

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2021

	Note	30 September 2021 (Un-Audited)	31 December 2020 (Audited)
Rupees in '000			
ASSETS			
Cash and balances with treasury banks	6	64,155,131	54,694,603
Balances with other banks	7	2,254,998	1,990,862
Lendings to financial institutions	8	3,125,401	1,000,000
Investments	9	660,096,582	584,531,633
Advances	10	373,183,898	312,166,805
Fixed assets	11	11,232,050	9,033,002
Intangible assets	12	117,927	89,690
Deferred tax assets	13	2,544,736	1,156,509
Other assets	14	55,543,893	52,909,079
		<u>1,172,254,616</u>	<u>1,017,572,183</u>
LIABILITIES			
Bills payable	15	20,237,422	15,421,002
Borrowings	16	279,172,057	201,722,849
Deposits and other accounts	17	750,472,366	680,955,712
Liabilities against assets subject to finance lease		-	-
Sub-ordinated debts		-	-
Deferred tax liabilities		-	-
Other liabilities	18	61,812,429	61,824,409
		<u>1,111,694,274</u>	<u>959,923,972</u>
NET ASSETS			
		<u>60,560,342</u>	<u>57,648,211</u>
REPRESENTED BY			
Share capital		10,478,315	10,478,315
Reserves		21,967,926	19,986,241
Surplus on revaluation of assets - net of tax	19	737,414	3,164,807
Unappropriated profit		27,376,687	24,018,848
		<u>60,560,342</u>	<u>57,648,211</u>
CONTINGENCIES AND COMMITMENTS			
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The annexed notes 1 to 38 form an integral part of these unconsolidated condensed interim financial statements.

FUZAIL ABBAS
Chief Financial Officer

MOHSIN A. NATHANI
President &
Chief Executive Officer

MOHOMED BASHIR
Director

RASHID AHMED JAFER
Director

MOHAMEDALI R. HABIB
Chairman

**UNCONSOLIDATED CONDENSED INTERIM
PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2021**

	Note	30 September 2021		30 September 2020	
		Quarter ended	Nine months ended	Quarter ended	Nine months ended
		Rupees in '000			
Mark-up / return / interest earned	22	18,675,427	53,779,786	18,986,330	59,443,730
Mark-up / return / interest expensed	23	(11,180,083)	(31,881,279)	(10,070,443)	(39,810,174)
Net mark-up / interest income		7,495,344	21,898,507	8,915,887	19,633,556
NON MARK-UP / INTEREST INCOME					
Fee and commission income	24	1,771,579	5,092,352	1,420,244	3,892,119
Dividend income		22,825	82,124	23,579	128,023
Foreign exchange income		1,126,085	2,389,731	1,022,621	3,029,153
Income / (loss) from derivatives		-	-	-	-
Gain / (loss) on securities	25	122,853	167,987	(248,948)	(99,826)
Other income	26	79,752	256,758	20,837	38,032
Total non mark-up / interest income		3,123,094	7,988,952	2,238,333	6,987,501
Total Income		10,618,438	29,887,459	11,154,220	26,621,057
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	27	4,266,205	11,846,742	3,619,710	10,460,626
Workers' welfare fund		105,000	317,000	172,000	320,000
Other charges	28	122	14,678	2,740	31,980
Total non-mark-up / interest expenses		(4,371,327)	(12,178,420)	(3,794,450)	(10,812,606)
Profit before provisions		6,247,111	17,709,039	7,359,770	15,808,451
Provisions and write offs - net	29	(262,869)	(2,039,804)	(396,213)	(1,996,560)
Extra ordinary / unusual items		-	-	-	-
PROFIT BEFORE TAXATION		5,984,242	15,669,235	6,963,557	13,811,891
Taxation	30	(2,308,968)	(5,765,879)	(2,814,555)	(5,543,950)
PROFIT AFTER TAXATION		3,675,274	9,903,356	4,149,002	8,267,941
Rupees					
Basic and diluted earnings per share	31	3.51	9.45	3.96	7.89

The annexed notes 1 to 38 form an integral part of these unconsolidated condensed interim financial statements.

