



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

Financial statements
for the period ended
30 September 2025

Deutsche Bank AG, Pakistan Operations
(Incorporated in the Federal Republic of Germany with limited liability)
Condensed Interim Statement of Financial Position
As at 30 September 2025

		30 September 2025	31 December 2024
	<i>Note</i>	(Un-audited)	(Audited)
		----- Rupees in '000 -----	
ASSETS			
Cash and balances with treasury banks	6	13,252,193	13,698,435
Balances with other banks	7	1,001,074	1,977,797
Lendings to financial institutions	8	31,794,313	44,982,510
Investments	9	9,844,216	1,993,678
Advances	10	5,153,501	2,993,065
Property and Equipment	11	524,806	616,268
Right-of-use assets	12	301,221	332,002
Intangible assets		-	-
Deferred tax assets	13	390,537	290,360
Other assets	14	4,265,760	2,318,183
		66,527,621	69,202,299
LIABILITIES			
Bills payable	15	3,668,243	806,811
Borrowings		-	-
Deposits and other accounts	16	36,484,598	44,938,069
Lease Liabilities	17	439,007	448,092
Subordinated debt		-	-
Deferred tax liabilities		-	-
Other liabilities	18	9,639,781	8,291,103
		50,231,629	54,484,075
NET ASSETS		16,295,992	14,718,224
REPRESENTED BY			
Head office capital account		10,589,656	9,297,617
Reserves		-	-
Surplus / (Deficit) on revaluation of assets	19	(4,159)	656
Unremitted profit		5,710,496	5,419,951
		16,295,993	14,718,224
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 nine months period ended 30 September 2025

	Note	Three months period ended 30 September 2025	Three months period ended 30 September 2024	Nine months period ended 30 September 2025	Nine months period ended 30 September 2024
----- Rupees in '000 -----					
Mark-up / return / interest earned	21	1,234,312	2,546,826	4,013,322	7,377,735
Mark-up / return / interest expensed	22	373,450	1,170,496	1,219,457	2,890,485
Net mark-up / interest income		860,862	1,376,330	2,793,865	4,487,250
NON MARK-UP / INTEREST INCOME					-
Fee and commission income	23	126,949	152,046	384,492	389,352
Dividend income		-	-	-	-
Foreign exchange income		501,139	283,518	994,764	849,293
Income / (loss) from derivatives		-	-	-	-
Gain on securities	24	-	-	-	390
Other (loss) / income	25	16	-	61	(536)
Total non-markup / interest Income		628,104	435,564	1,379,317	1,238,499
Total Income		1,488,966	1,811,894	4,173,182	5,725,749
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	26	587,348	582,541	1,529,630	1,544,748
Workers Welfare Fund		18,827	25,024	54,709	84,319
Other charges	27	-	1,064	-	1,064
Total non-markup / interest expenses		606,175	608,629	1,584,339	1,630,131
Profit before credit loss allowance		882,791	1,203,265	2,588,843	4,095,618
Credit loss reversal and write offs - net	28	115	(1,008)	(3,808)	4,038
Extra ordinary / unusual items		-	-	-	-
PROFIT BEFORE TAXATION		882,906	1,202,257	2,585,035	4,099,656
Taxation	29	(470,217)	(577,063)	(1,374,935)	(2,105,510)
PROFIT AFTER TAXATION		412,689	625,194	1,210,100	1,994,146

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

Chief Country Officer
Pakistan

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Deutsche Bank AG, Pakistan Operations

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

Condensed Interim Statement of Comprehensive Income (Un-audited)

For nine months period ended 30 September 2025

	Three months period ended 30 September 2025	Three months period ended 30 September 2024	Nine months period ended 30 September 2025	Nine months period ended 30 September 2024
	------(Rupees in '000)-----			
Profit after taxation for the period	412,689	625,194	1,210,100	1,994,146
Other comprehensive income				
Items that may be reclassified to profit and loss account in subsequent periods:				
Movement in surplus / (deficit) on revaluation of investments - net of tax	(3,315)	4,584	(4,815)	15,139
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	409,374	629,778	1,205,285	2,009,285

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Chief Country Officer
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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 nine months period ended 30 September 2025

