



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

**Financial statements**  
**for the half year ended**  
**30 June 2025**

**TO THE CHIEF COUNTRY OFFICER OF DEUTSCHE BANK AG, PAKISTAN OPERATIONS**

**REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS**

***Introduction***

We have reviewed the accompanying condensed interim statement of financial position of **Deutsche Bank AG, Pakistan Operations** (the Pakistan Operations) as at **30 June 2025** and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity and notes to the condensed interim financial statements for the six-months' period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

***Scope of Review***

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

***Conclusion***

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

***Other Matter***

Pursuant to the requirement of section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review by statutory auditors of the Bank. Accordingly, the figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the three months period ended 30 June 2025 and 30 June 2024 have not been subject to limited scope review by us.

The engagement partner on the review resulting in this independent auditor's review report is Omer Chughtai.



**Chartered Accountants**

**Place:** Karachi

**Date:** 29 August 2025

**UDIN:** RR202510120YpuKrO6MH

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

		30 June 2025	31 December 2024
	Note	(Un-audited)	(Audited)
		----- Rupees in '000 -----	
<b>ASSETS</b>			
Cash and balances with treasury bank	6	13,190,986	13,698,435
Balances with other banks	7	2,003,752	1,977,797
Lendings to financial institutions	8	28,810,502	44,982,510
Investments	9	4,438,120	1,993,678
Advances	10	6,572,519	2,993,065
Property and Equipment	11	556,151	616,268
Right-of-use assets	12	304,306	332,002
Intangible assets		-	-
Deferred tax assets	13	358,845	290,360
Other assets	14	3,301,382	2,318,183
		59,536,563	69,202,299
<b>LIABILITIES</b>			
Bills payable	15	1,087,769	806,811
Borrowings		-	-
Deposits and other accounts	16	33,665,653	44,938,069
Lease Liabilities	17	436,526	448,092
Subordinated debt		-	-
Deferred tax liabilities		-	-
Other liabilities	18	8,387,989	8,291,103
		43,577,937	54,484,075
<b>NET ASSETS</b>		<b>15,958,626</b>	<b>14,718,224</b>
<b>REPRESENTED BY</b>			
Head office capital account		10,662,220	9,297,617
Reserves		-	-
Surplus / (Deficit) on revaluation of assets	19	(1,401)	656
Unremitted profit		5,297,807	5,419,951
		15,958,626	14,718,224
<b>CONTINGENCIES AND COMMITMENTS</b>			
	20		

The annexed notes 1 to 34 form an integral part of these condensed interim financial statements.

\_\_\_\_\_  
**Chief Country Officer**  
**Pakistan**

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**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 Six months period ended 30 June 2025*

	Note	Three months period ended 30 June 2025	Three months period ended 30 June 2024	Six months period ended 30 June 2025	Six months period ended 30 June 2024
----- Rupees in '000 -----					
Mark-up / return / interest earned	21	1,312,932	2,569,868	2,779,009	4,830,909
Mark-up / return / interest expensed	22	376,729	1,055,395	846,007	1,719,989
<b>Net mark-up / interest income</b>		<b>936,203</b>	<b>1,514,473</b>	<b>1,933,002</b>	<b>3,110,920</b>
<b>NON MARK-UP / INTEREST INCOME</b>					
Fee and commission income	23	115,343	108,285	257,543	237,306
Dividend income		-	-	-	-
Foreign exchange income		319,708	287,275	493,625	565,775
Income / (loss) from derivatives		-	-	-	-
Gain on securities	24	-	390	-	390
Other (loss) / income	25	-	661	45	(536)
Total non-markup / interest Income		435,051	396,611	751,213	802,935
Total Income		1,371,254	1,911,084	2,684,215	3,913,855
<b>NON MARK-UP / INTEREST EXPENSES</b>					
Operating expenses	26	607,455	477,967	942,281	962,207
Workers Welfare Fund		15,903	28,829	35,882	59,295
Other charges		-	-	-	-
Total non-markup / interest expenses		623,358	506,796	978,163	1,021,502
<b>Profit before credit loss allowance</b>		<b>747,896</b>	<b>1,404,288</b>	<b>1,706,052</b>	<b>2,892,353</b>
Credit loss reversal and write offs - net	27	(9,979)	290	(3,923)	5,046
Extra ordinary / unusual items		-	-	-	-
<b>PROFIT BEFORE TAXATION</b>		<b>737,917</b>	<b>1,404,578</b>	<b>1,702,129</b>	<b>2,897,399</b>
Taxation	28	(304,379)	(689,472)	(904,718)	(1,528,447)
<b>PROFIT AFTER TAXATION</b>		<b>433,538</b>	<b>715,106</b>	<b>797,411</b>	<b>1,368,952</b>

The annexed notes 1 to 34 form an integral part of these condensed interim financial statements.

