

# Commercial Banks

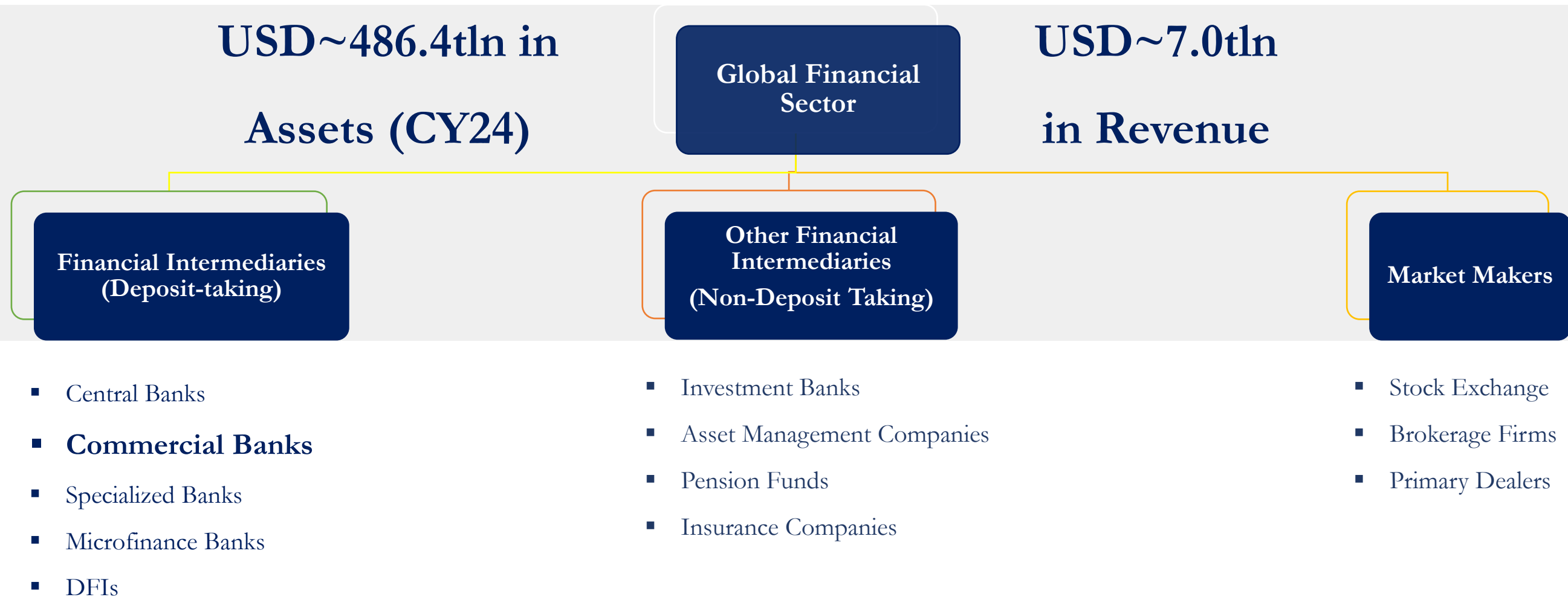
May 2025



# CONTENTS

- Global Financial Sector
- Domestic Economy | Trend Analysis
- Government Debt: An Overview
- Government Debt & The Banking Sector
- Scheduled Banks | Five Years at A Glance
- Local Banks Market Share: *Deposit-wise*
- A Granular Look| Bank Wise
  - *Advances, Deposits, Profitability, CAR*
- Interest Rates & The Banking Spreads
- Digital Banks
- Regulatory Updates
- Islamic Banking Overview
- Rating Curve
- Bibliography

# How Big is the Global Financial Sector?

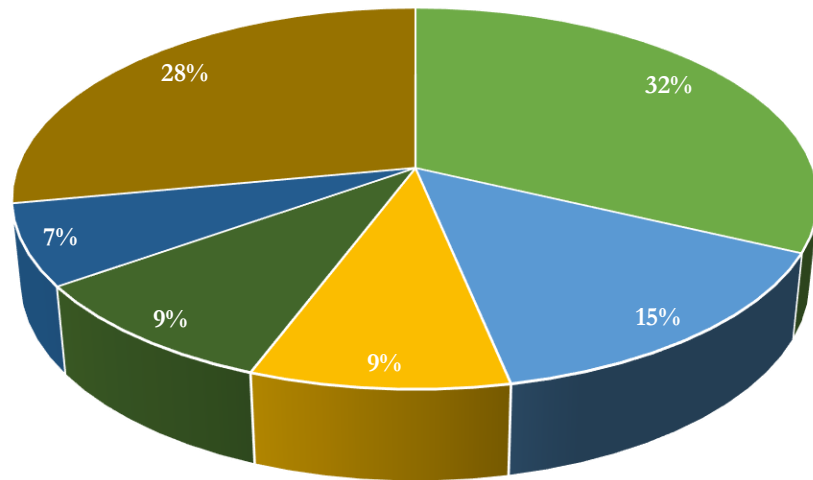


Note: This classification is not completely exhaustive.

# Global Banking At a Glance

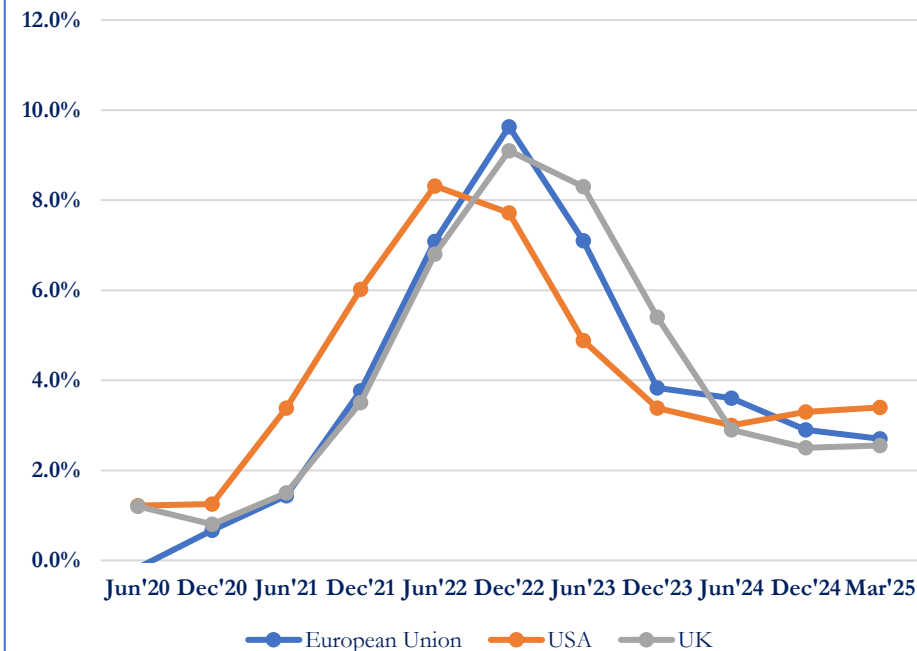
- Global inflation and interest rate trends in the UK, USA, and EU reflect a delicate balancing act between curbing inflation and supporting slowing GDP growth. Global GDP growth is projected at ~2.8% for CY25 and ~3.0% for CY26 (CY24: ~3.3%) on the back of a negative supply shock to the global economy in the form of US-imposed trade tariffs and retaliatory measures by China. Average global inflation is set to clock in at ~4.3% in CY25 and ~3.6% in CY26 (CY24: ~5.7%).
- Recent monetary policy reviews show cautious easing in the UK and EU, while the U.S. Fed remains steady amid lingering inflation risks. As of Mar'25, average inflation in the EU, USA and UK stood at ~2.7%, ~3.4% and ~2.6%, whereas period-end interest rates recorded at ~2.7%, ~4.3% and ~4.5%, respectively. Persistent inflationary pressures in the USA result from rising goods prices, potentially due to tariffs.

Country-wise Share in Assets (%) | Top 100 Banks

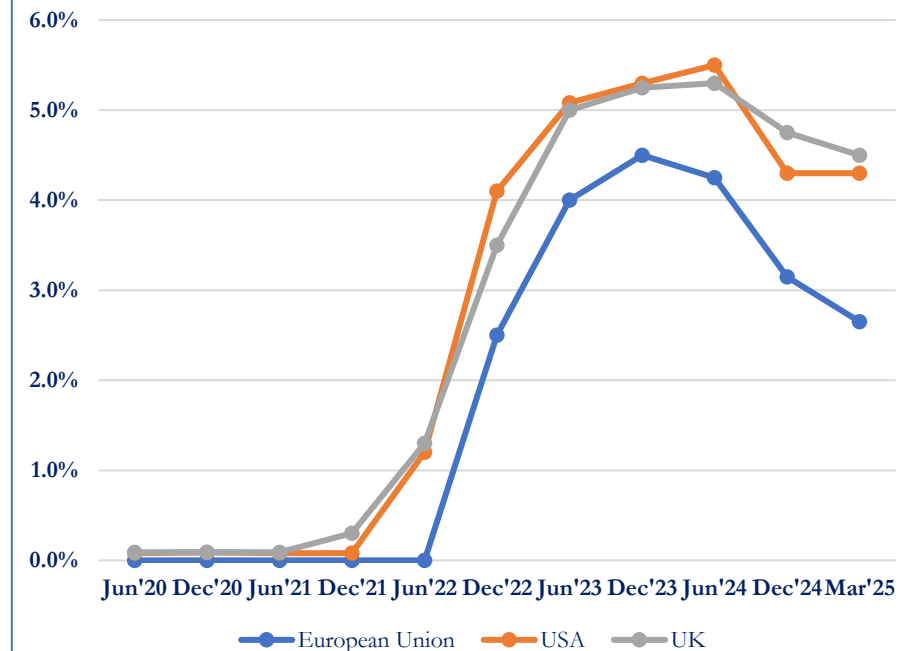


■ China ■ USA ■ Japan ■ France ■ UK ■ Others

Average Inflation (%)