	Head office capital account	Deficit on revaluation of investments	Unremitted profit	Total
	------(Rupees in '000) -----			
Balance as at 01 January 2024	9,984,045	(5,366)	5,390,124	15,368,803
Change in accounting policy as at January 01, 2024 - note 3.1.2	-	-	5,588	5,588
Balance as at 01 January 2024 - as restated	9,984,045	(5,366)	5,395,712	15,374,391
Profit after taxation for the nine months period ended 30 September 2024	-	-	1,994,146	1,994,146
Other comprehensive income - net of tax	-	15,139	-	15,139
	-	15,139	1,994,146	2,009,285
Transactions with owners, recorded directly in equity				
Exchange adjustments on revaluation of capital	(26,746)	-	-	(26,746)
Remittance made to Head office	-	-	(2,439,601)	(2,439,601)
	(26,746)	-	(2,439,601)	(2,466,347)
Opening balance as at 01 October 2024	9,957,299	9,773	4,950,257	14,917,329
Profit after taxation for the three months period ended 31 December 2024	-	-	466,407	466,407
Other comprehensive income - net of tax	-	(9,117)	3,287	(5,830)
	-	(9,117)	469,694	460,577
Transactions with owners, recorded directly in equity				
Exchange adjustments on revaluation of capital	(659,682)	-	-	(659,682)
Remittance made to Head office	-	-	-	-
	(659,682)	-	-	(659,682)
Balance as at 01 January 2025 - as reported	9,297,617	656	5,419,951	14,718,224
Profit after taxation for the nine months period ended 30 September 2025	-	-	1,210,100	1,210,100
Other comprehensive income - net of tax	-	(4,815)	-	(4,815)
	-	(4,815)	1,210,100	1,205,285
Transactions with owners, recorded directly in equity				
Exchange adjustments on revaluation of capital	1,292,039	-	-	1,292,039
Remittance made to Head office	-	-	(919,555)	(919,555)
	1,292,039	-	(919,555)	372,484
Balance as at 30 June 2025	10,589,656	(4,159)	5,710,496	16,295,993

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 nine months period ended 30 September 2025

	Note	30 September 2025	30 September 2024
		----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		2,585,035	4,099,656
Adjustments for:			
Depreciation		96,933	148,965
Depreciation on right-of-use assets		46,835	-
Reversals in ECLs		3,807	(4,039)
(Loss) / gain on disposal of Property and equipment - net	25	(45)	1,197
Finance costs of lease liability		46,017	45,701
		<u>193,547</u>	<u>191,824</u>
		2,778,582	4,291,480
(Increase) / decrease in operating assets			
Lendings to financial institutions		13,188,197	(25,677,984)
Net investments in FVOCI securities			-
Advances		(2,396,345)	4,777,986
Others assets (excluding advance taxation)		(1,223,903)	580,698
		<u>9,567,949</u>	<u>(20,319,300)</u>
Decrease / (increase) in operating liabilities			
Bills payable		2,861,432	(14,127)
Borrowings from financial institutions		-	-
Deposits and other accounts		(8,453,473)	22,048,059
Other liabilities		1,723,132	1,198,587
		<u>(3,868,909)</u>	<u>23,232,519</u>
Income tax paid		<u>(2,384,790)</u>	<u>(2,039,613)</u>
Net cash used in operating activities		6,092,832	5,165,086
CASH FLOW FROM INVESTING ACTIVITIES			
(Investment) / redemption in securities - net			-
Net investments in FVOCI securities		(7,860,569)	(312,984)
Investments in Property and equipment		(5,469)	(18,040)
Proceeds from sale of Property and equipment		-	346
Net cash generated from investing activities		<u>(7,866,038)</u>	<u>(330,678)</u>
CASH FLOW FROM FINANCING ACTIVITIES			
Payment of lease liabilities		(22,244)	(60,667)
Remittance made to Head office		<u>(919,555)</u>	<u>(2,439,601)</u>
Net cash used in financing activities		<u>(941,799)</u>	<u>(2,500,268)</u>
Repayment of finance lease obligations		-	-
Effects of exchange rate changes on cash and cash equivalents		<u>1,292,039</u>	<u>(26,746)</u>
Increase in cash and cash equivalents during the period		<u>(1,422,966)</u>	<u>2,307,394</u>
Cash and cash equivalents at beginning of the period		<u>15,676,233</u>	<u>16,738,495</u>
Cash and cash equivalents at end of the period		<u>14,253,267</u>	<u>19,045,889</u>

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
Pakistan

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 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 2024.

2.3 Credit Ratings

The credit rating provided by Standard & Poor's on 10 July 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 26 May 2025 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

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, and accordingly have not been detailed in these condensed interim financial statements.