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**Chief Country Officer**  
**Pakistan**

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**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 Six months period ended 30 June 2025

	Three months period ended 30 June 2025	Three months period ended 30 June 2024	Six months period ended 30 June 2025	Six months period ended 30 June 2024
	------(Rupees in '000)-----			
Profit after taxation for the period	433,538	715,106	797,411	1,368,952
<b>Other comprehensive income</b>				
<b>Items that may be reclassified to profit and loss account in subsequent periods:</b>				
Movement in surplus / (deficit) on revaluation of investments - net of tax	(3,315)	4,584	(2,057)	2,435
<b>Items that will not be reclassified to profit and loss account in subsequent periods:</b>				
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>430,223</b>	<b>719,690</b>	<b>795,354</b>	<b>1,371,387</b>

The annexed notes 1 to 34 form an integral part of these condensed interim financial statements.

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Chief Country Officer  
Pakistan

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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 Six months period ended 30 June 2025

	Head office capital account	Surplus (Deficit) on revaluation of investments	Unremitted profit	Total
	------(Rupees in '000) -----			
<b>Balance as at 01 January 2024</b>	<b>9,984,045</b>	<b>(5,366)</b>	<b>5,390,124</b>	<b>15,368,803</b>
<b>Change in accounting policy as at January 01, 2024</b>	-	-	<b>5,588</b>	<b>5,588</b>
<b>Balance as at 01 January 2024 - as restated</b>	<b>9,984,045</b>	<b>(5,366)</b>	<b>5,395,712</b>	<b>15,374,391</b>
Profit after taxation for the six months period ended 30 June 2024	-	-	1,368,952	1,368,952
Other comprehensive income - net of tax	-	2,435	-	2,435
	-	2,435	1,368,952	1,371,387
<b>Transactions with owners, recorded directly in equity</b>				
Exchange adjustments on revaluation of capital	(442,707)	-	-	(442,707)
Remittance made to Head office	-	-	(2,439,601)	(2,439,601)
	(442,707)	-	(2,439,601)	(2,882,308)
<b>Opening balance as at 01 July 2024</b>	<b>9,541,338</b>	<b>(2,931)</b>	<b>4,325,063</b>	<b>13,863,470</b>
Profit after taxation for the six months period ended 31 December 2024	-	-	1,091,601	1,091,601
Other comprehensive income - net of tax	-	3,587	3,287	6,874
	-	3,587	1,094,888	1,098,475
<b>Transactions with owners, recorded directly in equity</b>				
Exchange adjustments on revaluation of capital	(243,721)	-	-	(243,721)
Remittance made to Head office	-	-	-	-
	(243,721)	-	-	(243,721)
<b>Balance as at 01 January 2025 - as reported</b>	<b>9,297,617</b>	<b>656</b>	<b>5,419,951</b>	<b>14,718,224</b>
Profit after taxation for the six months period ended 30 June 2025	-	-	797,411	797,411
Other comprehensive income - net of tax	-	(2,057)	-	(2,057)
	-	(2,057)	797,411	795,354
<b>Transactions with owners, recorded directly in equity</b>				
Exchange adjustments on revaluation of capital	1,364,603	-	-	1,364,603
Remittance made to Head office	-	-	(919,555)	(919,555)
	1,364,603	-	(919,555)	445,048
<b>Balance as at 30 June 2025</b>	<b>10,662,220</b>	<b>(1,401)</b>	<b>5,297,807</b>	<b>15,958,626</b>

The annexed notes 1 to 34 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 Six months period ended 30 June 2025*