Period-End Interest Rate (%)



# Pakistan's Macroeconomy | A 5-Year Odyssey

Figures in PKR bln, unless stated otherwise

Sector-wise Particulars	FY20	FY21	FY22	FY23	FY24	1HFY25
<b>Real Sector</b>						
<b>GDP (Nominal)</b>	44,747	52,254	63,287	89,955	105,741	54,358
<b>GDP (Real)</b>	34,587	36,582	38,839	38,775	39,734	20,173
<b>Real GDP Growth (%)</b>	-0.9	5.8	6.2	-0.2	2.5	1.50
<b>LSM Growth (%)</b>	-11.0	11.6	11.9	-10.3	-0.1	-1.80
<b>Fiscal Sector</b>						
<b>Fiscal Deficit (% of GDP)</b>	-7.1	-6.1	-7.9	-7.7	-6.8	-1.2
<b>Government Debt</b>	35,107	38,704	47,832	60,840	68,914	71,647
<b>Local</b>	23,283	26,625	31,085	38,809	47,160	49,883
<b>Foreign</b>	11,824	12,079	16,747	22,031	21,754	21,764
<b>Government Debt (% of GDP)</b>	78.5	74.1	75.6	76.4	65.2	--
<b>Monetary Sector</b>						
<b>Monetary Policy Rate (%) (Period-End)</b>	7.0	7.0	13.8	22.0	22.0	13.0
<b>Avg. Exchange Rate (PKR/USD)</b>	158.4	160.5	191.9	247.7	283.2	278.2
<b>Avg. Real Effective Exchange Rate (Index)</b>	96.8	98.7	97.6	92.2	97.4	103.7
<b>Avg. Headline Inflation (%)</b>	10.7	8.9	21.3	29.4	23.9	7.30
<b>External Sector (USD mln, unless otherwise stated)</b>						
<b>FX Reserves (SBP)</b>	12,132.0	17,299.0	9,815.0	4,445.0	9,400.0	11,732.0
<b>Remittances</b>	23,132.0	29,450.0	31,279.0	27,332.0	30,251.0	20,850.0
<b>Trade Balance</b>	-21,109.0	-28,155.0	-48,385.0	-24,819.0	-22,177.0	-11,636.0
<b>Current Account Balance</b>	-4,449.0	-2,820.0	-17,481.0	-3,275.0	-2,072.0	1,160.0
<b>Primary Balance (% of GDP)</b>	-1.6	-1.2	-3.1	-1.0	0.9	2.9.

## 9MFY25 Statistics

- GDP (Nominal): PKR~83,810bln
- GDP (Real): PKR~32,406bln
- LSM: -1.5%
- Fiscal Deficit: -2.4%
- Total Government Debt: PKR~73,688bln
- Policy Rate: 11.0%
- Average Exchange Rate: PKR~278.7/USD
- Average REER: ~101.7
- Avg. Headline Inflation: 5.40%
- Forex Reserves (SBP): USD~10,639mln
- Remittances: USD~28,029mln
- Trade Balance: USD~-18,728mln
- Current Account Balance: USD~1,868mln
- Primary Balance (% of GDP): ~2.8%

## Real GDP Growth Projections | FY25

- 2.5%-3.5% YoY (SBP)
- 3.6% (GOP)
- 2.6% (IMF)
- 2.7% (WB)
- 2.5% (ADB)
- Provisional (PBS): 2.6%

# Pakistan's Macroeconomy | A 5-Year Odyssey



Figures in PKR bln, unless stated otherwise

Components	FY20	FY21	FY22	FY23	FY24	As of Apr'25
Currency in Circulation - M1 (A)	6,142	6,910	7,572	9,149	9,153	10,068
Other Deposits with SBP - M1 (B)	41	68	95	112	63	52
Total Deposits with Banks* ( C )	14,725	17,320	19,935	22,262	26,666	26,878
Demand Deposits	12,665	15,351	17,759	20,002	24,076	24,632
Time Deposits	985	922	963	733	985	536
Residents Foreign Currency Deposits	1,075	1,046	1,213	1,527	1,605	1,710
Broad Money (M2) (A+B+C)	20,908	24,298	27,602	31,523	35,882	36,998
YoY Growth (%) M2	17.5%	16.2%	13.6%	14.2%	13.8	3.1%

\*Excluding inter-bank deposits, deposits of governments and foreign constituents.

# Government Debt | Overview

Figures in PKR bln, unless stated otherwise										
Break-up of Total Debt Profile	CY21	% Share	CY22	% Share	CY23	% Share	CY24	% Share	As of Mar'25	% Share
Total Government Debt (E+D)	41,548	100%	51,059	100%	65,188	100%	71,647	100%	73,688	100%
Total Domestic Debt (A+B+C) (E)	26,752	64%	33,179	65%	42,588	65%	49,883	69%	51,518	70%
Long-term (A)	21,069	79%	26,913	81%	34,099	80%	41,106	82%	43,595	84%
G-Sec Securities	16,405	100%	22,946	100%	30,027	100%	36,925	100%	39,619	100%
PIBs	15,175	93%	20,301	88%	25,608	85%	31,216	85%	33,622	85%
GOP Ijara Sukuks	1,230	7%	2,645	12%	4,419	15%	5,709	16%	5,997	15%
Others	4,664	100%	3,967	100%	4,072	100%	3,738	100%	3,811	100%
Savings Scheme (Net of Prize Bonds)	3,465	74%	2,961	75%	2,742	67%	2,786	74%	2,861	75%
SBP's on-lending to GoP against SDRs Allocation	475	10%	475	12%	475	12%	475	12%	475	13%
Prize Bonds	372	8%	382	10%	383	9%	394	10%	401	11%
Others (Postal Life Insurance, GP Fund)	351	8%	149	4%	473	12%	83	2%	74	2%
Short-term (B)	5,644	21%	6,156	19%	8,370	20%	8,602	18%	7,860	15%
Market Treasury Bills	5,644	100%	6,156	100%	8,370	100%	8,602	100%	7,860	100%
Naya Pakistan Certificates (C)	39	0%	110	0%	119	0%	81	0%	63	0%
Total External Debt (D)	14,796	36%	17,880	35%	22,600	35%	21,764	31%	22,170	30%
Long Term	14,571	98%	17,724	99%	22,572	100%	21,454	99%	21,904	99%
Short Term	225	2%	156	1%	28	0%	310	1%	266	1%

Banks' share in PIBs as of Mar'25: ~81.6%

Banks' share in MTBs as of Mar'25: ~58.3%

# Government Debt and The Banking System



## Local | Government Debt & Banks

Figures in PKR bln, unless stated otherwise										
Government Debt Profile	CY21	% Share	CY22	% Share	CY23	% Share	CY24	% Share	As of Mar'25	% Share
Total Government Debt	41,547	100%	51,058	100%	65,195	100%	71,647	100%	73,688	100%
Domestic	26,751	64%	33,178	65%	42,594	65%	49,883	70%	51,518	69.9%
External	14,796	36%	17,880	35%	22,601	35%	21,764	30%	22,170	30.1%
Share of Banking Sector in Total Govt. Debt	13,376	32.2%	17,253	33.8%	24,279	37.2%	27,436	38.3%	27,562	37.4%
Domestic	13,376	50.0%	17,253	52.0%	24,279	57.0%	27,436	55.0%	27,562	53.5%

A magnifying glass is positioned over a financial document, focusing on a line graph. The graph shows two data series: 'Today' (solid line) and 'One week ago' (dashed line). The x-axis is labeled 'Months' with values 1, 3, 6, 2, 3, 5, 10, 30. The y-axis has values 2.0, 3.0, 4.0. To the left of the magnifying glass is a portion of a silver calculator with buttons for '+', '-', 'x', and '÷'. The background document includes sections titled 'BOND INDICES', 'EMERGING EURO', and 'TEN YEAR'.

# Banking through a Lens

# Banking | Looking Back on the Years

Figures in PKR bln, unless stated otherwise

Financial Position	CY20	CY21	CY22	CY23	CY24
<b>Total Assets</b>	<b>24,145</b>	<b>28,902</b>	<b>34,127</b>	<b>43,889</b>	<b>50,862</b>
Advances (Gross) *	9,023	10,505	12,268	12,428	16,038
Advances (Net)	8,099	9,852	11,525	11,550	14,965
Investments	11,542	13,864	17,313	24,931	28,383
Others	4,505	5,186	5,289	7,741	7,734
<b>Liabilities</b>	<b>23,261</b>	<b>27,895</b>	<b>33,257</b>	<b>43,064</b>	<b>49,880</b>
Borrowings from Financial Institutions	3,217	4,602	7,486	11,273	14,598
<b>Deposits</b>	<b>18,182</b>	<b>21,171</b>	<b>22,778</b>	<b>28,225</b>	<b>30,741</b>
Deposits with Financial Institutions	1,273	1,482	911	1,694	1,537
Deposits with Customers	16,909	19,689	21,866	26,532	29,204
Other Liabilities	1,862	2,122	2,993	3,566	4,541
<b>Equity</b>	<b>1,715</b>	<b>1,803</b>	<b>1,923</b>	<b>2,531</b>	<b>3,053</b>
<b>Net Interest Income</b>	<b>796</b>	<b>791</b>	<b>1,094</b>	<b>1,718</b>	<b>1,919</b>
<b>Profit Before Tax (PBT)</b>	<b>385</b>	<b>446</b>	<b>643</b>	<b>1,171</b>	<b>1,276</b>
<b>Profit After Tax (PAT)</b>	<b>233</b>	<b>264</b>	<b>307</b>	<b>576</b>	<b>611</b>
<b>Capital Adequacy Ratio (CAR)</b>	<b>17.5%</b>	<b>15.4%</b>	<b>16.2%</b>	<b>19.3%</b>	<b>20.4%</b>
<b>Advance to Deposit Ratio (ADR)</b>	<b>50.9%</b>	<b>55.0%</b>	<b>53.9%</b>	<b>45.8%</b>	<b>51.0%</b>
<b>Current Account Saving Account (CASA)</b>	<b>71.7%</b>	<b>72.0%</b>	<b>76.0%</b>	<b>76.7%</b>	<b>79.0%</b>
<b>Return on Equity (ROE)</b>	<b>15.0%</b>	<b>14.0%</b>	<b>14.0%</b>	<b>22.2%</b>	<b>18.7%</b>
<b>Return on Asset (ROA)</b>	<b>1.8%</b>	<b>1.7%</b>	<b>1.8%</b>	<b>2.7%</b>	<b>2.7%</b>
<b>Drag on Equity</b>	<b>5.0%</b>	<b>4.0%</b>	<b>5.0%</b>	<b>4.1%</b>	<b>0.0%</b>

**Note:** Data is reflective of 23 commercial banks. Gross Advances for CY20, Investments, Borrowings from Fis, Total Liabilities and Net Interest Income data are from SBP compendium.