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 2024.

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 2024.

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 2024.

6 CASH AND BALANCES WITH TREASURY BANKS	Note	30 September 2025	31 December 2024
		----- (Rupees in '000) -----	
In hand			
Local currency		18,391	28,960
Foreign currency		17,886	17,432
		36,277	46,392
With State Bank of Pakistan in			
Local currency current account	6.1	2,232,296	3,788,613
Foreign currency current account	6.2	143,289	195,473
Foreign currency deposit account		10,841,554	9,670,915
		13,217,139	13,655,001
		13,253,416	13,701,393
Less: Credit loss allowance held against cash and balances with treasury banks	6.5	(1,223.00)	(2,957.76)
Cash and balances with treasury banks - net of credit loss allowance		13,252,193	13,698,435

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- 6.1** This represents current account maintained with SBP that includes requirements of section 22 (Cash Reserve Requirement) of the Banking Companies Ordinance, 1962 at a sum not less than such percentage of its demand and time liabilities in Pakistan as may be prescribed by SBP.
- 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 3.27% to 3.35% p.a during the period (31 December 2024: 3.53% to 4.35% p.a during 2024).
- 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 2.

7 BALANCES WITH OTHER BANKS	Note	30 September 2025	31 December 2024
		----- (Rupees in '000) -----	
In Pakistan			
Current account		500	1,000
Outside Pakistan			
Current account			
Interbranch	7.1	997,035	1,972,923
Others		3,539	3,875
		1,000,574	1,976,798
		1,001,074	1,977,798
Less: Credit loss allowance held against balances with other banks	7.2	0	(1)
Balances with other banks - net of credit loss allowance		1,001,074	1,977,797

- 7.1** This includes Rs. 826 million with Deutsche Bank New York, Rs. 161 million with Deutsche Bank Frankfurt and various others (31 December 2024: Rs. 1,770 million with Deutsche Bank New York, Rs. 200 million with Deutsche Bank Frankfurt, Rs. 164 million with Deutsche Bank Hong Kong and various others).

8 LENDINGS TO FINANCIAL INSTITUTIONS	Note	30 September 2025	31 December 2024
		----- (Rupees in '000) -----	
Repurchase agreement lendings (Reverse Repo)	8.1	31,794,313	44,982,510
8.1 Reverse repo transaction has been made with State Bank of Pakistan and commercial bank at a rate of 10% to 11.00% p.a (2024: 12%) maturing by 10 October, 2025 (31 December 2024: 2 January 2025). The market value of these securities at 30 September 2025 amounted to Rs.32,075.18 million (2024: Rs. 45,667.37 million).			

9 INVESTMENTS

30 September 2025				31 December 2024			
Cost / Amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value
----- (Rupees in '000) -----							
9,852,881	-	(8,665)	9,844,216	1,992,312	-	1,366	1,993,678
9,852,881	-	(8,665)	9,844,216	1,992,312	-	1,366	1,993,678
-	-	-	-	-	-	-	-
9,852,881	-	(8,665)	9,844,216	1,992,312	-	1,366	1,993,678

10 ADVANCES

	Performing		Non Performing		Total	
	30 September 2025	31 December 2024	30 September 2025	31 December 2024	30 September 2025	31 December 2024
(Rupees in '000)						
Loans, cash credits, running finances, etc.	3,891,146	2,993,671	30,885	30,885	3,922,031	3,024,556
Bills discounted and purchased	1,269,162	-	65,626	65,626	1,334,788	65,626
Advances - gross	5,160,308	2,993,671	96,511	96,511	5,256,819	3,090,182
Credit loss allowance against advances						
-Stage 1	(6,742)	(606)	-	-	(6,742)	(606)
-Stage 2	(65)	-	-	-	(65)	-
-Stage 3	-	-	(96,511)	(96,511)	(96,511)	(96,511)
	(6,807)	(606)	(96,511)	(96,511)	(103,318)	(97,117)
Advances - net of credit loss allowance	5,153,501	2,993,065	-	-	5,153,501	2,993,065

10.1 Particulars of advances (gross)

	30 September 2025	31 December 2024
(Rupees in '000)		
In local currency	5,191,193	3,024,556
In foreign currencies	65,626	65,626
	5,256,819	3,090,182

10.2 Advances include Rs.96,511 (December 31, 2024: Rs. 96,511) which have been placed under non-performing / Stage 3 status as detailed below:-