	Note	30 June 2025	30 June 2024
		----- (Rupees in '000) -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before taxation		1,702,129	2,897,399
<b>Adjustments for:</b>			
Depreciation		65,484	99,476
Depreciation on right-of-use assets		27,692	-
Reversals in ECLs		3,922	(5,046)
(Loss) / gain on disposal of Property and equipment - net	25	-	1,197
Finance costs of lease liability		29,580	30,603
		<b>126,678</b>	<b>126,230</b>
		<b>1,828,807</b>	<b>3,023,629</b>
<b>(Increase) / decrease in operating assets</b>			
Lendings to financial institutions		16,172,008	(19,602,679)
Advances		(3,811,227)	3,199,969
Others assets (excluding advance taxation)		(1,282,403)	336,354
		<b>11,078,378</b>	<b>(16,066,356)</b>
<b>Decrease / (increase) in operating liabilities</b>			
Bills payable		280,958	1,464,671
Deposits and other accounts		(11,272,417)	8,323,904
Other liabilities		819,254	57,373
		<b>(10,172,205)</b>	<b>9,845,948</b>
Income tax paid		(1,166,285)	(1,582,856)
<b>Net cash used in operating activities</b>		<b>1,568,695</b>	<b>(4,779,635)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Net investments in FVOCI securities		(2,448,727)	6,448,813
Investments in Property and equipment		(5,365)	(29,821)
Proceeds from sale of Property and equipment		-	346
<b>Net cash generated from investing activities</b>		<b>(2,454,092)</b>	<b>6,419,338</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Payment of lease liabilities		(41,146)	(40,445)
Remittance made to Head office		(919,555)	(2,439,601)
<b>Net cash used in financing activities</b>		<b>(960,701)</b>	<b>(2,480,046)</b>
Effects of exchange rate changes on cash and cash equivalents		1,364,603	(442,707)
<b>Increase in cash and cash equivalents during the period</b>		<b>(481,495)</b>	<b>(1,283,050)</b>
Cash and cash equivalents at beginning of the period		15,676,233	16,738,495
Cash and cash equivalents at end of the period		<b>15,194,738</b>	<b>15,455,445</b>

The annexed notes 1 to 34 form an integral part of these condensed interim financial statements.

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**Chief Country Officer**  
**Pakistan**

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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. Accordingly, the requirements of this standard 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 IAS 34, 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 annual 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 25 July 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**

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 BANK	Note	30 June 2025	31 December 2024
			----- (Rupees in '000) -----	
	In hand			
	Local currency		21,876	28,960
	Foreign currency		18,037	17,432
			<u>39,913</u>	<u>46,392</u>
	With State Bank of Pakistan in			
	Local currency current account	6.1	1,903,309	3,788,613
	Foreign currency current account	6.2	199,132	195,473
	Foreign currency deposit account	6.3	11,049,601	9,670,915
			<u>13,152,042</u>	<u>13,655,001</u>
			<u>13,191,955</u>	<u>13,701,393</u>
	Less: Credit loss allowance held against cash and balances with treasury banks	6.4	(969.00)	(2,957.76)
	Cash and balances with treasury banks - net of credit loss allowance		<u>13,190,986</u>	<u>13,698,435</u>

6.1 This represents current account maintained under the 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 maintained 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 3.31% to 3.33% p.a during the period (31 December 2024: 3.53% to 4.35% p.a).

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

6.4 Balances with treasury banks are classified as Stage 2.

7	BALANCES WITH OTHER BANKS	Note	30 June 2025	31 December 2024
			----- (Rupees in '000) -----	
	In Pakistan			
	Current account		1,000	1,000
	Outside Pakistan			
	Current account			
	Interbranch	7.1	1,998,536	1,972,923
	Others		4,216	3,875
			<u>2,002,752</u>	<u>1,976,798</u>
			<u>2,003,752</u>	<u>1,977,798</u>
	Less: Credit loss allowance held against balances with other banks	7.2	-	(1)
	Balances with other banks - net of credit loss allowance		<u>2,003,752</u>	<u>1,977,797</u>

7.1 This includes Rs. 1,823 million with Deutsche Bank New York, Rs. 167 million with Deutsche Bank Frankfurt and various other Deutsche Bank AG entities and branches (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 June 2025	31 December 2024
			----- (Rupees in '000) -----	
	Repurchase agreement lendings (Reverse Repo)	8.1	28,810,502	44,982,510
8.1	Reverse repo transaction has been made with State Bank of Pakistan and commercial banks at rate ranges from 10% to 11% p.a (31 December 2024: 12% ) maturing by 4 July, 2025 (31 December 2024: 02 January 2025). The market value of these securities at 30 June 2025 amounted to Rs. 29,323.88 million (31 December 2024: Rs. 45,667.37 million).			