# Local Banks | The Race to the Top



Extra Large Banks (>10%)			Large Banks (5-10%)			Medium Banks (2-5%)			Small Banks (<2%)		
Sr.	Name	Market Share	Sr.	Name	Market Share	Sr.	Name	Market Share	Sr.	Name	Market Share
1	Habib Bank Ltd.	13.3%	1	United Bank Ltd.	8.6%	1	Bank of Punjab	5.0%	1	Soneri Bank Ltd.	1.9%
2	National Bank of Pakistan	11.9%	2	Meezan Bank Ltd.	7.9%	2	Askari Commercial Bank Ltd.	4.5%	2	JS Bank Ltd.	1.8%
			3	Bank Al Habib Ltd.	7.3%	3	Habib Metropolitan Ltd.	3.8%	3	Bank Islami	1.7%
			4	Bank Alfalah Ltd.	7.1%	4	Faysal Bank Ltd.	3.7%	4	Bank Of Khyber	1.1%
			5	Muslim Commercial Bank Ltd.	6.5%	5	Standard Chartered Bank Ltd.	2.7%	5	Dubai Islamic Bank Pakistan Ltd.	1.1%
			6	Allied Bank Ltd.	5.9%				6	Sindh Bank Pvt. Ltd	0.8%
									7	MCB Islamic Bank Ltd.	0.7%
									8	Al Baraka Bank Pakistan Ltd.	0.7%
									9	Bank Makramah Ltd. (formerly Summit)	0.6%
									10	Samba Bank	0.5%

Note: Market Shares are based on Deposits as of CY24.

# Bank-wise Advances

Figures in PKR bln, unless stated otherwise

Extra Large Banks		Gross Advances				Growth (%)	NPLs				Infection Ratio (%)				ADR (%)				Market Share (%)			
Sr.	Name	CY23	CY24	1QCY24	1QCY25	CY24	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25
1	HBL	1,760.3	2,381.0	1,674.6	1,878.3	35.3	94.3	100.3	95.3	99.4	5.4	4.2	5.7	5.3	45.5	58.2	40.8	44.8	14.2	14.8	13.9	13.4
2	NBP	1,631.0	1,673.0	1,476.0	1,567.8	2.6	220.0	269.0	223.0	221.9	13.5	16.1	15.1	14.2	44.4	43.3	43.1	40.3	13.1	10.4	12.3	11.2
Total		3,391.3	4,054.0	3,150.6	3,446.0	18.9	314.3	369.3	318.3	321.3	9.4	10.1	10.4	9.7	44.9	50.7	42.0	42.6	27.3	25.3	26.2	24.6
Large Banks		Gross Advances				Growth (%)	NPLs				Infection Ratio (%)				ADR (%)				Market Share (%)			
Sr.	Name	CY23	CY24	1QCY24	1QCY25	CY24	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25
1	UBL	717.1	1,565.0	693.6	1,099.4	118.2	105.5	116.0	106.8	162.1	15.0	7.0	15.0	15.0	31.0	59.0	28.0	32.0	6.0	10.0	6.0	8.0
2	Meezan	992.0	1,556.4	930.8	1,443.5	56.9	16.9	25.2	17.6	30.3	1.7	1.6	1.9	2.1	44.7	60.2	41.0	50.1	8.0	9.7	7.7	10.3
3	AL Habib	896.0	959.3	851.0	993.3	7.1	25.2	35.5	31.5	31.7	2.8	3.7	3.7	3.2	46.3	42.1	40.8	41.7	7.2	6.0	7.1	7.1
4	Alfalah	777.3	1,156.3	754.3	927.4	48.8	37.6	42.4	37.2	40.4	4.8	3.7	4.9	4.4	37.3	54.1	36.9	45.9	6.3	7.2	6.3	6.6
5	ABL	794.1	1,066.0	718.6	827.7	34.2	13.0	13.0	12.8	13.3	1.6	1.2	1.8	1.6	47.4	52.8	42.3	40.3	6.4	6.6	6.0	5.9
6	MCB	622.4	1,095.0	647.4	810.3	75.9	53.9	53.5	55.4	53.5	8.7	4.9	8.6	6.6	34.5	57.0	35.0	38.7	5.0	6.8	5.4	5.8
Total		4,799.0	7,397.9	4,595.8	6,101.8	56.9	252.2	285.6	261.4	331.3	5.7	3.8	6.0	5.4	40.1	54.2	37.3	41.5	38.6	46.1	38.2	43.5
Sub-Total   Extra Large & Large Banks		CY23	CY24	1QCY24	1QCY25	Growth CY24 (%)	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25
		8,190	11,452	7,746	9,548	37.9	566.5	654.9	579.7	652.6	7.6	6.9	8.2	7.6	42.5	52.5	39.6	42.1	65.9	71.4	64.4	68.1

# Bank-wise Advances

Figures in PKR bln, unless stated otherwise

Medium Banks		Gross Advances				Growth (%)	NPLs				Infection Ratio (%)				ADR (%)				Market Share (%)			
Sr.	Name	CY23	CY24	1QCY24	1QCY25	CY24	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25
1	BOP	849.5	827.4	761.7	819.5	-2.6	50.9	53.5	53.0	53.2	6.0	6.5	7.0	6.5	55.9	48.4	53.6	47.7	6.8	5.2	6.3	5.8
2	Askari	661.3	733.1	726.2	587.9	10.9	29.1	34.4	39.8	34.1	4.4	4.7	5.5	5.8	51.1	53.8	55.8	42.4	5.3	4.6	6.0	4.2
3	Faysal	600.8	675.0	602.8	683.7	12.3	23.1	24.3	23.2	23.2	3.8	3.6	3.8	3.4	59.0	64.6	57.4	61.4	4.8	4.2	5.0	4.9
4	Metro	438.6	503.8	461.1	630.4	14.9	19.8	25.2	21.1	25.3	4.5	5.0	4.6	4.0	43.3	54.3	42.4	62.3	3.5	3.1	3.8	4.5
5	Standard Chartered	240.8	190.4	232.5	244.5	-21.0	21.1	16.8	21.0	16.7	8.7	8.8	9.0	6.8	33.5	22.8	30.4	33.7	1.9	1.2	1.9	1.7
Total		2791.1	2,929.6	2,784.3	2,966.0	2.9	143.9	154.3	158.0	152.5	5.5	5.7	6.0	5.3	48.6	48.8	47.9	49.5	22.5	18.3	23.2	21.2

Small Banks		Gross Advances				Growth (%)	NPLs				Infection Ratio (%)				ADR (%)				Market Share (%)			
Sr.	Name	CY23	CY24	1QCY24	1QCY25	CY24	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25
1	Bank Islami	254.0	322.0	278.3	309.5	26.7	22.9	19.0	22.8	17.6	9.0	5.9	8.2	5.7	48.6	57.6	56.0	53.7	2.0	2.0	2.3	2.2
2	Soneri Bank	214.2	251.5	228.1	206.3	17.4	10.5	7.9	9.7	8.2	4.9	3.1	4.3	4.0	41.4	46.3	41.3	36.1	1.7	1.6	1.9	1.5
3	JS Bank	213.8	247.7	208.8	215.7	15.9	16.2	21.3	16.8	21.6	7.6	8.6	8.1	10.0	44.0	47.2	40.6	40.4	1.7	1.5	1.7	1.5
4	DIB	261.8	224.5	259.2	251.3	-14.2	16.0	20.9	16.3	19.3	6.1	9.3	6.3	7.7	80.6	64.7	81.9	80.4	2.1	1.4	2.2	1.8
5	Sindh	77.5	99.0	74.2	97.2	27.7	33.1	30.1	32.8	29.5	42.7	30.4	44.2	30.3	34.7	31.6	32.1	31.6	0.6	0.6	0.6	0.7
6	Bank of Khyber	109.7	159.6	110.3	81.1	45.5	13.3	13.3	13.7	13.2	12.1	8.3	12.4	16.2	37.9	57.5	34.0	24.0	0.9	1.0	0.9	0.6
7	Al Baraka Bank	91.4	115.0	90.6	115.7	25.9	12.7	13.3	12.7	12.9	13.9	11.5	14.0	11.2	44.1	51.5	45.5	53.3	0.7	0.7	0.8	0.8
8	MCB Islamic	90.6	122.6	109.1	110.3	35.3	2.0	2.6	2.2	2.6	2.2	2.1	2.0	2.3	44.3	58.6	53.5	48.7	0.7	0.8	0.9	0.8
9	Bank Makramah	53.0	48.9	50.9	47.6	-7.7	36.3	34.2	34.8	34.1	68.5	70.0	68.4	71.6	33.7	26.3	32.0	27.6	0.4	0.3	0.4	0.3
10	Samba	80.7	66.1	80.0	64.7	-18.1	7.3	9.9	8.0	9.9	9.1	15.0	10.0	15.3	70.3	61.7	61.1	59.0	0.6	0.4	0.7	0.5
Total		1,446.7	1,656.9	1,489.3	1499.4	15.4	170.3	172.5	169.8	168.7	17.6	16.4	17.8	17.4	48.0	50.3	47.8	45.5	11.6	10.3	12.4	10.7