Category of Classification		30 September 2025		31 December 2024	
		Non performing loans	Credit loss allowance	Non performing loans	Credit loss allowance
(Rupees in '000)					
Domestic					
Loss	Stage 3	96,511	96,511	96,511	96,511

10.3 Particulars of credit loss allowance against advances

	30 September 2025				31 December 2024			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
(Rupees in '000)								
Opening balance	606	-	96,511	97,117	7,998	-	96,511	104,509
Impact of adoption of IFRS 9	-	-	-	-	(5,316)	-	-	(5,316)
Charge for the period / year	6,136	65	-	6,201	-	-	-	-
Reversals	-	-	-	-	(2,076)	-	-	(2,076)
Closing balance	6,742	65	96,511	103,318	606	-	96,511	97,117

10.4 Advances - Particulars of credit loss allowance

	30 September 2025		
	Stage 1	Stage 2	Stage 3
(Rupees in '000)			
Opening balance	606	-	96,511
Impact of adoption of IFRS 9	-	-	-
New Advances	6,136	65	-
	6,742	65	96,511

10.4.2 Advances - Category of classification

		30 September 2025	
		Outstanding amount	Credit loss allowance Held
Performing	Stage 1	5,160,308	(6,742)
Underperforming	Stage 2	-	(65)
Non-Performing	Stage 3	96,511	(96,511)
Loss		5,256,819	(103,318)

11	PROPERTY AND EQUIPMENT	Note	30 September	31 December
			2025	2024
			----- Rupees in '000 -----	-----
	Capital work-in-progress	11.1	11,110	6,228
	Property and equipment		513,696	610,040
			<u>524,806</u>	<u>616,268</u>
11.1	Capital work-in-progress			
	Advances to suppliers		<u>11,110</u>	<u>6,228</u>
12	RIGHT-OF-USE ASSETS			
	Buildings			
	At 01 January			
	Cost		494,434	494,434
	Accumulated Depreciation		(162,432)	(107,048)
	Net Carrying amount at 01 January		<u>332,002</u>	<u>387,386</u>
	Additions during the year		16,058	-
	Depreciation Charge for the period / year		(46,839)	(55,384)
	Net Carrying amount at the end of the period / year		<u>301,221</u>	<u>332,002</u>
13	DEFERRED TAX ASSETS			
	Deductible Temporary Differences on			
	- Deficit on revaluation of investments		4,507	(710)
	- Accelerated tax depreciation		(57,978)	66,296
	- Provision against advances, off balance sheet etc.		1,540	(440)
	- Workers' Welfare Fund		308,045	279,596
	- Provision against advances, off balance sheet etc.		188,805	-
	- Lease Liability		444,919	344,742
	Taxable Temporary Differences on			
	- Post retirement employee benefits		(54,382)	(54,382)
			<u>390,537</u>	<u>290,360</u>
14	OTHER ASSETS			
	Income / Mark-up accrued in local currency		204,117	186,046
	Income / Mark-up accrued in foreign currency		-	22,665
	Advances, deposits, advance service charges / rent and other prepayments		321,092	40,534
	Advance taxation (payments less provisions)		2,260,770	1,345,877
	Receivable from defined benefit plan		93,184	93,184
	Branch adjustment account		-	(1,950)
	Branch adjustment account		(6,389)	
	Marked to market gains on forward foreign exchange contracts		4,781	2
	Acceptances		1,057,274	494,463
	Others		335,603	142,036
			<u>4,270,432</u>	<u>2,322,857</u>
	Less: Credit loss allowance held against other assets	14.1	(4,674)	(4,674)
			<u>4,265,758</u>	<u>2,318,183</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>3,668,243</u>	<u>806,811</u>

16 DEPOSITS AND OTHER ACCOUNTS

	30 September 2025			31 December 2024		
	In Local Currency	In Foreign currencies	Total	In Local Currency	In Foreign currencies	Total
	----- Rupees in '000 -----					
Customers						
Non-Remunerative						
Current deposits	17,560,085	2,561,259	20,121,344	19,202,426	2,616,410	21,818,836
Others	596,399	-	596,399	841,031	-	(530,355)
Remunerative						
Savings deposits	8,783,892	67	8,783,959	14,870,752	66	14,870,818
Term deposits	6,980,000	-	6,980,000	7,405,000	-	7,405,000
	33,920,376	2,561,326	36,481,702	42,319,209	2,616,476	44,935,685
Financial Institutions						
Non-remunerative deposits - inter branch	2,896	-	2,896	2,384	-	2,384
	<u>33,923,272</u>	<u>2,561,326</u>	<u>36,484,598</u>	<u>42,321,593</u>	<u>2,616,476</u>	<u>44,938,069</u>