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Chairman

**UNCONSOLIDATED CONDENSED INTERIM
STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**
FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2021

	30 September 2021		30 September 2020	
	Quarter ended	Nine months ended	Quarter ended	Nine months ended
	Rupees in '000			
Profit after taxation for the period	3,675,274	9,903,356	4,149,002	8,267,941
Other comprehensive income / (loss)				
Items that may be reclassified to profit and loss account in subsequent periods:				
Effect of translation of net investment in an offshore branch	957	1,014	37	(30)
Movement in surplus / (deficit) on revaluation of investments - net of tax	(1,322,854)	(2,263,378)	(4,011,088)	7,864,142
Movement in surplus / (deficit) on non-banking asset due to change in tax rate	–	(13,661)	–	–
Items that will not be reclassified to profit and loss account in subsequent periods:				
Remeasurement gain / (loss) on defined benefit obligations - net of tax	41,218	42	17,841	(2,634)
Total comprehensive income	2,394,595	7,627,373	155,792	16,129,419

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Chairman

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2021

	Reserves						Surplus / (deficit) on revaluation			
	Share capital	Share premium	Special reserve	Revenue reserve	Statutory reserve	Exchange translation reserve	Investments	Non-banking assets	Un-appropriated profit	Total
	Rupees in '000									
Balance as at 1 January 2020	10,478,315	2,550,985	240,361	1,500,000	13,293,143	28	(3,110,491)	225,431	19,059,758	44,237,530
Profit after taxation	-	-	-	-	-	-	-	-	8,267,941	8,267,941
Other comprehensive income/(loss)	-	-	-	-	-	-	-	-	-	-
- net of tax	-	-	-	-	-	(30)	7,864,142	-	(2,634)	7,861,478
Total comprehensive income for the period	-	-	-	-	-	(30)	7,864,142	-	8,265,307	16,129,419
Transfer to statutory reserve	-	-	-	-	1,653,588	-	-	-	(1,653,588)	-
Transfer from surplus on revaluation of assets to unappropriated profit	-	-	-	-	-	-	-	-	-	-
- net of tax	-	-	-	-	-	-	-	(2,592)	2,592	-
Transactions with owners, recorded directly in equity										
Cash dividend (Rs. 2.50 per share) for the year ended 31 December 2019	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)
Balance as at 30 September 2020	10,478,315	2,550,985	240,361	1,500,000	14,946,731	(2)	4,753,651	222,839	23,054,490	57,747,370
Profit after taxation	-	-	-	-	-	-	-	-	3,740,255	3,740,255
Other comprehensive income / (loss)	-	-	-	-	-	-	-	-	-	-
- net of tax	-	-	-	-	-	115	(1,810,814)	-	66,948	(1,743,751)
Total comprehensive income for the period	-	-	-	-	-	115	(1,810,814)	-	3,807,203	1,996,504
Transfer to statutory reserve	-	-	-	-	748,051	-	-	-	(748,051)	-
Transfer from surplus on revaluation of assets to unappropriated profit	-	-	-	-	-	-	-	-	-	-
- net of tax	-	-	-	-	-	-	-	(869)	869	-
Transactions with owners, recorded directly in equity										
Interim dividend (Rs. 2.00 per share) for the year ended 31 December 2020	-	-	-	-	-	-	-	-	(2,095,663)	(2,095,663)
Balance as at 31 December 2020	10,478,315	2,550,985	240,361	1,500,000	15,694,782	113	2,942,837	221,970	24,018,848	57,648,211
Profit after taxation	-	-	-	-	-	-	-	-	9,903,356	9,903,356
Other comprehensive income / (loss)	-	-	-	-	-	-	-	-	-	-
- net of tax	-	-	-	-	-	1,014	(2,263,378)	(13,661)	42	(2,275,983)
Total comprehensive income for the period	-	-	-	-	-	1,014	(2,263,378)	(13,661)	9,903,398	7,627,373
Transfer to statutory reserve	-	-	-	-	1,980,671	-	-	-	(1,980,671)	-
Transfer from surplus on revaluation of assets to unappropriated profit	-	-	-	-	-	-	-	-	-	-
- net of tax	-	-	-	-	-	-	-	(150,354)	150,354	-
Transactions with owners, recorded directly in equity										
Cash dividend (Rs. 2.50 per share) for the year ended 31 December 2020	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)
Interim dividend (Rs. 2.00 per share) for the year 31 December 2021	-	-	-	-	-	-	-	-	(2,095,663)	(2,095,663)
Balance as at 30 September 2021	10,478,315	2,550,985	240,361	1,500,000	17,675,453	1,127	679,459	57,955	27,376,687	60,560,342

The annexed notes 1 to 38 form an integral part of these unconsolidated condensed interim financial statements.