Grand Total		CY23	CY24	1QCY24	1QCY25	CY24	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25
		12,428.0	16,038.5	12,020.1	14,013.2	23.5	880.7	981.7	907.5	973.8	9.6	9.0	10.1	9.5	45.4	51.0	43.8	44.8	25.0	25.0	25.0	25.0

Figures in PKR bln, unless stated otherwise

Sectors	CY22				CY23				CY24			
	Advances	NPLs	Infection (%)	Share in Total Advances (%)	Advances	NPLs	Infection (%)	Share in Total Advances (%)	Advances	NPLs	Infection (%)	Share in Total Advances (%)
Textile	2,016.0	164.0	8.1	16.0	2,044.0	182.0	8.9	15.6	2,532.0	175.0	6.9	15.0
Energy	1,621.0	85.0	5.3	13.0	1,767.0	83.0	4.7	13.5	1,741.0	77.0	4.4	10.3
Financial Sector	664.0	11.0	1.6	5.0	406.0	11.0	2.7	3.1	1,729.0	9.0	0.5	10.2
Agribusiness	1,079.0	60.0	5.6	9.0	1,030.0	66.0	6.4	7.9	1,680.0	60.0	3.6	9.9
Individuals	1,211.0	62.0	5.2	10.0	1,152.0	64	5.5	8.8	1,248.0	62.0	5.0	7.4
Pharma & Chemicals	507.0	16.0	3.2	4.0	435.0	17.0	3.8	3.3	591.0	19.0	3.2	3.5
Sugar	292.0	58.0	20.0	2.0	295.0	53.0	18.0	2.3	459.0	53.0	11.6	2.7
Cement	291.0	7.0	2.4	2.0	256.0	7.0	2.7	2.0	351.0	10.0	2.9	2.1
Insurance	4.0	0	1.5	0.0	4.0	0	0.0	0.0	266.0	0	0.0	1.6
Electronics	172	24	14.1	1.0	158.0	26.0	16.4	1.2	197.0	31.0	15.6	1.2
Automobile	232.0	18.0	7.7	2.0	191.0	19.0	9.9	1.5	195.0	22.0	11.1	1.2
Shoes & Leather Garments	53.0	6.0	11.2	0.0	50.0	6.0	11.7	0.4	41.0	2.0	6.1	0.2
Others	4,503.0	411.0	9.1	36.0	5,313.0	461.0	8.7	40.6	5,884.0	547.0	9.3	34.8
Total	12,645.0	922.0	7.3	100	13,100.0	994.0	7.6	100	16,914.0	1,068.0	6.3	100

Note: Data reflects scheduled banks' data.

Figures in PKR bln, unless stated otherwise

Together. Creating Value.

# Measuring NPLs against Major Segments

Segment-wise   Banking Credit Exposure	CY22				CY23				CY24			
	Gross Advances	NPLs	Infection (%)	Share in Total Advances	Gross Advances	NPLs	Infection (%)	Share in Total Advances	Gross Advances	NPLs	Infection (%)	Share in Total Advances
<b>Corporate Sector</b>	<b>9,022</b>	<b>717</b>	<b>8.0%</b>	71%	<b>8,878</b>	<b>779</b>	<b>8.8%</b>	67.8%	<b>12,305</b>	<b>756</b>	<b>6.1%</b>	72.7%
Fixed Investments	3,909	360	9.2%	31%	3,845	398	10.4%	29.4%	4,636	368	7.9%	27.4%
Working Capital	3,356	248	7.4%	27%	3,108	275	8.8%	23.7%	5,567	273	4.9%	32.9%
Trade Finance	1,757	110	6.2%	14%	1,924	106	5.5%	14.7%	2,102	115	5.5%	12.4%
<b>Commodity Financing</b>	<b>1,261</b>	<b>7</b>	<b>0.6%</b>	<b>10%</b>	<b>1,407</b>	<b>9</b>	<b>0.6%</b>	<b>10.7%</b>	<b>1,397</b>	<b>64</b>	<b>4.6%</b>	<b>8.3%</b>
Wheat	59	2	2.7%	0%	70	1	2.0%	0.5%	909	51	5.6%	5.4%
Sugar	103	2	1.8%	1%	139	3	1.8%	1.1%	228	1	0.7%	1.3%
Cotton	955	0	0.0%	8%	1064	1	0.1%	8.1%	92	5	5.5%	0.5%
Rice	113	2	1.5%	1%	101	2	1.6%	0.8%	24	3	10.7%	0.1%
Others	31	2	6.6%	0%	33	3	7.7%	0.2%	145	4	2.5%	0.9%
<b>Consumer Financing</b>	<b>896</b>	<b>32</b>	<b>3.6%</b>	<b>7%</b>	<b>815</b>	<b>34</b>	<b>4.2%</b>	<b>6.2%</b>	<b>891</b>	<b>38</b>	<b>4.3%</b>	<b>5.3%</b>
(i) Auto Loans	333	5	1.4%	3%	247	5	1.8%	1.9%	243	5	1.9%	1.4%
(ii) Mortgage Loans	220	11	4.9%	2%	212	12	5.7%	1.6%	208	14	6.8%	1.2%
(iii) Credit Cards	86	2	2.6%	1%	108	2	1.5%	0.8%	141	2	1.7%	0.8%
(iv) Consumer Durables	1	0	8.1%	0%	2	0	0.0%	0.0%	2	0	22.0%	0.0%
(v) Other Personal Loans	256	15	5.7%	2%	247	16	6.4%	1.9%	298	17	5.6%	1.8%
<b>SMEs</b>	<b>533</b>	<b>75</b>	<b>14.1%</b>	<b>4%</b>	<b>538</b>	<b>76</b>	<b>14.1%</b>	<b>4.1%</b>	<b>678</b>	<b>122</b>	<b>18.0%</b>	<b>4.0%</b>
Working Capital	353	55	15.6%	3%	345	53	15.4%	2.6%	368	56	15.2%	2.2%
Fixed Investments	140	14	10.0%	1%	162	17	10.5%	1.2%	266	50	18.7%	1.6%
Trade Finance	39	5	14.1%	0%	31	6	17.7%	0.2%	44	17	38.0%	0.3%
<b>Agriculture</b>	<b>449</b>	<b>56</b>	<b>12.4%</b>	<b>4%</b>	<b>502</b>	<b>60</b>	<b>11.9%</b>	<b>3.8%</b>	<b>578</b>	<b>57</b>	<b>9.8%</b>	<b>3.4%</b>
<b>Staff Loans</b>	<b>243</b>	<b>3</b>	<b>1.1%</b>	<b>2%</b>	<b>303</b>	<b>3</b>	<b>0.9%</b>	<b>2.3%</b>	<b>366</b>	<b>3</b>	<b>1.0%</b>	<b>2.2%</b>
<b>Others</b>	<b>242</b>	<b>34</b>	<b>14.0%</b>	<b>2%</b>	<b>658</b>	<b>34</b>	<b>5.2%</b>	<b>5.0%</b>	<b>699</b>	<b>27</b>	<b>3.9%</b>	<b>4.1%</b>
<b>Total</b>	<b>12,645</b>	<b>924</b>	<b>7.3%</b>	<b>100%</b>	<b>13,100</b>	<b>994</b>	<b>7.6%</b>	<b>100%</b>	<b>16,914</b>	<b>1,068</b>	<b>6.3%</b>	<b>100%</b>

Note: Data reflects scheduled banks' data.

# Deposits Overview



Figures in PKR bln, unless stated otherwise

Particulars	CY20	CY21	CY22	CY23	CY24
Deposits	18,182	21,171	22,778	28,225	30,741
Growth in Deposits	16.2%	16.4%	7.6%	23.9%	8.9%
PKR Depreciation	3.0%	11.0%	10.7%	36.8%	0.5%
Average Inflation	10.7%	8.9%	11.4%	29.7%	13.1%
Average Policy Rate	7.0%	9.75%	16.0%	22.0%	13.0%
CASA Average (%)	72.0%	72.0%	74.0%	77.0%	79.0%

Deposits by Type	CY20	CY21	CY22	CY23	CY24
Customer Deposits	16,909	19,689	21,866	26,532	29,204
Financial Institutions	1,273	1,482	911	1,694	1,537
Total	18,182	21,171	22,778	28,225	30,741

Deposit by Currency	CY20	CY21	CY22	CY23	CY24
Local Currency	16,923	19,923	21,452	26,439	28,860
Foreign Currency	1,259	1,248	1,326	1,786	1,881
Total	18,182	21,171	22,778	28,225	30,741

**Note:** MPR as of May 20, 2025: 11%. Foreign Currency Deposits have been calculated using average ER for the respective year while Local Currency Deposits are assumed as balancing figure.

