 Segment Details with respect to Business Activities

DB Pakistan Operations operate under a transfer pricing framework that applies to all businesses and promotes pricing of :

- (i) assets in accordance with their underlying liquidity risk;
- (ii) liabilities in accordance with their funding maturity; and
- (iii) contingent liquidity exposures in accordance with the cost of providing for commensurate liquidity reserves to fund unexpected cash requirements.

Within this transfer pricing framework we allocate funding and liquidity risk costs and benefits to the business units and set financial incentives in line with the liquidity risk guidelines. Transfer prices are subject to liquidity (term) premiums depending on market conditions. Liquidity premiums are set by Treasury and picked up by a segregated liquidity account. The Treasury liquidity account is the aggregator of long- term liquidity costs. The management and cost allocation of the liquidity account is the key variable for transfer pricing funding costs within Deutsche Bank.

Corporate Bank

Corporate Bank provides commercial banking products and services for both corporates and financial institutions worldwide, including domestic and cross-border payments, cash management, international trade finance, depository, custody and related services.

Investment Bank

Global Emerging Markets provides Foreign Exchange services to clients in Pakistan on the back of cross-border payments, international trade, institutional flows and also engages in bond trading.

Infrastructure and Regional Management

It includes all the back office functions which are responsible for providing support services to the businesses. The Treasury business is also a part of Infrastructure and Regional Management.

	Three months period ended 31 March 2026			
	Corporate Bank	Investment Bank	Infrastructure & Regional Management	Total
	----- (Rupees in '000) -----			
Profit & Loss				
Net mark-up/return/profit	(113,943)	3,681	1,024,071	913,809
Inter segment revenue - net	695,473	(31,896)	(663,577)	-
Non mark-up / return / interest income	130,561	199,534	(15,105)	314,990
Total Income	<u>712,091</u>	<u>171,319</u>	<u>345,389</u>	<u>1,228,799</u>
Segment direct expenses	(216,320)	(34,970)	(311,290)	(562,580)
Inter segment expense allocation	(147,346)	(15,141)	162,487	-
Total expenses	(363,666)	(50,111)	(148,803)	(562,580)
Reversals / (Provisions)	1,744	(29)	(29)	1,715
Profit before tax	<u>348,425</u>	<u>121,208</u>	<u>196,586</u>	<u>667,934</u>
	31 March 2026			
	Corporate Bank	Investment Bank	Infrastructure & Regional Management	Total
	----- (Rupees in '000) -----			
Balance Sheet				
Cash & Bank balances	-	-	12,785,637	12,785,637
Investments	-	-	-	-
Net inter segment lending	-	-	39,279,169	39,279,169
Lendings to financial institutions	-	-	40,359,370	40,359,370
Investments	-	-	9,694,880	9,694,880
Advances - performing	6,859,899	-	-	6,859,899
- non-performing	96,511	-	-	96,511
- provision against advances	(103,345)	-	-	(103,345)
Others	2,261,626	-	2,752,521	5,014,147
Total Assets	<u>9,114,691</u>	<u>-</u>	<u>104,871,577</u>	<u>113,986,268</u>
Borrowings	-	-	-	-
Deposits & other accounts	46,151,192	-	2,896	46,154,088
Net inter segment borrowing	39,279,169	-	-	39,279,169
Others	3,850,340	-	8,277,445	12,127,785
Total liabilities	<u>89,280,701</u>	<u>-</u>	<u>8,280,341</u>	<u>97,561,042</u>
Equity	-	-	16,425,226	16,425,226
Total Equity & liabilities	<u>89,280,701</u>	<u>-</u>	<u>24,705,567</u>	<u>113,986,268</u>
Contingencies & Commitments	<u>38,397,548</u>	<u>-</u>	<u>-</u>	<u>38,397,548</u>

	Three months period ended 31 March 2025			
	Corporate Bank	Investment Bank	Infrastructure & Regional Management	Total
	----- (Rupees in '000) -----			
Profit & Loss				
Net mark-up/return/profit	(296,291)	(582)	1,293,672	996,799
Inter segment revenue - net	951,629	2,348	(953,977)	-
Non mark-up / return / interest income	178,990	146,863	(9,691)	316,162
Total Income	834,328	148,629	330,004	1,312,961
Segment direct expenses	(178,864)	(25,445)	(150,496)	(354,805)
Inter segment expense allocation	(147,120)	(15,046)	162,166	-
Total expenses	(325,984)	(40,491)	11,670	(354,805)
Reversals / (Provisions)	6,056	-	-	6,056
Profit before tax	514,400	108,138	341,674	964,212
	31 December 2025			
	Corporate Bank	Investment Bank	Infrastructure & Regional Management	Total
	----- (Rupees in '000) -----			
Balance Sheet				
Cash & Bank balances	-	-	13,368,693	13,368,693
Net inter segment lending	-	-	30,165,397	30,165,397
Lendings to financial institutions	-	-	29,248,384	29,248,384
Investments	-	-	6,048,628	6,048,628
Advances - performing	8,014,273	-	-	8,014,273
- non-performing	96,511	-	-	96,511
- provision against advances	(105,603)	-	-	(105,603)
Others	1,485,971	2,396	3,823,180	5,311,547
Total Assets	9,491,152	2,396	82,654,282	92,147,831
Borrowings	-	-	-	-
Deposits & other accounts	34,320,255	-	2,895	34,323,150
Net inter segment borrowing	30,165,397	-	-	30,165,397
Others	2,705,731	-	8,482,487	11,188,218
Total liabilities	67,191,383	-	8,485,382	75,676,765
Equity	-	-	16,471,066	16,471,066
Total Equity & liabilities	67,191,383	-	24,956,448	92,147,831
Contingencies & Commitments	42,120,593	487,396	-	42,607,990