**9 INVESTMENTS**

30 June 2025				31 December 2024			
Cost / Amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Provision for dimunition	Surplus / (Deficit)	Carrying Value
----- (Rupees in '000) -----							
4,441,039	-	(2,919)	4,438,120	1,992,312	-	1,366	1,993,678
4,441,039	-	(2,919)	4,438,120	1,992,312	-	1,366	1,993,678
-	-	-	-	-	-	-	-
4,441,039	-	(2,919)	4,438,120	1,992,312	-	1,366	1,993,678

**10 ADVANCES**

	Performing		Non Performing		Total	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024	30 June 2025	31 December 2024
(Rupees in '000)						
Loans, cash credits, running finances, etc	5,095,068	2,993,671	30,885	30,885	5,125,953	3,024,556
Bills discounted and purchased	1,484,941	-	65,626	65,626	1,550,567	65,626
Advances - gross	6,580,009	2,993,671	96,511	96,511	6,676,520	3,090,182
Credit loss allowance against advances						
-Stage 1	(7,416)	(606)	-	-	(7,416)	(606)
-Stage 2	(74)	-	-	-	(74)	-
-Stage 3	-	-	(96,511)	(96,511)	(96,511)	(96,511)
	(7,490)	(606)	(96,511)	(96,511)	(104,001)	(97,117)
Advances - net of credit loss allowance	6,572,519	2,993,065	-	-	6,572,519	2,993,065

10.1 Particulars of advances (gross)	30 June 2025	31 December 2024
	(Rupees in '000)	
In local currency	6,610,894	3,024,556
In foreign currencies	65,626	65,626
	6,676,520	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 June 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 June 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	6,810	74	-	6,884	-	-	-	-
Reversals	-	-	-	-	(2,076)	-	-	(2,076)
Closing balance	7,416	74	96,511	104,001	606	-	96,511	97,117

**10.4 Advances - Particulars of credit loss allowance**

	30 June 2025		
	Stage 1	Stage 2	Stage 3
	Rupees in '000		
Opening balance	606	-	96,511
Impact of adoption of IFRS 9	-	-	-
New Advances	6,810	74	-
	7,416	74	96,511

**10.4.2 Advances - Category of classification**

Domestic		30 June 2025	
		Outstanding amount	Credit loss allowance Held
Performing	Stage 1	6,580,009	(7,416)
Underperforming	Stage 2	-	-
Non-Performing	Stage 3	-	-
Loss		96,511	(96,511)
		6,676,520	(103,927)

11	PROPERTY AND EQUIPMENT	Note	30 June 2025 ----- Rupees in '000 -----	31 December 2024
	Capital work-in-progress	11.1	11,005	6,228
	Property and equipment		545,146	610,040
			<u>556,151</u>	<u>616,268</u>
11.1	Capital work-in-progress			
	Advances to suppliers		<u>11,005</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		332,002	387,386
	Depreciation Charge for the period / year		(27,696)	(55,384)
	Net Carrying amount at the end of the period / year		<u>304,306</u>	<u>332,002</u>
13	DEFERRED TAX ASSETS			
	Deductible Temporary Differences on			
	- Deficit on revaluation of investments		1,519	(710)
	- Accelerated tax depreciation		-	66,296
	- Provision against advances, off balance sheet etc.		1,600	(440)
	- Workers' Welfare Fund		298,255	279,596
	- Lease Liability		181,313	-
			482,687	344,742
	Taxable Temporary Differences on			
	- Post retirement employee benefits		(54,382)	(54,382)
	- Accelerated tax depreciation		(69,460)	-
			(123,842)	(54,382)
			<u>358,845</u>	<u>344,742</u>
14	OTHER ASSETS			
	Income / Mark-up accrued in local currency		214,939	186,046
	Income / Mark-up accrued in foreign currency		-	22,665
	Advances, deposits and other prepayments		271,791	40,534
	Advance taxation (payments less provisions)		1,541,185	1,345,877
	Receivable from defined benefit plan		93,184	93,184
	Branch adjustment account		(1,151)	(1,950)
	Mark to market gains on forward foreign exchange contracts		-	2
	Acceptances		1,021,529	494,463
	Others		164,579	142,036
			<u>3,306,056</u>	<u>2,322,857</u>
	Less: Credit loss allowance held against other assets	14.1	(4,674)	(4,674)
			<u>3,301,382</u>	<u>2,318,183</u>
14.1	Credit loss allowance held against other assets			
	Advances, deposits and other prepayments		<u>4,674</u>	<u>4,674</u>
15	BILLS PAYABLE			
	In Pakistan		<u>1,087,769</u>	<u>806,811</u>