# Bank-wise Deposits

Figures in PKR bln, unless stated otherwise

Extra Large Banks		Total Deposits				Growth	CA (%)				SA (%)				CASA (%)				Market Share (%)			
Sr.	Name	CY23	CY24	1QCY24	1QCY25	CY24	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25
1	HBL	3,870.0	4,091.0	4,105.0	4,188.0	5.7	33.3	35.9	33.3	37.7	47.3	47.1	49.0	45.7	80.6	83.0	82.3	83.4	13.7	13.3	14.3	13.0
2	NBP	3,674.0	3,866.0	3,424.0	3,891.0	5.2	51.3	51.9	51.3	28.2	25.1	29.1	27.0	29.7	76.4	80.9	78.3	57.9	13.0	12.6	11.9	12.1
Total/Average		7,544.0	7,957.0	7,529.0	8,079.0	5.5	42.3	43.9	42.3	33.0	36.2	38.1	38.0	37.7	78.5	82.0	80.3	70.7	26.7	25.9	26.2	25.1

Large Banks		Total Deposits				Growth	CA (%)				SA (%)				CASA (%)				Market Share (%)			
Sr.	Name	CY23	CY24	1QCY24	1QCY25	CY24	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25
1	UBL	2,351.0	2,640.0	2,469.0	3,395.0	12.3	47.6	57.8	49.1	54.1	39.5	33.7	36.9	34.2	87.1	91.5	86.0	88.3	8.3	8.6	8.6	10.5
2	Meezan	2,217.0	2,585.0	2,270.0	2,880.0	16.6	48.3	46.7	46.8	48.2	39.8	45.5	41.7	44.3	88.2	92.2	88.6	92.5	7.9	8.4	7.9	8.9
3	AL Habib	1,934.0	2,279.0	2,088.0	2,380.0	17.8	34.3	34.3	34.9	35.9	36.5	41.5	35.9	41.3	70.7	75.7	70.8	77.2	6.9	7.4	7.3	7.4
4	Alfalalah	2,085.0	2,137.0	2,043.0	2,019.0	2.5	37.9	38.2	38.3	42.3	31.4	38.9	30.2	34.3	69.3	77.1	68.6	76.6	7.4	7.0	7.1	6.3
5	ABL	1,677.0	2,018.0	1,699.0	2,052.0	20.4	40.3	36.4	38.7	36.4	42.8	47.5	45.1	47.6	83.1	83.9	83.7	84.0	5.9	6.6	5.9	6.4
6	MCB	1,805.0	1,922.0	1,851.0	2,092.0	6.5	45.4	47.1	45.6	48.8	48.6	48.1	48.9	45.1	94.0	95.3	94.5	93.9	6.4	6.3	6.5	6.5
Total/Average		12,069.0	13,581.0	12,420.0	14,818.0	12.7	42.3	43.4	42.2	44.3	39.8	42.5	39.8	41.1	82.1	86.0	82.0	85.4	42.8	44.2	43.3	46.0

Sub-Total/ Average		CY23	CY24	1QCY24	1QCY25	CY24	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25
		19,613.0	21,538.0	19,949.0	22,897.0	9.1	42.3	43.7	42.3	38.6	38.0	40.3	38.9	39.4	80.3	84.0	81.2	78.0	34.7	35.1	34.8	35.5

# Bank-wise Deposits

Figures in PKR bln, unless stated otherwise

Medium Banks		Total Deposits				Growth (%)	CA (%)				SA (%)				CASA (%)				Market Share (%)			
Sr.	Name	CY23	CY24	1QCY24	1QCY25	CY24	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25
1	BOP	1,521.0	1,710.0	1,421.0	1,718.0	12.5	17.2	20.7	17.2	18.6	45.1	40.6	48.0	41.0	62.3	61.3	65.2	59.6	5.4	5.6	5.0	5.3
2	Askari	1,293.0	1,364.0	1,301.0	1,388.0	5.5	27.3	28.4	27.2	27.7	56.6	61.3	57.0	60.5	83.9	89.7	84.1	88.2	4.6	4.4	4.5	4.3
3	Faysal	1,018.0	1,044.0	1,050.0	1,113.0	2.6	30.9	38.0	33.0	41.2	43.0	46.4	44.1	45.9	73.8	84.4	77.1	87.1	3.6	3.4	3.7	3.5
4	Metro	1,012.0	927.0	1,087.0	1,011.0	-8.4	36.9	43.7	34.4	39.6	36.6	34.8	36.9	38.9	73.5	78.5	71.4	78.5	3.6	3.0	3.8	3.1
5	Standard Chartered	720.0	836.0	765.0	726.0	16.1	50.2	47.8	51.5	53.5	46.4	48.6	44.4	41.4	96.6	96.4	95.9	94.8	2.5	2.7	2.7	2.3
Total/Average		5,564.0	5,881.0	5,624.0	5,956.0	5.6	32.5	35.7	32.7	36.1	45.5	46.3	46.1	45.5	78.0	82.1	78.7	81.6	19.7	19.2	19.6	18.5

Small Banks		Total Deposits				Growth (%)	CA (%)				SA (%)				CASA (%)				Market Share (%)			
Sr.	Name	CY23	CY24	1QCY24	1QCY25	CY24	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25
1	Bank Islami	523.0	559.0	497.0	577.0	7.0	34.8	37.1	32.8	36.4	24.9	27.6	24.6	26.8	59.7	64.7	57.4	63.2	1.9	1.8	1.7	1.8
2	Soneri Bank	518.0	543.0	552.0	571.0	4.9	26.2	27.4	26.7	28.6	48.8	51.8	48.7	50.7	75.0	79.2	75.4	79.4	1.8	1.8	1.9	1.8
3	JS Bank	486.0	525.0	514.0	534.0	8.0	28.9	33.2	27.5	29.3	28.2	32.9	34.1	36.1	57.1	66.1	61.6	65.4	1.7	1.7	1.8	1.7
4	DIB	325.0	347.0	316.0	312.0	6.8	28.4	28.0	28.3	26.2	47.4	51.0	49.4	50.4	75.8	79.0	77.7	76.7	1.2	1.1	1.1	1.0
5	Sindh	224.0	313.0	231.0	308.0	39.9	25.9	24.9	28.3	26.6	57.3	57.6	57.0	56.4	83.3	82.5	85.3	83.0	0.8	1.0	0.8	1.0
6	Bank of Khyber	289.0	278.0	324.0	339.0	-4.0	16.8	21.6	15.9	17.9	47.2	49.0	50.8	49.3	64.0	70.6	66.7	67.2	1.0	0.9	1.1	1.1
7	Al Baraka Bank	207.0	223.0	199.0	217.0	7.7	26.9	25.0	25.5	26.2	40.8	51.6	43.9	53.2	67.8	76.5	69.4	79.4	0.7	0.7	0.7	0.7
8	MCB Islamic	204.0	209.0	204.0	227.0	2.3	27.6	28.7	25.8	31.0	43.1	48.0	46.2	46.7	70.7	76.7	71.9	77.8	0.7	0.7	0.7	0.7
9	Bank Makramah	157.0	186.0	159.0	172.0	18.5	28.9	22.4	25.6	20.5	56.5	66.4	61.3	71.3	85.4	88.7	86.9	91.8	0.6	0.6	0.6	0.5
10	Samba	115.0	107.0	131.0	110.0	-6.6	22.2	19.8	20.7	21.5	21.8	22.6	19.0	27.6	43.9	42.5	39.7	49.1	0.4	0.3	0.5	0.3
Total/Average		3,048.0	3,290.0	3,127.0	3,366.0	8.4	26.7	26.8	25.7	26.4	41.6	45.9	43.5	46.9	68.3	72.7	69.2	73.3	10.8	10.7	10.9	10.4

Grand Total/Average		CY23	CY24	1QCY24	1QCY25	Growth (%) CY24	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25
		28,225.0	30,709.0	28,700.0	32,219.0	8.1	35.9	37.5	35.7	34.9	40.8	43.2	41.8	42.8	76.7	80.7	77.6	77.7	25.0	25.0	25.0	25.0

# Bank-wise Profitability

Figures in PKR bln, unless stated otherwise

Extra Large Banks		Profit Before Tax				Taxation				Profit After Tax				Effective Tax Rate (%)				ROE (%)			
Sr.	Name	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25
1	HBL	112.0	119.0	30.0	34.0	55.0	62.0	15.0	19.0	57.0	57.0	15.0	15.0	49.1	47.9	50.8	56.1	17.0	15.1	17.3	15.5
2	NBP	101.0	57.0	21.0	46.0	49.0	30.0	10.0	25.0	52.0	27.0	11.0	21.0	48.8	52.6	49.3	53.5	13.6	5.9	11.1	19.5
Total/Average		213.0	176.0	51.0	80.0	104.0	92.0	26.0	44.0	109.0	84.0	25.0	36.0	49.0	52.3	50.2	54.6	15.3	10.5	14.2	17.5

Large Banks		Profit Before Tax				Taxation				Profit After Tax				Effective Tax Rate (%)				ROE (%)			
Sr.	Name	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25
1	UBL	108.0	150.0	30.0	75.0	55.0	70.0	15.0	40.0	53.0	81.0	16.0	36.0	50.8	46.4	48.9	52.7	21.1	25.5	25.8	41.1
2	Meezan	169.0	222.0	53.0	48.0	85.0	121.0	28.0	26.0	84.0	102.0	25.0	22.0	50.1	54.3	52.1	54.5	45.7	41.1	52.2	35.7
3	AL Habib	71.0	84.0	19.0	21.0	36.0	44.0	9.0	10.0	35.0	40.0	10.0	10.0	50.3	52.5	47.8	50.4	27.9	26.2	31.6	26.7
4	Alfalah	78.0	83.0	20.0	15.0	42.0	45.0	10.0	8.0	36.0	38.0	10.0	7.0	53.4	53.9	49.7	54.2	26.4	21.5	28.3	15.7
5	ABL	86.0	88.0	22.0	17.0	45.0	45.0	11.0	9.0	41.0	43.0	11.0	8.0	52.6	51.0	49.0	52.6	20.9	18.4	21.7	13.8
6	MCB	125.0	118.0	33.0	29.0	66.0	61.0	16.0	16.0	60.0	58.0	17.0	14.0	52.4	51.3	48.9	52.9	25.8	21.3	28.6	20.1
Total/Average		638.0	746.0	177.0	206.0	328.0	385.0	88.0	206.0	310.0	361.0	89.0	97.0	51.4	51.6	49.9	53.1	28.0	25.7	31.4	25.5
Sub-Total/Average		CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25
		851.0	922.0	228.0	287.0	432.0	477.0	114.0	250.0	418.0	445.0	114.0	133.0	33.5	34.6	33.4	53.8	14.4	12.1	15.2	14.3