17 LEASE LIABILITIES

	Note	30 September 2025	31 December 2024
Outstanding amount at the start of the year		448,092	468,322
Additions during the year		16,058	-
Lease payments including interest		(71,160)	(80,889)
Interest expense		46,017	60,659
Outstanding amount at the end of the year		<u>439,007</u>	<u>448,092</u>
Liabilities Outstanding			
Not later than one year		(1,630)	24,048
Later than one year and upto five years		160,522	201,416
Over five years		280,114	222,629
Total at the year end		<u>439,006</u>	<u>448,092</u>

18 OTHER LIABILITIES

		30 September 2025	31 December 2024
		----- Rupees in '000 -----	
Mark-up/ Return/ Interest payable in local currency		211,952	14,025
Mark-up/ Return/ Interest payable in foreign currency		-	-
Unearned commission and income on bills discounted		24,116	33,384
Accrued expenses		583,755	703,466
Acceptances		1,057,274	494,463
Dividends received for Custodial clients		72,168	24,417
Marked to market loss on forward foreign exchange contracts		188	-
Payable to Deutsche Bank Singapore		-	6,195
Unremitted head office expenses		6,228,615	6,222,039
Credit loss allowance against off-balance sheet obligations	18.1	3,462	4,120
Workers Welfare Fund		592,392	537,683
Others		865,859	251,311
		<u>9,639,781</u>	<u>8,291,103</u>

18.1 Credit loss allowance against off-balance sheet obligations

Opening balance	4,120	6,121
Impact of adoption of IFRS 9	(272)	
Charge for the period / year	-	-
Reversals	(658)	(1,729)
	(658)	(1,729)
Closing balance	<u>3,462</u>	<u>4,120</u>

19 SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS

Deficit on revaluation of:		
- FVOCI securities - debt	(8,665)	1,366
- Available for sale securities	-	-
Deferred tax on deficit on revaluation of:		
- FVOCI securities - debt	4,506	(710)
- Available for sale securities	-	-
	<u>(4,159)</u>	<u>656</u>

20 CONTINGENCIES AND COMMITMENTS

		30 September 2025	31 December 2024
		----- Rupees in '000 -----	
-Guarantees	20.1	12,650,393	13,643,792
-Commitments	20.2	32,845,352	31,724,185
		<u>45,495,745</u>	<u>45,367,977</u>

20.1 Guarantees			
Financial guarantees		<u>12,650,393</u>	<u>13,643,792</u>
20.2 Commitments			
Documentary credits and short-term trade-related transactions:			
- letters of credit		<u>2,940,691</u>	4,908,132
Commitments in respect of:			
- forward foreign exchange contracts	20.2.1	<u>1,785,971</u>	92,545
- forward lending	20.2.2	<u>28,118,690</u>	26,723,507
Commitments for acquisition of:			
- operating fixed assets		-	-
Forward sale of investments		-	-
		<u>32,845,352</u>	<u>31,724,185</u>
20.2.1 Commitments in respect of forward foreign exchange contracts		30 September 2025	31 December 2024
		----- Rupees in '000 -----	
Purchase		<u>880,690</u>	<u>92,545</u>
Sale		<u>905,281</u>	-
		<u>1,785,971</u>	<u>92,545</u>
The maturities of above contracts are spread over a period of six months			
20.2.2 Commitments in respect of forward lending			
These represent commitments that are revocable because these can be withdrawn at the discretion of the bank			
20.3 Other contingent liabilities			
The Pakistan Operations has Rs. 549 million as contingent tax liabilities (December 31, 2024: Rs. 549 million). 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, which had created a contingency of Rs. 357 million, to the officer for examination. Further, the CIRA deleted various other items in the same appellate order in favor of the bank reversing contingencies of Rs. 5 million. 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 Operation is vigorously contesting at different fora and confident that no additional liabilities would arise. In January 2025, FBR has issued show cause notices to DB for tax year 2019 to 2023 to explain the tax treatment of FX adjustment in Head Office Capital account. DB has responded to these notices and clarified that the treatment of FX adjustment is in line with the Seventh Schedule of the Income Tax Ordinance.			
21 MARK-UP / RETURN / INTEREST EARNED		Nine months period ended 30 September 2025	Nine months period ended 30 September 2024
		----- Rupees in '000 -----	
On:			
Loans and advances		<u>608,730</u>	821,557
Investments		<u>490,196</u>	824,148
Lendings to financial institutions		<u>2,848,929</u>	5,654,638
Balances with banks		<u>60,288</u>	77,269
Others		<u>5,179</u>	123
		<u>4,013,322</u>	<u>7,377,735</u>
21.1 Interest income recognised on:			
Financial assets measured at amortised cost		<u>3,523,126</u>	<u>6,553,587</u>
Financial assets measured at FVOCI		<u>490,196</u>	<u>824,148</u>
		<u>4,013,322</u>	<u>7,377,735</u>
22 MARK-UP / RETURN / INTEREST EXPENSED			
On:			
Deposits		<u>1,171,185</u>	2,840,994
Borrowings		<u>2,255.00</u>	3,790
Finance cost of lease liability		<u>46,017</u>	45,701
		<u>1,219,457</u>	<u>2,890,485</u>
23 FEE & COMMISSION INCOME			
Commission on trade		<u>206,172</u>	209,319
Commission on guarantees		<u>63,890</u>	59,287
Commission on cash management		<u>7,142</u>	24,678
Commission on remittances including home remittances		<u>329</u>	297
Commission on custodial services		<u>106,959</u>	95,771
		<u>384,492</u>	<u>389,352</u>