**16 DEPOSITS AND OTHER ACCOUNTS**

	30 June 2025			31 December 2024		
	In Local Currency	In Foreign currencies	Total	In Local Currency	In Foreign currencies	Total
	----- Rupees in '000 -----					
<b>Customers</b>						
<b>Non-Remunerative</b>						
Current deposits	15,441,554	2,561,259	18,002,813	19,202,426	2,616,410	21,818,836
Others	541,863	-	541,863	841,031	-	841,031
<b>Remunerative</b>						
Savings deposits	5,291,014	67	5,291,081	14,870,752	66	14,870,818
Term deposits	9,827,000	-	9,827,000	7,405,000	-	7,405,000
	31,101,431	2,561,326	33,662,757	42,319,209	2,616,476	44,935,685
<b>Financial Institutions</b>						
Non-remunerative deposits - inter branch	2,896	-	2,896	2,384	-	2,384
	<u>31,104,327</u>	<u>2,561,326</u>	<u>33,665,653</u>	<u>42,321,593</u>	<u>2,616,476</u>	<u>44,938,069</u>

**17 LEASE LIABILITIES**

	Note	30 June 2025	31 December 2024
		----- Rupees in '000 -----	
Outstanding amount at the start of the year		448,092	468,322
Lease payments including interest		(41,146)	(80,889)
Interest expense		29,580	60,659
Outstanding amount at the end of the year		<u>436,526</u>	<u>448,092</u>
<b>Liabilities Outstanding</b>			
Not later than one year		29,478	24,048
Later than one year and upto five years		231,741	201,416
Over five years		175,307	222,629
Total at the year end		<u>436,526</u>	<u>448,092</u>

**18 OTHER LIABILITIES**

Mark-up/ Return/ Interest payable in local currency		6,510	14,025
Mark-up/ Return/ Interest payable in foreign currency		-	-
Unearned commission and income on bills discounted		38,565	33,384
Accrued expenses		503,537	703,466
Acceptances		1,021,529	494,463
Dividends received for Custodial clients		29,255	24,417
Mark to market loss on forward foreign exchange contracts		25	-
Payable to Deutsche Bank Singapore		-	6,195
Unremitted head office expenses		6,049,776	6,222,039
Credit loss allowance against off-balance sheet obligations	18.1	3,149	4,120
Workers Welfare Fund		573,565	537,683
Others		162,078	251,311
		<u>8,387,989</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		(971)	(1,729)
		<u>(971)</u>	<u>(1,729)</u>
Closing balance		<u>3,149</u>	<u>4,120</u>

**19 SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS**

Deficit on revaluation of:			
- FVOCI securities - debt		(2,919)	1,366
- Available for sale securities		-	-
Deferred tax on deficit on revaluation of:			
- FVOCI securities - debt		1,518	(710)
- Available for sale securities		-	-
		<u>(1,401)</u>	<u>656</u>

**20 CONTINGENCIES AND COMMITMENTS**

-Guarantees	20.1	12,280,131	13,643,792
-Commitments	20.2	29,985,068	31,724,185
		<u>42,265,199</u>	<u>45,367,977</u>
<b>20.1 Guarantees</b>			
Financial guarantees		<u>12,280,131</u>	<u>13,643,792</u>