FUZAIL ABBAS
Chief Financial Officer

MOHSIN A. NATHANI
President &
Chief Executive Officer

MOHOMED BASHIR
Director

RASHID AHMED JAFER
Director

MOHAMEDALI R. HABIB
Chairman

UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2021

	Note	30 September 2021	30 September 2020
		(Un-Audited)	
		Rupees in '000	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		15,669,235	13,811,891
Less: Dividend income		(82,124)	(128,023)
		<u>15,587,111</u>	<u>13,683,868</u>
Adjustments:			
Depreciation on operating fixed assets		887,293	799,245
Depreciation on right-of-use assets		716,208	582,351
Depreciation on non-banking assets		26,041	9,050
Amortization		51,773	48,123
Mark-up / return / interest expensed on lease liability against right-of-use assets		470,870	395,142
Provisions and write offs excluding recovery of written off bad debts	29	2,041,804	2,011,579
Unrealised gain on securities - held-for-trading		-	(522)
Gain on sale of fixed assets - net		(9,144)	(15,461)
Gain on sale of non-banking assets - net		(227,988)	-
Provision against workers' welfare fund		317,000	320,000
Provision against compensated absences		45,505	56,250
Provision against defined benefit plan		135,357	130,380
		<u>4,454,719</u>	<u>4,336,137</u>
		<u>20,041,830</u>	<u>18,020,005</u>
(Increase) / decrease in operating assets			
Lendings to financial institutions		(2,125,401)	19,197,303
Held-for-trading securities		-	(8,168,988)
Advances		(63,364,765)	(21,870,684)
Other assets (excluding dividend and non-banking asset)		(5,142,021)	5,466,024
		<u>(70,632,187)</u>	<u>(5,376,345)</u>
Increase / (decrease) in operating liabilities			
Bills payable		4,816,420	2,122,217
Borrowings from financial institutions		77,486,132	29,818,617
Deposits and other accounts		69,516,654	42,559,077
Other liabilities (excluding current taxation)		(849,988)	(5,390,376)
		<u>150,969,218</u>	<u>69,109,535</u>
		<u>100,378,861</u>	<u>81,753,195</u>
Payment against compensated absences		(30,412)	(33,479)
Payment against defined benefit plan		(50,000)	-
Income tax paid		(5,596,614)	(2,128,778)
		<u>94,701,835</u>	<u>79,590,938</u>
Net cash flows generated from operating activities			
CASH FLOWS FROM INVESTING ACTIVITIES			
Net investments in available-for-sale securities		(87,236,172)	(91,489,196)
Net investments in held-to-maturity securities		8,258,384	5,842,061
Dividend received		84,730	126,410
Investments in fixed assets		(2,444,054)	(1,175,632)
Proceeds from sale of non-banking assets		784,403	-
Investments in intangible assets		(80,010)	(62,917)
Proceeds from sale of fixed assets		10,328	19,982
Effect of translation of net investment in an offshore branch		1,014	(30)
		<u>(80,621,377)</u>	<u>(86,739,322)</u>
Net cash flows used in investing activities			
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(3,328,293)	(2,607,003)
Payment of lease against right-of-use assets		(990,577)	(629,480)
		<u>(4,318,870)</u>	<u>(3,236,483)</u>
Net cash flows used in financing activities			
Increase / (decrease) in cash and cash equivalents			
		<u>9,761,588</u>	<u>(10,384,867)</u>
Cash and cash equivalents at beginning of the period		52,367,519	68,472,282
Cash and cash equivalents at end of the period		<u>62,129,107</u>	<u>58,087,415</u>

The annexed notes 1 to 38 form an integral part of these unconsolidated condensed interim financial statements.

FUZAIL ABBAS Chief Financial Officer	MOHSIN A. NATHANI President & Chief Executive Officer	MOHOMED BASHIR Director	RASHID AHMED JAFER Director	MOHAMEDALI R. HABIB Chairman
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NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2021

1. STATUS AND NATURE OF BUSINESS

Habib Metropolitan Bank Limited (the Bank) was incorporated in Pakistan on 3 August 1992, as a public limited company, under the Companies Ordinance, 1984 (now Companies Act, 2017) and is engaged in commercial banking and related services. Its shares are listed on the Pakistan Stock Exchange. The Bank operates 454 (31 December 2020: 406) branches, including 43 (31 December 2020: 32) Islamic banking branches, an offshore branch (Karachi Export Processing Zone branch) (31 December 2020: 1) and 30 (31 December 2020: 30) sub branches in Pakistan. The Bank is a subsidiary of Habib Bank AG Zurich - Switzerland (the holding company with 51% shares in the Bank) which is incorporated in Switzerland.