		Nine months period ended 30 September 2025	Nine months period ended 30 September 2024
	Note	----- Rupees in '000 -----	
24 GAIN ON SECURITIES			
Realised loss	24.1	-	390
24.1 Realised loss on:			
Federal Government Securities		-	390
25 OTHER (LOSS) / INCOME			
(Loss) / gain on sale of fixed assets - net		45	(1,197)
Prior years refunds on utilities costs		-	-
Others		16	661
		61	(536)
26 OPERATING EXPENSES			
Total compensation expense		604,898	557,015
Property expense			
Rent & taxes		1,701	1,203
Insurance		8,992	8,550
Utilities cost		10,849	14,403
Security (including guards)		9,475	10,120
Repair & maintenance (including janitorial charges)		32,566	40,529
Depreciation		42,926	41,486
Depreciation on right-of-use assets		46,835	41,538
		153,344	157,829
Information technology expenses			
Software maintenance		2,627	6,009
Hardware maintenance		31,958	40,097
Depreciation		26,882	31,670
Network charges		40,934	30,685
		102,401	108,461
Other operating expenses			
Legal & professional charges		19,176	21,153
Outsourced services costs		87,745	86,780
Travelling & conveyance		6,859	4,101
NIFT clearing charges		1,318	476
Depreciation		27,125	34,271
Training & development		33	84
Postage & courier charges		2,402	2,221
Communication		8,794	3,124
Head office / regional office expenses		497,121	549,046
Stationery & printing		5,262	14,961
Donations		-	-
Auditors Remuneration		6,757	5,929
Others		5,978	(1,323)
		668,987	721,443
		1,529,630	1,544,748
27 OTHER CHARGES			
Others		-	1,064
		-	1,064
28 CHARGE/(REVERSALS) OF CREDIT LOSS ALLOWANCE			
Credit loss allowance against loans & advances		6,201	(2,260)
Credit loss allowance against off-balance sheet obligations		(658)	(1,778)
Credit loss allowance held against cash and balances with treasury banks		(1,735)	-
Credit loss allowance held against balances with other banks		(1)	-
Bad debts written off directly		-	-
Recovery of written off / charged off bad debts		-	-
		3,808	(4,038)
29 TAXATION			
Current		1,469,897	2,129,227
Deferred		(94,962)	(23,717)
		1,374,935	2,105,510

30 FAIR VALUE MEASUREMENTS

Fair value measurement defines fair value as the price that would be received from the sale of an asset or paid to transfer a liability in an orderly transaction between market participant at the measurement date. The fair value of other assets, other liabilities, fixed term deposits and borrowings cannot be calculated with sufficient reliability due to the absence of a current and active market for these assets and liabilities and reliable data regarding market rates for similar instruments.

In the opinion of the management, the fair value of the remaining financial assets and liabilities are not significantly different from their carrying values since these are either short-term in nature or, in the case of customer loans and deposits, are frequently repriced.