		30 June 2025	31 December 2024
		----- Rupees in '000 -----	
<b>20.2 Commitments</b>			
Documentary credits and short-term trade-related transactions			
- letters of credit		3,652,617	4,908,132
Commitments in respect of:			
- forward foreign exchange contracts	20.2.1	11,167	92,545
- forward lending	20.2.2	26,321,284	26,723,507
Commitments for acquisition of:			
- operating fixed assets		-	-
Forward sale of investments		-	-
		<u>29,985,068</u>	<u>31,724,185</u>
<b>20.2.1 Commitments in respect of forward foreign exchange contracts</b>			
Purchase		<u>11,167</u>	<u>92,545</u>
<b>20.2.2 Commitments in respect of forward lending</b>			
These represent commitments that are revocable because these can be withdrawn at the discretion of the bank.			
<b>20.3 Other contingent liabilities</b>			
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 Operations 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.			
<b>21 MARK-UP / RETURN / INTEREST EARNED</b>		<b>Six months period ended 30 June 2025</b>	<b>Six months period ended 30 June 2024</b>
		----- Rupees in '000 -----	
On:			
Loans and advances		365,938	557,259
Investments		246,863	470,853
Lendings to financial institutions		2,121,972	3,751,710
Balances with banks		39,072	50,968
Others		5,164	119
		<u>2,779,009</u>	<u>4,830,909</u>
<b>21.1 Interest income recognised on:</b>			
Financial assets measured at amortised cost		2,532,146	4,360,056
Financial assets measured at FVOCI		246,863	470,853
		<u>2,779,009</u>	<u>4,830,909</u>
<b>22 MARK-UP / RETURN / INTEREST EXPENSED</b>			
On:			
Deposits		814,744	1,689,386
Borrowings		1,683	-
Finance cost of lease liability		29,580	30,603
		<u>846,007</u>	<u>1,719,989</u>
<b>23 FEE &amp; COMMISSION INCOME</b>			
Commission on trade		140,349	143,600
Commission on guarantees		35,755	34,068
Commission on cash management		4,907	1,372
Commission on remittances including home remittances		179	159
Commission on custodial services		76,353	58,107
		<u>257,543</u>	<u>237,306</u>

		Six months period ended 30 June 2025	Six months period ended 30 June 2024
	Note	----- Rupees in '000 -----	
<b>24 GAIN ON SECURITIES</b>			
Realised loss	24.1	-	390
<b>24.1 Realised loss on:</b>			
Federal Government Securities		-	390
<b>25 OTHER (LOSS) / INCOME</b>			
(Loss) / gain on sale of fixed assets - net		45	(1,197)
Prior years refunds on utilities costs		-	-
Others		-	661
		<b>45</b>	<b>(536)</b>
<b>26 OPERATING EXPENSES</b>			
Total compensation expense		388,059	366,582
<b>Property expense</b>			
Rent & taxes		1,134	651
Insurance		5,995	5,700
Utilities cost		5,464	8,833
Security (including guards)		6,061	6,835
Repair & maintenance (including janitorial charges)		20,470	21,872
Depreciation		28,617	27,473
Depreciation on right-of-use assets		27,692	27,692
		<b>95,433</b>	<b>99,056</b>
<b>Information technology expenses</b>			
Software maintenance		1,294	4,502
Hardware maintenance		9,339	30,398
Depreciation		18,022	21,419
Network charges		25,463	17,923
		<b>54,118</b>	<b>74,242</b>
<b>Other operating expenses</b>			
Legal & professional charges		9,011	16,344
Outsourced services costs		58,322	54,277
Travelling & conveyance		5,407	1,955
NIFT clearing charges		139	284
Depreciation		18,845	22,892
Training & development		-	44
Postage & courier charges		1,636	1,356
Communication		7,723	2,193
Head office / regional office expenses		291,509	301,468
Stationery & printing		3,383	13,186
Marketing, advertisement & publicity		417	612
Auditors Remuneration		4,505	4,325
Others		3,774	3,391
		<b>404,671</b>	<b>422,327</b>
		<b>942,281</b>	<b>962,207</b>
<b>27 CHARGE/(REVERSALS) OF CREDIT LOSS ALLOWANCE</b>			
Credit loss allowance against loans & advances		6,884	(2,439)
Credit loss allowance against off-balance sheet obligations		(971)	(2,607)
Credit loss allowance held against cash and balances with treasury banks		(1,989)	-
Credit loss allowance held against balances with other banks		(1)	-
		<b>3,923</b>	<b>(5,046)</b>
<b>28 TAXATION</b>			
Current		970,976	1,491,183
Deferred		(66,258)	37,264
		<b>904,718</b>	<b>1,528,447</b>