The registered office of the Bank is situated at HabibMetro Head Office, IL Chundrigar Road, Karachi.

2. BASIS OF PRESENTATION

2.1 Statement of Compliance

These unconsolidated 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 as applicable in Pakistan for interim financial reporting 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 the 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 the SBP and the SECP differ with the requirements of the IAS 34 or IFAS, requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives shall prevail.

The SBP vide BSD Circular No. 10, dated August 26, 2002 has deferred the applicability of International Accounting Standard (IAS) 39 "Financial Instruments: Recognition and Measurement" and IAS 40 "Investment Property" for banking companies till further instructions. Further, according to a notification of the Securities and Exchange Commission of Pakistan (SECP) through S.R.O. No. 411 (1) / 2008 dated 28 April 2008, IFRS 7 "Financial Instruments: Disclosures" has not been made applicable for banks. Accordingly, the requirements of these standards have not been considered in the preparation of these unconsolidated condensed interim financial statements. However, investments have been classified and valued in accordance with the requirements of various circulars issued by the SBP.

The Securities and Exchange Commission of Pakistan (SECP) has notified Islamic Financial Accounting Standard (IFAS) 3, 'Profit and Loss Sharing on Deposits' issued by the Institute of Chartered Accountants of Pakistan. IFAS 3 shall be followed with effect from the financial periods beginning on or after 1 January 2014 in respect of accounting for transactions relating to 'Profit and Loss Sharing on Deposits' as defined by the said standard. The standard has resulted in certain new disclosures in the financial statements of the Bank. The SBP through BPRD Circular Letter No. 4 dated 25 February 2015, has deferred the applicability of IFAS 3 till further instructions and prescribed the Banks to prepare their annual and periodical financial statements as per existing prescribed formats issued vide BPRD Circular 2 of 2018, as amended from time to time.

The disclosures and presentations made in these unconsolidated condensed interim financial statements are based on a format prescribed by the SBP vide BPRD Circular Letter No. 5 dated 22 March 2019 and IAS 34, Interim Financial Reporting. They do not include all the disclosures required for annual financial statements, and these unconsolidated condensed interim financial statements should be read in conjunction with the audited unconsolidated financial statements of the Bank for the year ended 31 December 2020.

- 2.2 In accordance with the directives of the Federal Government regarding the shifting of the banking system to Islamic modes, the State Bank of Pakistan has issued various circulars from time to time. Permissible forms of trade-related modes of financing include purchase of goods by banks from their customers and immediate resale to them at appropriate mark-up in price on deferred payment basis. The purchases and sales arising under these arrangements are not reflected in these unconsolidated condensed interim financial statements as such but are restricted to the amount of facility actually utilised and appropriate portion of mark-up thereon.
- 2.3 The financial results of all Islamic banking branches of the Bank have been consolidated in these unconsolidated condensed interim financial statements for reporting purposes, after eliminating material intra branch transactions / balances. The financial results of all Islamic banking branches are disclosed in note 36 to these unconsolidated condensed interim financial statements.
- 2.4 These unconsolidated condensed interim financial statements represent separate financial statements of the Bank. The consolidated financial statements of the Bank and its subsidiary companies are being separately issued.

3. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and method of computation adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the audited unconsolidated financial statements of the Bank for the year ended 31 December 2020.

- 3.1 Standards, interpretations and amendments to accounting and reporting standards that are effective in current period

There are certain other new and amended standards, interpretations and amendments that are mandatory for the Bank's accounting period beginning on or after 1 January 2021 but are considered not to be relevant or do not have any significant effect on the Bank's operations and therefore are not detailed in these unconsolidated condensed interim financial statements.

3.2 Standards, interpretations and amendments to accounting and reporting standards that are not yet effective

There are various standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are not effective in the current period. These are not likely to have material effect on the Bank's financial statements except for the following:

IFRS 9 'Financial Instruments' and amendment – Prepayment Features with Negative Compensation – the effective date of the standard had been extended to annual periods beginning on or after 1 January 2022 vide SBP BPRD Circular Letter no. 5 dated 5 July 2021. IFRS 9 replaces the existing guidance in IAS 39 Financial Instruments: Recognition and Measurement. The standard includes revised guidance on the classification and measurement of financial instruments, a new expected credit loss model for calculating impairment on financial assets, and new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from IAS 39.