32 RELATED PARTY TRANSACTIONS

Related parties comprise of Head office, other branches of the Bank and employees' retirement benefit funds. The transactions with related parties are conducted under normal course of business at arm's length prices. The Pakistan Operations also provide advances to employees at reduced rate in accordance with their terms of employment. The transactions and balances with related parties, other than those under the terms of employment and those disclosed elsewhere are summarized as follows:

	31 March 2026			31 December 2025		
	Head office and branches	Key management personnel	Other related parties	Head office and branches	Key management personnel	Other related parties
----- (Rupees in '000) -----						
Balances with other banks						
In current accounts	309,886	-	-	407,747	-	-
Advances						
Opening balance	-	37,571	-	-	1,657	-
Addition during the period	-	-	-	-	34,875	-
Repaid during the period	-	(1,175)	-	-	(3,131)	-
Transfer in / (out) - net	-	-	-	-	4,170	-
Closing balance	-	36,396	-	-	37,571	-
Other Assets						
Receivable from staff retirement fund	-	-	51,829	-	-	51,829
Borrowings						
Opening balance	-	-	-	-	-	-
Borrowings during the period	-	-	-	-	-	-
Settled during the period	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-
Deposits and other accounts						
Opening balance	2,896	684	40,756	2,384	12,824	118,926
Received during the period	1,688	51,644	108,647	7,139	86,418	1,913,958
Withdrawn during the period	(1,688)	(49,237)	(58,528)	(6,627)	(94,721)	(1,992,128)
Transfer in / (out) - net	-	-	-	-	(3,837)	-
Closing balance	2,896	3,091	90,876	2,896	684	40,756
Other Liabilities						
Other liabilities	6,393,757	-	-	6,483,986	-	-
Contingencies and Commitments						
Other contingencies	4,558,277	-	-	4,551,978	-	-
Three months period ended						
	31 March 2026		31 March 2025			
	Head office and branches	Key management personnel	Head office and branches	Key management personnel		
----- (Rupees in '000) -----						
Income						
Mark-up / return / interest earned		4,443	265	13,259	10	
Expense						
Mark-up / return / interest paid		-	-	-	-	
Operating expenses		164,805	96,860	28,230	15,039	

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

33 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

Minimum Capital Requirement (MCR):

Paid-up capital (net of losses) 16,425,224 16,471,066

Capital Adequacy Ratio (CAR):

Eligible Common Equity Tier 1 (CET 1) Capital	16,425,224	16,471,066
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	16,425,224	16,471,066
Eligible Tier 2 Capital	11,279	12,994
Total Eligible Capital (Tier 1 + Tier 2)	16,436,503	16,484,060

Risk Weighted Assets (RWAs):

Credit Risk	18,794,814	18,848,027
Market Risk	584,598	1,615,569
Operational Risk	12,836,858	12,836,858
Total	32,216,270	33,300,454

Common Equity Tier 1 Capital Adequacy Ratio	50.98%	49.46%
Tier 1 Capital Adequacy Ratio	50.98%	49.46%
Total Capital Adequacy Ratio	51.02%	49.50%

Leverage Ratio (LR):

Eligible Tier-1 Capital	16,425,224	16,471,066
Total Exposure	90,282,783	84,813,545
Leverage Ratio	18.19%	19.42%

Liquidity Coverage Ratio (LCR):

Total High Quality Liquid Assets	43,686,316	40,274,221
Total Net Cash Outflow	14,098,013	12,994,801
Liquidity Coverage Ratio	310%	310%

Net Stable Funding Ratio (NSFR):

Total Available Stable Funding	43,473,674	37,182,664
Total Required Stable Funding	17,585,276	15,990,941
Net Stable Funding Ratio	247%	233%

34 GENERAL

34.1 Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

35 DATE OF AUTHORISATION

These condensed interim financial information were authorised for issue on 29 April, 2026.

Chief Country Officer
Pakistan

Chief Financial Officer
Pakistan