## 29 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.

### 29.1 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 June 2025			
		Fair Value			
		Level 1	Level 2	Level 3	Total
	819454	----- (Rupees in '000) -----			
On balance sheet financial instruments					
Financial assets measured at fair value					
Investments					
- Federal Government Securities		-	4,438,120	-	4,438,120
Off-balance sheet financial instruments measured at fair value					
Forward purchase of foreign exchange		-	11,167	-	11,167
		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
Off-balance sheet financial instruments measured at fair value					
Forward purchase of foreign exchange		-	92,547	-	92,547

### 29.2 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.

### 30 SEGMENT INFORMATION

#### 30.1 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.

	Six months period ended 30 June 2025			
	Corporate Bank	Investment Bank	Infrastructure & Regional Management	Total
	----- (Rupees in '000) -----			
<b>Profit &amp; Loss</b>				
Net mark-up / return	(460,714)	(1,100)	2,394,816	1,933,002
Inter segment revenue - net	1,786,830	(80,373)	(1,706,457)	-
Non mark-up / return / interest income	272,855	488,878	(10,520)	751,213
Total Income	1,598,971	407,405	677,839	2,684,215
Segment direct expenses	(394,447)	(43,727)	(539,989)	(978,163)
Inter segment expense allocation	(241,520)	(24,897)	266,417	-
Total expenses	(635,967)	(68,624)	(273,572)	(978,163)
Reversals / (Provisions)	(3,923)	-	-	(3,923)
Profit before tax	959,081	338,781	404,267	1,702,129
	30 June 2025			
	Corporate Bank	Investment Bank	Infrastructure & Regional Management	Total
	----- (Rupees in '000) -----			
<b>Balance Sheet</b>				
Cash & Bank balances	-	-	15,194,738	15,194,738
Investments	-	-	-	-
Net inter segment lending	6,427,602	-	27,848,461	34,276,063
Lendings to financial institutions	-	-	28,810,502	28,810,502
Investments	-	-	4,438,120	4,438,120
Advances - performing	6,580,009	-	-	6,580,009
- non-performing	96,511	-	-	96,511
- provision against advances	(104,001)	-	-	(104,001)
Others	1,540,774	-	2,979,912	4,520,686
<b>Total Assets</b>	14,540,895	-	79,271,733	93,812,628
Borrowings	-	-	-	-
Deposits & other accounts	33,662,757	-	2,896	33,665,653
Net inter segment borrowing	34,276,063	-	-	34,276,063
Others	2,183,628	25	7,728,631	9,912,284
<b>Total liabilities</b>	70,122,448	25	7,731,527	77,854,000
Equity	-	-	15,958,626	15,958,626
<b>Total Equity &amp; liabilities</b>	70,122,448	25	23,690,153	93,812,626
<b>Contingencies &amp; Commitments</b>	42,254,032	11,167	-	42,265,199



	Six months period ended 30 June 2024			
	Corporate Bank	Investment Bank	Infrastructure & Regional Management	Total
	----- (Rupees in '000) -----			
<b>Profit &amp; Loss</b>				
Net mark-up / return	(1,135,978)	(980)	4,247,878	3,110,920
Inter segment revenue - net	3,426,445	(6,667)	(3,419,778)	-
Non mark-up / return / interest income	266,399	480,432	56,104	802,935
Total Income	2,556,866	472,785	884,204	3,913,855
Segment direct expenses	(366,671)	(54,153)	(600,678)	(1,021,502)
Inter segment expense allocation	(351,895)	(77,841)	429,736	-
Total expenses	(718,566)	(131,994)	(170,942)	(1,021,502)
Reversals / (Provisions)	5,046	-	-	5,046
Profit before tax	1,843,346	340,791	713,262	2,897,399