The Bank has estimated the impact of adoption of IFRS 9 on the financial statements of the Bank on the date of initial application, which shall be finalized post issuance of the guidelines by the State Bank of Pakistan.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The basis for accounting estimates adopted in the preparation of these unconsolidated condensed interim financial statements are the same as that applied in the preparation of the audited unconsolidated financial statements for the year ended 31 December 2020.

5. RISK MANAGEMENT

The risk management policies adopted by the bank are consistent with those disclosed in the audited unconsolidated financial statements for the year ended 31 December 2020.

	Note	30 September 2021 (Un-Audited)	31 December 2020 (Audited)
Rupees in '000			
6. CASH AND BALANCES WITH TREASURY BANKS			
In hand			
Local currency		9,208,348	7,695,676
Foreign currencies		824,147	1,039,893
		10,032,495	8,735,569
With State Bank of Pakistan in			
Local currency current accounts		35,720,167	27,378,376
Foreign currency current accounts		782,020	83,730
Foreign currency deposit accounts			
– cash reserve account		5,278,024	5,306,457
– special cash reserve account		9,756,590	10,176,561
		51,536,801	42,945,124
With National Bank of Pakistan in			
Local currency current accounts		2,140,413	2,613,310
Prize Bonds		445,422	400,600
		64,155,131	54,694,603
7. BALANCES WITH OTHER BANKS			
In Pakistan			
In current accounts		158,404	171,108
In deposit accounts		66,469	4,696
		224,873	175,804
Outside Pakistan			
In current accounts		2,030,125	1,815,058
		2,254,998	1,990,862
8. LENDINGS TO FINANCIAL INSTITUTIONS			
Repurchase agreement lendings (Reverse Repo)	8.1	3,125,401	–
Musharaka placements		–	1,000,000
		3,125,401	1,000,000
8.1 These carry profit / return rate ranging from 7.30% to 7.45% per annum with maturity upto 29 October 2021.			

9. INVESTMENTS

9.1 Investments by types

	30 September 2021 (Un-Audited)				31 December 2020 (Audited)			
	Cost / amortised cost	Provision for diminution	Surplus / (deficit)	Carrying value	Cost / amortised cost	Provision for diminution	Surplus / (deficit)	Carrying value
	Rupees in '000							
Available-for-sale securities								
Federal government securities	614,347,094	–	1,170,069	615,517,163	529,525,794	–	4,726,542	534,252,336
Shares	1,255,593	(380,495)	239,834	1,114,932	1,049,902	(377,389)	245,600	918,113
Non-government debt securities	11,190,418	(116,710)	(354,272)	10,719,436	10,654,678	(120,551)	(438,347)	10,095,780
Mutual funds	1,505,139	(9,647)	14,984	1,510,476	30,140	(9,647)	6,086	26,579
Real estate investment trust	586,311	–	43,252	629,563	387,869	–	(12,440)	375,429
	628,884,555	(506,852)	1,113,867	629,491,570	541,648,383	(507,587)	4,527,441	545,668,237
Held-to-maturity securities								
Federal government securities	26,850,012	–	–	26,850,012	34,358,396	–	–	34,358,396
Non-government debt securities	2,925,000	–	–	2,925,000	3,675,000	–	–	3,675,000
	29,775,012	–	–	29,775,012	38,033,396	–	–	38,033,396
Subsidiaries	830,000	–	–	830,000	830,000	–	–	830,000
Total investments	659,489,567	(506,852)	1,113,867	660,096,582	580,511,779	(507,587)	4,527,441	584,531,633

30 September
2021
(Un-Audited)

31 December
2020
(Audited)

Rupees in '000

9.1.1 Investments given as collateral

Federal government securities

Market treasury bills	5,887,464	9,217,825
Pakistan investment bonds	145,205,668	82,695,225
	151,093,132	91,913,050

9.2 Provision for diminution in value of investments

9.2.1 Opening balance	507,587	473,990
Charge for the period / year	3,106	183,314
Reversal for the period / year	(3,841)	(10,008)
(Reversal) / charge for the period / year - net	(735)	173,306
Reversal on disposals for the period / year	–	(139,709)
Closing balance	506,852	507,587

9.2.2 Particulars of provision against debt securities

Category of classification	30 September 2021 (Un-Audited)		31 December 2020 (Audited)	
	Non-performing investments	Provision	Non-performing investments	Provision
	Rupees in '000			
Domestic				
Loss	116,710	116,710	120,551	120,551
	<u>116,710</u>	<u>116,710</u>	<u>120,551</u>	<u>120,551</u>

9.3 The market value of securities classified as held-to-maturity as at 30 September 2021 amounted to Rs. 28.960 billion (31 December 2020: Rs. 37.981 billion).