# Bank-wise Profitability

Figures in PKR bln, unless stated otherwise

Medium Banks		Profit Before Tax				Taxation				Profit After Tax				Effective Tax Rate (%)				ROE (%)			
Sr.	Name	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25
1	BOP	21.0	25.0	4.0	4.0	10	11	2	2	11.0	13.0	2.0	2.0	46.6	45.6	51.3	55.1	14.0	14.5	9.2	8.2
2	Askari	42.0	45.0	7.0	15.0	21	23	4	8	21.0	21.0	4.0	7.0	49.0	52.8	49.4	53.2	22.1	17.3	16.0	23.2
3	Faysal	41.0	50.0	12.0	11.0	21	27	6	6	20.0	23.0	7.0	5.0	51.6	54.2	47.8	54.1	22.2	21.3	28.9	19.2
4	Metro	52.0	53.0	12.0	13.0	28	28	6	7	24.0	25.0	6.0	6.0	53.1	53.1	49.0	53.3	26.1	21.4	25.3	21.1
5	Standard Chartered	89.0	101.0	25.0	17.0	47	55	13	9	43.0	46.0	11.0	8.0	52.2	54.2	54.6	53.1	44.3	39.1	47.3	30.9
Total		246.0	273.0	60.0	60.0	126	145	31	32	120.0	128.0	29.0	28.0	51.3	53.0	51.2	53.5	25.8	22.7	25.4	20.5

Small Banks		Profit Before Tax				Taxation				Profit After Tax				Effective Tax Rate (%)				ROE (%)			
Sr.	Name	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25
1	Bank Islami	21.0	26.0	6.0	5.0	9	14	3	3	11.0	12.0	3.0	3.0	46.2	53.6	49.0	52.4	30.3	24.5	34.3	23.0
2	Soneri Bank	12.0	13.0	4.0	3.0	6	7	2	2	6.0	6.0	2.0	1.0	50.8	53.3	50.5	65.6	21.2	19.2	26.2	15.7
3	JS Bank	9.0	6.0	4.0	3.0	4	4	2	1	4.0	3.0	2.0	1.0	49.1	55.3	54.1	52.9	10.7	6.5	16.8	11.6
4	DIB	14.0	14.0	5.0	5.0	7	8	2	3	7.0	7.0	2.0	2.0	52.1	53.4	49.1	53.2	18.1	14.8	24.6	19.0
5	Sindh	1.0	3.0	1.0	0.3	-2	0	0	0	2.0	3.0	0.3	0.1	-229.6%	-10.8	48.9	52.5	8.8	9.5	4.3	1.6
6	Bank of Khyber	7.0	8.0	2.0	3.0	3	5	1	2	3.0	4.0	1.0	2.0	48.1%	55.6	49.0	52.9	17.1	16.5	17.2	31.3
7	Al Baraka Bank	6.0	8.0	2.0	2.0	3	4	1	1	3.0	4.0	1.0	1.0	49.3%	51.9	48.4	53.1	17.0	18.7	21.0	16.7
8	MCB Islamic	11.0	9.0	2.0	1.0	5	5	1	1	5.0	4.0	1.0	1.0	51.2%	53.4	49.0	53.3	23.4	16.3	20.1	9.5
9	Bank Makramah	-7.0	-7.0	-1.0	-1.0	-2	-2	0	0	-5.0	-5.0	-1.0	-1.0	28.0%	28.2	25.7	-19.5	41.5	28.7	21.9	17.3
10	Samba	2.0	2.0	1.0	0.0	1	1	0	0	1.0	1.0	0.4	0.2	43.7%	54.9	48.9	53.0	7.5	4.1	8.7	3.8
Total		74.0	81.0	24.0	23.0	36	44	12	13	38.0	37.0	12	10.0	48.9%	54.0	51.0	57.0	19.6	15.9	19.5	15.0

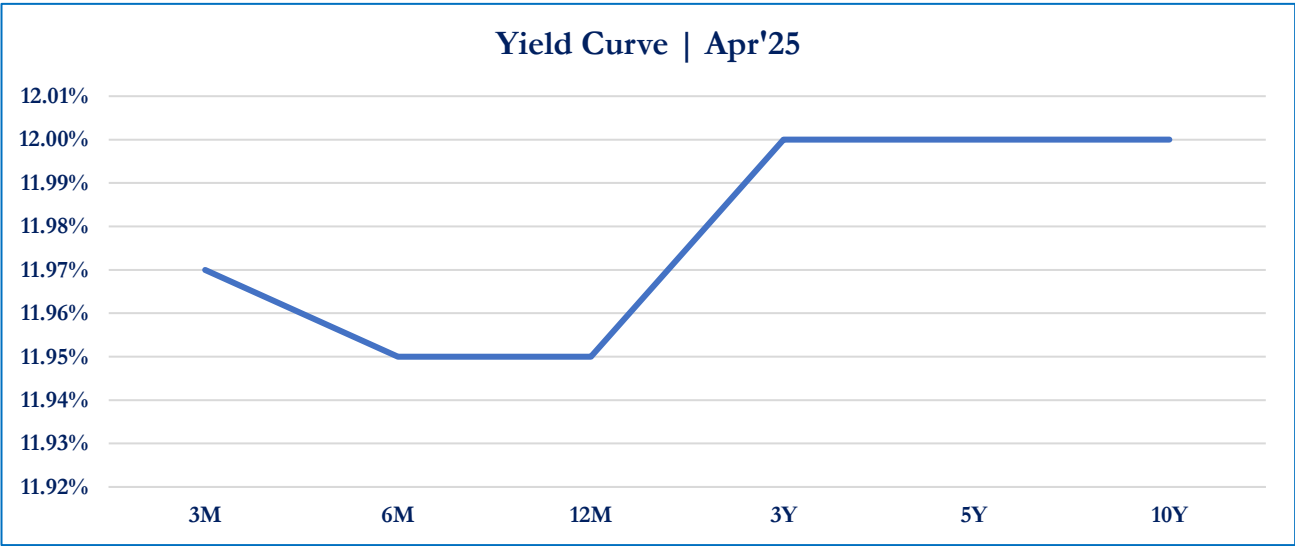
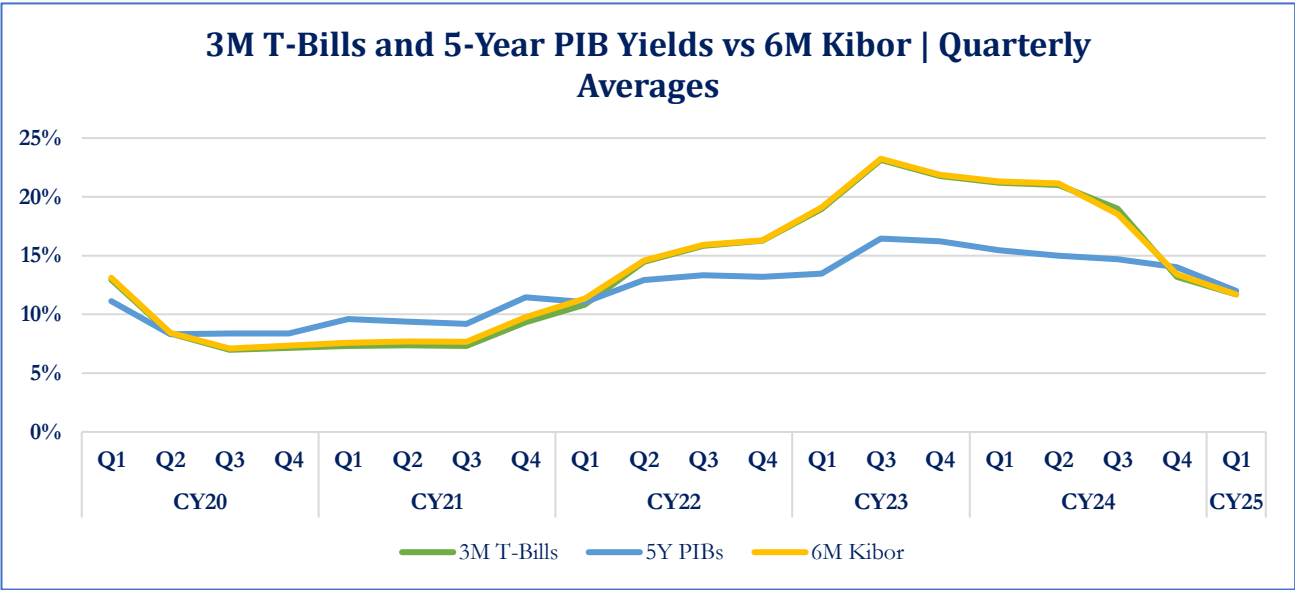
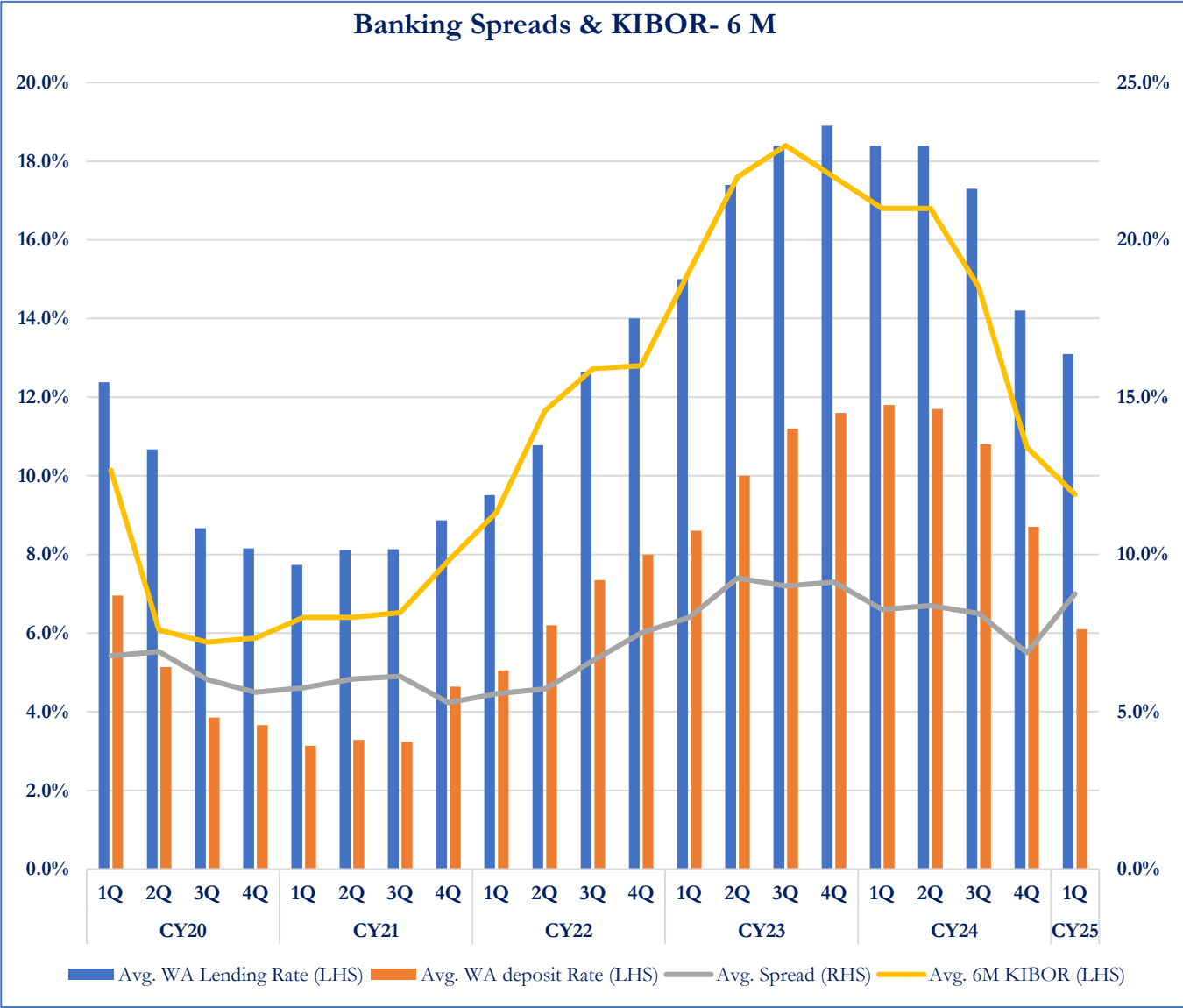
Grand Total/ Average		CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25	CY23	CY24	1QCY24	1QCY25
		1,171.0	1,275.0	312.0	370.0	595.0	665.0	157.0	199.0	576.0	611.0	155.0	171.0	50.1	52.7	50.6	54.5	22.2	18.7	22.6	19.6