	30 June 2024			
	Corporate Bank	Investment Bank	Infrastructure & Regional Management	Total
	----- (Rupees in '000) -----			
<b>Balance Sheet</b>				
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
- provision against advances	(97,117)	-	-	(97,117)
Others	689,321	2	2,867,490	3,556,813
<b>Total Assets</b>	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
<b>Total liabilities</b>	129,788,619	4	8,121,450	137,910,073
Head office account (Equity)	-	-	14,718,224	14,718,224
<b>Total Equity &amp; liabilities</b>	129,788,619	4	22,839,674	152,628,297
<b>Contingencies &amp; Commitments</b>	45,275,431	92,545	-	45,367,977

### 31 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 June 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)						
<b>Balances with other banks</b>						
In current accounts	1,998,500	-	-	1,972,886	-	-
<b>Advances</b>						
Opening balance	819,454	1,657	-	-	10,103	-
Addition during the period	-	-	-	-	-	-
Repaid during the period	-	(942)	-	-	(5,799)	-
Transfer in / (out) - net	-	4,170	-	-	(2,647)	-
Closing balance	-	4,885	-	-	1,657	-
<b>Other Assets</b>						
Receivable from staff retirement fund	-	-	93,184	-	-	93,184
<b>Borrowings</b>						
Opening balance	-	-	-	-	-	-
Borrowings during the period	-	-	-	-	-	-
Settled during the period	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-
<b>Deposits and other accounts</b>						
Opening balance	2,384	12,824	118,926	496	8,027	9,966
Received during the period	4,305	45,464	849,638	2,908	87,557	1,120,218
Withdrawn during the period	(3,793)	(41,131)	(933,355)	(1,019)	(77,618)	(1,011,258)
Transfer in / (out) - net	-	4,130	-	-	(5,142)	-
Closing balance	2,896	21,287	35,209	2,384	12,824	118,926
<b>Other Liabilities</b>						
Other liabilities	6,049,776	-	-	6,247,340	-	-
<b>Contingencies and Commitments</b>						
Other contingencies	4,059,458	-	-	4,408,304	-	-

	Six months period ended			
	30 June 2025		30 June 2024	
	Head office and branches	Key management personnel	Head office and branches	Key management personnel
(Rupees in '000)				
<b>Income</b>				
Mark-up / return / interest earned	32,052	30	41,413	45
<b>Expense</b>				
Mark-up / return / interest paid	-	355	-	487
Operating expenses	291,509	43,064	147,665	42,575

## 32 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

### Minimum Capital Requirement (MCR):

Paid-up capital (net of losses)	<b>15,958,621</b>	14,683,528
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### Capital Adequacy Ratio (CAR):

Eligible Common Equity Tier 1 (CET 1) Capital	<b>15,958,621</b>	14,683,528
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	<b>15,958,621</b>	14,683,528
Eligible Tier 2 Capital	<b>11,608</b>	8,340
Total Eligible Capital (Tier 1 + Tier 2)	<b>15,970,229</b>	14,691,868

### Risk Weighted Assets (RWAs):

Credit Risk	<b>16,120,452</b>	14,193,709
Market Risk	<b>213,350</b>	132,392
Operational Risk	<b>11,727,729</b>	11,727,729
Total	<b>28,061,531</b>	26,053,830

Common Equity Tier 1 Capital Adequacy Ratio	<b>56.87%</b>	56.36%
Tier 1 Capital Adequacy Ratio	<b>56.87%</b>	56.36%
Total Capital Adequacy Ratio	<b>56.91%</b>	56.39%

### Leverage Ratio (LR):

Eligible Tier-1 Capital	<b>15,958,621</b>	14,683,528
Total Exposure	<b>85,547,389</b>	88,213,139
Leverage Ratio	<b>18.65%</b>	16.65%

### Liquidity Coverage Ratio (LCR):

Total High Quality Liquid Assets	<b>42,240,360</b>	46,652,850
Total Net Cash Outflow	<b>13,656,811</b>	15,190,865
Liquidity Coverage Ratio	<b>309%</b>	307%

### Net Stable Funding Ratio (NSFR):

Total Available Stable Funding	<b>37,773,707</b>	40,037,788
Total Required Stable Funding	<b>16,137,765</b>	12,941,480
Net Stable Funding Ratio	<b>234%</b>	309%

## 33 GENERAL

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

## 34 DATE OF AUTHORISATION

These condensed interim financial information were authorised for issue on 29 August, 2025.

Chief Country Officer  
Pakistan

Chief Financial Officer  
Pakistan