30.1 Fair value of financial assets

The Pakistan Operations measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

- Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Fair value measurements using input for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

30 September 2025				
Fair Value				
	Level 1	Level 2	Level 3	Total
1837077	----- (Rupees in '000) -----			
On balance sheet financial instruments				
Financial assets measured at fair value				
Investments				
- Federal Government Securities	-	9,844,216	-	9,844,216
Off-balance sheet financial instruments measured at fair value				
Forward purchase of foreign exchange	-	885,471	-	885,471
Forward sale of foreign exchange	-	905,281	-	905,281
31 December 2024				
Fair Value				
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
On balance sheet financial instruments				
Financial assets measured at fair value				
Investments				
- Federal Government Securities	-	1,993,678	-	1,993,678
Advances				
Off-balance sheet financial instruments measured at fair value				
Forward purchase of foreign exchange	-	92,547	-	92,547
Forward sale of foreign exchange				

30.2 Valuation techniques used in determination of fair values:

Financial instruments included in level 2 comprise of Market Treasury Bills and forward foreign exchange contracts.

Item	Valuation approach and input used
Forward foreign exchange contracts	The valuation has been determined by interpolating the FX revaluation rates announced by the State Bank of Pakistan.
Market Treasury Bills (MTB)	The fair value of MTBs are derived using PKRV rates.

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.

	Nine months period ended 30 September 2025			
	Corporate Bank	Investment Bank	Infrastructure & Regional Management	Total
	----- (Rupees in '000) -----			
Profit & Loss				
Net mark-up / return	(579,919)	(62,558)	3,436,342	2,793,865
Inter segment revenue - net	2,620,377	(176,486)	(2,443,891)	-
Non mark-up / return / interest income	408,274	1,012,965	(41,922)	1,379,317
Total Income	2,448,732	773,921	950,529	4,173,182
Segment direct expenses	(583,026)	(94,397)	(906,916)	(1,584,339)
Inter segment expense allocation	(360,025)	(39,747)	399,772	-
Total expenses	(943,051)	(134,144)	(507,144)	(1,584,339)
Reversals / (Provisions)	(3,808)	-	-	(3,808)
Profit before tax	1,505,681	639,777	443,385	2,585,035
	30 September 2025			
	Corporate Bank	Investment Bank	Infrastructure & Regional Management	Total
	----- (Rupees in '000) -----			
Balance Sheet				
Cash & Bank balances	-	-	14,253,266	14,253,266
Investments	-	-	-	-
Net inter segment lending	5,128,092	-	104,780,051	109,908,143
Lendings to financial institutions	-	-	31,794,313	31,794,313
Investments	-	-	9,844,216	9,844,216
Advances - performing	5,160,308	-	-	5,160,308
- non-performing	96,511	-	-	96,511
- provision against advances	(103,318)	-	-	(103,318)
Others	1,567,393	-	3,914,931	5,482,324
Total Assets	11,848,986	-	164,586,778	176,435,763
Borrowings	-	-	-	-
Deposits & other accounts	36,481,702	-	2,896	36,484,598
Net inter segment borrowing	37,475,170	-	72,432,973	109,908,143
Others	5,033,753	188	8,713,090	13,747,031
Total liabilities	78,990,625	188	81,148,959	160,139,772
Equity	-	-	16,295,991	16,295,991
Total Equity & liabilities	78,990,625	188	97,444,950	176,435,763
Contingencies & Commitments	43,709,774	1,785,971	-	45,495,745