# CAR | Adequately Cushioned Banks

CAR (%)		CY23	CY24	1QCY25
Extra Large Banks				
1	HBL	17.3%	18.2%	18.5%
2	NBP	25.5%	27.8%	28.4%
Average		21.4%	23.0%	23.5%
Large Banks				
1	UBL	16.6%	20.3%	21.2%
2	Meezan	22.4%	20.4%	23.2%
3	Bank Al Habib	15.8%	17.9%	17.2%
4	Alfalah	16.7%	18.0%	17.6%
5	ABL	26.2%	26.7%	29.4%
6	MCB	20.4%	19.4%	19.1%
Average		19.7%	20.4%	21.3%

CAR (%)		CY23	CY24	1QCY25
Medium Banks				
1	BOP	18.4%	17.9%	16.9%
2	Askari	18.4%	21.4%	21.7%
3	Faysal	17.5%	16.5%	16.6%
4	Metro	18.3%	19.3%	16.6%
5	Standard Chartered	20.1%	23.5%	19.0%
Average		18.5%	19.7%	18.1%
Small Banks				
1	Bank Islami	23.8%	24.1%	22.9%
2	Soneri Bank	18.4%	17.7%	15.3%
3	JS Bank	12.5%	13.2%	13.2%
4	DIB	18.0%	22.2%	22.6%
5	Sindh	16.2%	21.4%	20.0%
6	Bank of Khyber	18.3%	17.8%	18.6%
7	Al Baraka Bank	19.3%	20.3%	19.5%
8	MCB Islamic	23.8%	20.5%	18.4%
9	Bank Makramah	-90.3%	-90.4%	-112.2%
10	Samba	21.3%	23.8%	24.7%
Average		8.1%	9.1%	6.3%
Overall Banking Sector CAR (excluding Bank Makramah)		19.3%	20.4%	20.0%

# Where Interest Rates Come into Play



# Digital Banking

# Brief Introduction

## What is a Digital Bank?

- A full-fledged Digital Bank is a financial institution that offers financial services through a digital platform.
- **The SBP** defines it as a bank which offers all kinds of financial products and services primarily through digital platforms or electronic channels instead of physical branches.

## Types of Digital Banks

- Challenger/ New Banks** have full banking licenses and are direct competitors of the traditional banks offering the same services as traditional banks. Essentially, they are fintechs with banking licenses. Examples include TymeBank, Monzo Bank Ltd., Nubank and Revolut.
- Neobanks** do not have a banking license, but partner with financial institutions to offer bank licensed services. Typically, neobanks still require customers to have an account at an existing licensed bank. They are completely digital banks that have no physical presence and reach out to customers via mobile apps and web platforms. Examples include WeBank and Chime.
- Beta Banks** are joint ventures or subsidiaries of existing banks that offer financial services through the parent company's license. Beta banks are often set up as a way to enter new markets, offering limited services to a targeted consumer base. They are targeted at the tech-savvy, millennial customer segment, as well as to provide best-in-class innovative banking services. Examples include YONO and Hello bank!.



# Pakistan’s Digital Financial Services Landscape

Market Participants (No.)			Payment Networks (No.)			Channel Users & Instruments (mln)		
Type	End-Dec'23	End-Dec'24	Type	End-Dec'23	End-Dec'24	Type	End-Dec'23	End-Dec'24
Banks	33	32	Branches of Banks & MFBs	18,178	19,110	Internet Banking Users	10.8	13.3
Microfinance Banks – MFBs	11	12	ATMs	18,117	19,519	Mobile Banking Users	16.3	21.0
Payment System Operators/ Service Providers – PSOs/PSPs	5	5	CDMs/CCDMs <sup>2</sup>	529	753	Call Center/ IVR Banking Users	39.2	42.1
Electronic Money Institutions – EMIs	5	5	Point-of-Sale (POS) Machines	121,789	151,646	BB Mobile App Users	67.2	64.3
Branchless Banking Service Providers – BBs	16	16	Registered E-Commerce Merchants (Banks/MFBs)	7,630	8,932	Payment Cards <sup>3</sup>	59.2	56.4
PRISM Participants <sup>1</sup>	59	59	Branchless Banking Agents	649,683	703,972	E-Wallets	2.7	4.7

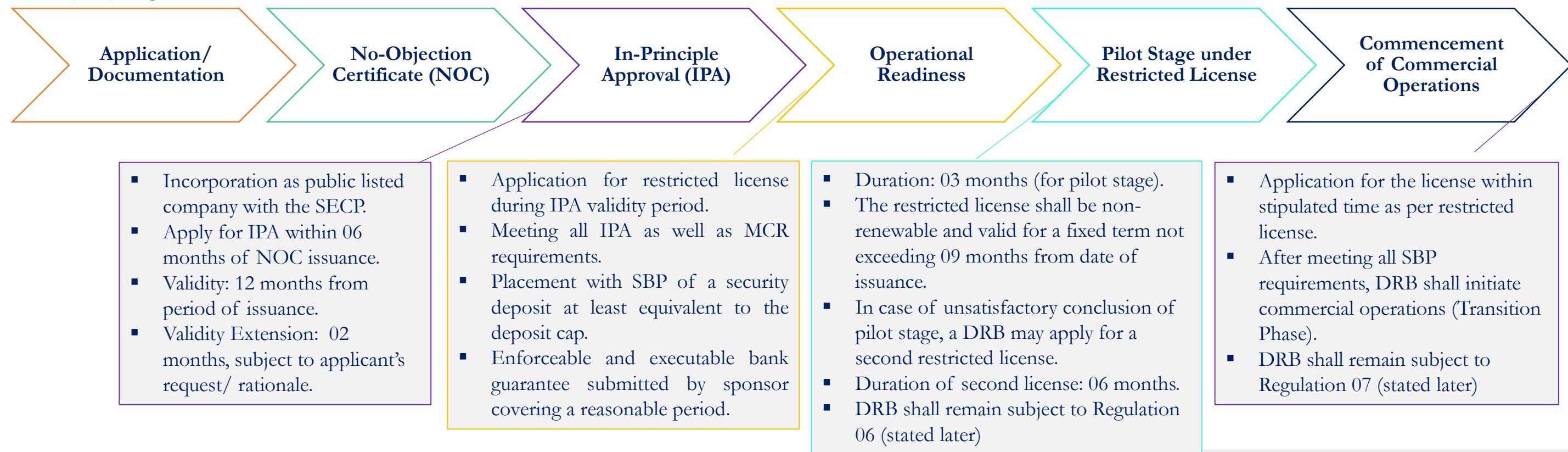
<sup>1</sup>This includes 46 Banks/MFBs (Islamic banking windows counted separately), 9 DFIs, and 4 Non-Banks or Special Participants

<sup>2</sup>CDMs: Cash Deposit Machine | CCDMs Cash & Cheque Deposit Machine (some have facility of withdrawal in addition to deposit).

<sup>3</sup>Payment Cards issued by Banks, MFBs, EMIs and BBs.

# Digital Retail Banks | Application Process

- Regulatory Framework Applicable: Sections 27 and 41 of the Banking Companies Ordinance, 1962.
- As of Jan'25, out of the five licensed Digital Retail Banks, Easypaisa Digital Bank (formerly Telenor Microfinance Bank Limited) received commercial approval from SBP to commence regular digital banking operations. Meanwhile, Mashreq Bank was granted a restricted pilot license by SBP in Feb'25.
- The remaining three—HugoBank Limited, KT Bank Pakistan Limited, and Raqqami Islamic Digital Bank Limited—are currently at the In-Principle Approval (IPA) stage, as illustrated below.