Nine months period ended 30 September 2024				
	Corporate Bank	Investment Bank	Infrastructure & Regional Management	Total
	(Rupees in '000)			
Profit & Loss				
Net mark-up / return	(2,026,024)	(1,478)	6,514,752	4,487,250
Inter segment revenue - net	5,148,102	(4,937)	(5,143,165)	-
Non mark-up / return / interest income	511,606	757,191	(30,298)	1,238,499
Total Income	3,633,684	750,776	1,341,289	5,725,749
Segment direct expenses	(1,117,834)	(182,881)	(329,416)	(1,630,131)
Inter segment expense allocation	-	-	-	-
Total expenses	(1,117,834)	(182,881)	(329,416)	(1,630,131)
Reversals / (Provisions)	4,038	-	-	4,038
Profit before tax	2,515,850	567,895	1,011,873	4,099,656
31 December 2024				
	Corporate Bank	Investment Bank	Infrastructure & Regional Management	Total
	(Rupees in '000)			
Balance Sheet				
Cash & Bank balances	-	-	15,676,233	15,676,233
Net inter segment lending	-	-	83,425,998	83,425,998
Lendings to financial institutions	-	-	44,982,510	44,982,510
Investments	-	-	1,993,678	1,993,678
Advances - performing	2,993,671	-	-	2,993,671
- non-performing	96,511	-	-	96,511
Others	689,321	2	2,867,490	3,556,813
Total Assets	3,682,386	2	148,945,909	152,628,297
Borrowings	-	-	-	-
Deposits & other accounts	44,935,686	-	2,383	44,938,069
Net inter segment borrowing	83,425,994	4	-	83,425,998
Others	1,426,939	-	8,119,067	9,546,006
Total liabilities	129,788,619	4	8,121,450	137,910,073
Head office account (Equity)	-	-	14,718,224	14,718,224
Total Equity & liabilities	129,788,619	4	22,839,674	152,628,297
Contingencies & Commitments	45,275,431	92,545	-	45,367,977

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:

	30 September 2025			31 December 2024		
	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	996,998	-	-	1,972,886	-	-
Advances						
Opening balance	-	1,657	-	-	10,103	-
Addition during the period	-	34,875	-	-	-	-
Repaid during the period	-	(1,957)	-	-	(5,799)	-
Transfer in / (out) - net	-	4,170	-	-	(2,647)	-
Closing balance	-	38,745	-	-	1,657	-
Other Assets						
Receivable from staff retirement fund	-	-	93,184	-	-	93,184
Borrowings						
Opening balance	-	-	-	-	-	-
Borrowings during the period	-	-	-	-	-	-
Settled during the period	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-
Deposits and other accounts						
Opening balance	2,384	12,824	118,926	496	8,027	9,966
Received during the period	5,444	68,358	1,453,040	2,908	87,557	1,120,218
Withdrawn during the period	(4,932)	(67,737)	(967,287)	(1,019)	(77,618)	(1,011,258)
Transfer in / (out) - net	-	(3,837)	-	-	(5,142)	-
Closing balance	2,896	9,608	604,679	2,384	12,824	118,926
Other Liabilities						
Other liabilities	6,228,615	-	-	6,247,340	-	-
Contingencies and Commitments						
Other contingencies	3,870,211	-	-	4,408,304	-	-

	Three months period ended			
	30 September 2025		30 September 2024	
	Head office and branches	Key management personnel	Head office and branches	Key management personnel
	(Rupees in '000)			
Income				
Mark-up / return / interest earned	50,234	163	62,699	57
Expense				
Mark-up / return / interest paid	355	-	-	487
Operating expenses	504,791	87,683	549,046	55,259

30 September	31 December
2025	2024
(Un-audited)	(Audited)
----- (Rupees in '000) -----	

33 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

Minimum Capital Requirement (MCR):

Paid-up capital (net of losses)	16,295,988	14,683,528
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Capital Adequacy Ratio (CAR):

Eligible Common Equity Tier 1 (CET 1) Capital	16,295,988	14,683,528
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	16,295,988	14,683,528
Eligible Tier 2 Capital	11,493	8,340
Total Eligible Capital (Tier 1 + Tier 2)	16,307,481	14,691,868

Risk Weighted Assets (RWAs):

Credit Risk	17,533,967	14,193,709
Market Risk	705,857	132,392
Operational Risk	11,727,729	11,727,729
Total	29,967,553	26,053,830

Common Equity Tier 1 Capital Adequacy Ratio	54.38%	56.36%
Tier 1 Capital Adequacy Ratio	54.38%	56.36%
Total Capital Adequacy Ratio	54.42%	56.39%

Leverage Ratio (LR):

Eligible Tier-1 Capital	16,295,988	14,683,528
Total Exposure	83,644,490	88,213,139
Leverage Ratio	19.48%	16.65%

Liquidity Coverage Ratio (LCR):

Total High Quality Liquid Assets	41,140,613	46,652,850
Total Net Cash Outflow	13,315,518	15,190,865
Liquidity Coverage Ratio	309%	307%

Net Stable Funding Ratio (NSFR):

Total Available Stable Funding	38,053,933	40,037,788
Total Required Stable Funding	15,754,471	12,941,480
Net Stable Funding Ratio	242%	309%

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 October, 2025.

Chief Country Officer
Pakistan

Chief Financial Officer
Pakistan