# Recent Developments

# What's New on the Local Banking Front

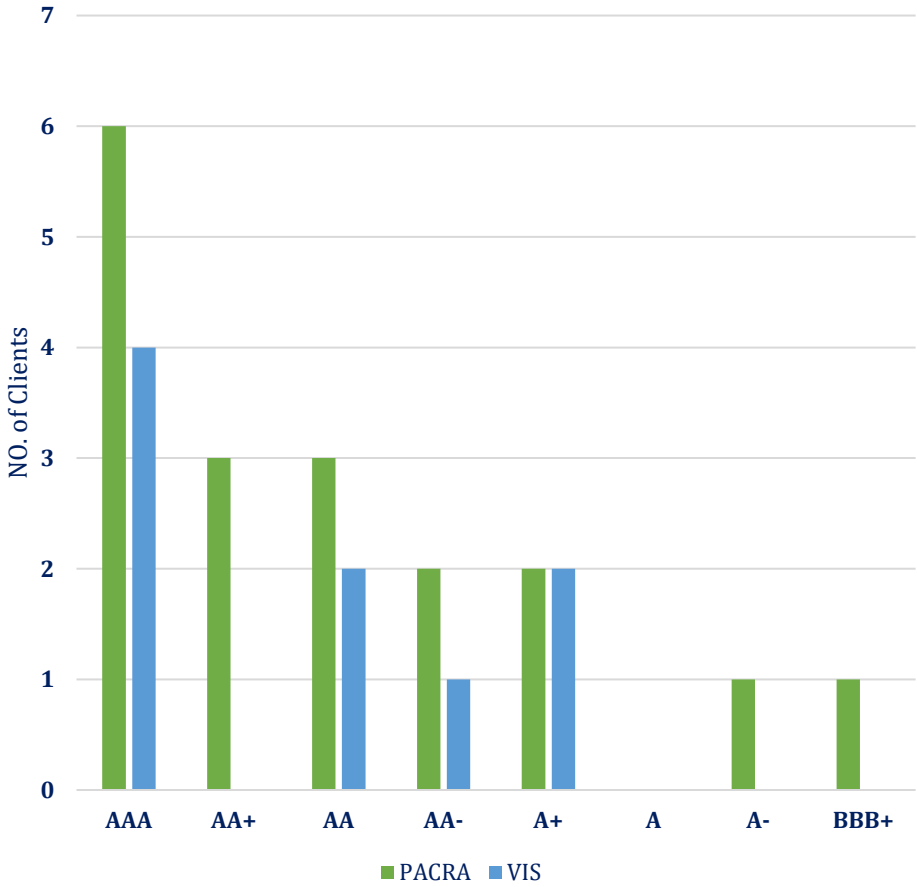
Particulars	Updates
ADR Taxation	<ul style="list-style-type: none"><li>The additional tax based on ADR of banks was introduced in the Finance Bill, 2021, and was applicable for the tax year 2024. The additional tax was 10.0% above the normal income tax, if ADR remained between ~40.0% to ~50.0% and 16.0% if ADR remained below `40.0%. Later, towards End-Dec'24, the Federal Government removed this additional taxation.</li></ul>
Islamic Banking	<ul style="list-style-type: none"><li><b>IFPD Circular No. 09 of 2024:</b> Islamic Banking Institutions (IBIs) shall pay profit on their PKR saving deposits (excluding deposits of financial institutions, public sector enterprises and public limited companies) equivalent to at least 75% of the weighted average gross yield of all pools of an IBI. This calculation will exclude pools associated with Shariah-compliant standing ceiling facilities and open market operations. Previously, this requirement used to be ~50% for IBIs.</li></ul>
Changes in Conventional Banking	<ul style="list-style-type: none"><li><b>BPRD Circular No. 05 of 2024:</b> The Minimum Profit Rate requirement specified vide above above-referred circulars shall not be applicable on the deposits of financial institutions, public sector enterprises and public limited companies.</li><li>The above instructions shall be effective from January 01, 2025.</li></ul>

# Islamic Banking | An Overview

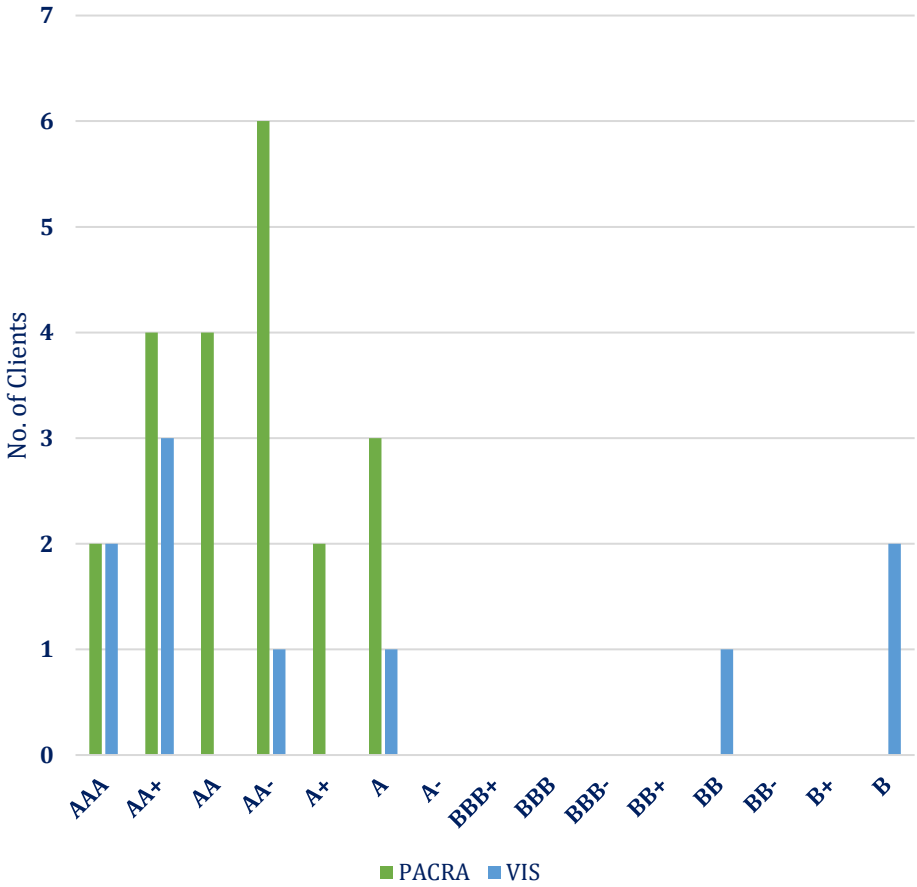
Figures in PKR bln, unless stated otherwise

Financial Position	CY21			CY22			CY23			CY24		
	Banks	Islamic Window	Total	Banks	Islamic Window	Total	Banks	Islamic Window	Total	Banks	Islamic Window	Total
Total Assets	3,027	2,549	5,576	3,942	3,286	7,229	5,985	3,009	8,994	7,258	3,812	11,070
Cash & Balances with Treasury & Other Banks	279	181	459	254	174	428	425	186	612	471	253	724
Financing - Net	1,358	1,239	2,597	1,623	1,490	3,113	2,188	1,147	3,335	2,884	1,153	4,037
Investments – Net	940	912	1,852	1,749	1,302	3,052	2,853	1,382	4,235	3,310	1,677	4,988
Other Assets	450	217	668	316	320	636	495	287	812	277	422	699
Total Liabilities	2,868	2,389	5,257	3,737	3,064	6,802	5,596	2,742	8,338	6,764	3,430	10,194
Deposits And Other Accounts	2,359	1,852	4,211	2,759	2,401	5,161	4,495	2,254	6,749	4,968	2,937	7,905
Other Liabilities	509	537	1,046	978	663	1,641	1,101	488	1,589	321	189	511
Financial Performance	CY21			CY22			CY23			CY24		
	Banks	Islamic Window	Total	Banks	Islamic Window	Total	Banks	Islamic Window	Total	Banks	Islamic Window	Total
Net Mark-Up Income	103	75	177	179	133	311	398	184	582	982	511	1,492
Net Mark-Up Income After Provision	99	70	168	168	129	296	378	180	558	461	239	700
Total Non - Markup Income	23	9	31	29	15	43	45	13	58	59	20	78
Total Income	122	79	199	197	144	339	423	193	616	520	258	779
Total Non-Markup Expenses	63	42	105	83	66	149	158	64	222	199	83	282
Profit/ (Loss) Before Tax	59	37	94	114	78	190	265	129	394	322	175	497
Profit/ (Loss) After Tax	35	29	62	59	55	112	131	95	226	149	124	273

Banks - Entity Rating



Banks - Debt Instrument Rating



Pakistan   Sovereign Rating			
Date	S&P	Moody's	Fitch
15-Apr-25			B-
28-Aug-24		Caa2	
30-July-24	CCC+		
29-July-24			CCC+
27-Feb-24		Caa3	
28-Feb-23		Caa3	
14-Feb-23			CCC-
22-Dec-22	CCC+		
21-Oct-22			CCC+
7-Oct-22		Caa1	
2-Aug-22			B-
30-Jul-22	B-		
3-Jun-22		B3	

# Bibliography

## Sources

- Pakistan Economic Survey
- Pakistan Bureau of Statistics
- State Bank of Pakistan
- Securities & Exchange Commission of Pakistan
- Federal Board of Revenue
- Pakistan Stock Exchange
- PACRA Database
- RBI, CBSL, Bank of Bangladesh, ECB, U.S. Fed

## Research Team

**Ayesha Wajih** | Assistant Manager Research | [ayesha.wajih@pacra.com](mailto:ayesha.wajih@pacra.com)

**Muhammad Shahryar Butt** | Associate Research Analyst | [shahryar.butt@pacra.com](mailto:shahryar.butt@pacra.com)



+92 42 3586 9504



[pacra.com.pk](http://pacra.com.pk)



[linkedin.com/company/pacra](https://linkedin.com/company/pacra)



[facebook.com/pacra.pk](https://facebook.com/pacra.pk)

## DISCLAIMER

PACRA has used due care in preparation of this document. Our information has been obtained from sources we consider to be reliable but its accuracy or completeness is not guaranteed. The information in this document may be copied or otherwise reproduced, in whole or in part, provided the source is duly acknowledged. The presentation should not be relied upon as professional advice.