10. ADVANCES

Note	Performing		Non-Performing		Total	
	30 September 2021	31 December 2020	30 September 2021	31 December 2020	30 September 2021	31 December 2020
	(Un-Audited)	(Audited)	(Un-Audited)	(Audited)	(Un-Audited)	(Audited)
Rupees in '000						
Loans, cash credits, running finances, etc.	235,719,413	215,387,833	12,943,435	13,444,761	248,662,848	228,832,594
Islamic financing and related assets	92,592,659	56,661,899	777,548	822,665	93,370,207	57,484,564
Bills discounted and purchased	47,487,168	40,130,792	5,253,252	5,034,630	52,740,420	45,165,422
Advances - gross 10.1 & 10.2	<u>375,799,240</u>	<u>312,180,524</u>	<u>18,974,235</u>	<u>19,302,056</u>	<u>394,773,475</u>	<u>331,482,580</u>
Provision against advances						
- Specific	-	-	(17,783,637)	(16,417,607)	(17,783,637)	(16,417,607)
- General	(3,805,940)	(2,898,168)	-	-	(3,805,940)	(2,898,168)
	<u>(3,805,940)</u>	<u>(2,898,168)</u>	<u>(17,783,637)</u>	<u>(16,417,607)</u>	<u>(21,589,577)</u>	<u>(19,315,775)</u>
Advances - net of provision	<u>371,993,300</u>	<u>309,282,356</u>	<u>1,190,598</u>	<u>2,884,449</u>	<u>373,183,898</u>	<u>312,166,805</u>

10.1 Particulars of advances - gross

	30 September 2021	31 December 2020
	(Un-Audited)	(Audited)
	Rupees in '000	
In local currency	349,385,805	296,313,201
In foreign currencies	45,387,670	35,169,379
	<u>394,773,475</u>	<u>331,482,580</u>

10.2 Advances include Rs. 18.974 billion (31 December 2020: Rs. 19.302 billion) which have been placed under non-performing status as detailed below:

Category of classification	30 September 2021 (Un-Audited)		31 December 2020 (Audited)	
	Non-performing loans	Provision	Non-performing loans	Provision
	Rupees in '000			
Domestic				
Substandard	369,618	6,911	14,200	–
Doubtful	1,102,564	521,089	5,386,811	2,539,062
Loss	17,502,053	17,255,637	13,901,045	13,878,545
	<u>18,974,235</u>	<u>17,783,637</u>	<u>19,302,056</u>	<u>16,417,607</u>

10.3 Particulars of provision against advances

	30 September 2021 (Un-Audited)			31 December 2020 (Audited)		
	Specific	General	Total	Specific	General	Total
	Rupees in '000					
Opening balance	16,417,607	2,898,168	19,315,775	15,294,415	1,621,537	16,915,952
Charge for the period / year	2,327,600	907,772	3,235,372	4,413,921	1,276,631	5,690,552
Reversals for the period / year	(887,700)	–	(887,700)	(2,594,580)	–	(2,594,580)
Net charge for the period / year	1,439,900	907,772	2,347,672	1,819,341	1,276,631	3,095,972
Amounts written off	(73,870)	–	(73,870)	(696,149)	–	(696,149)
Closing balance	<u>17,783,637</u>	<u>3,805,940</u>	<u>21,589,577</u>	<u>16,417,607</u>	<u>2,898,168</u>	<u>19,315,775</u>

10.3.1 General provision includes provision of Rs. 3.163 million (31 December 2020: Rs. 2.915 million) made against consumer portfolio and Rs. 5 thousands (31 December 2020: Rs. 17 thousands) made against small enterprises (SEs) portfolio as required by the Prudential Regulation issued by the SBP.

10.3.2 Particulars of provision against advances

	30 September 2021 (Un-Audited)			31 December 2020 (Audited)		
	Specific	General	Total	Specific	General	Total
	Rupees in '000					
In local currency	17,305,903	3,805,940	21,111,843	15,968,899	2,898,168	18,867,067
In foreign currencies	477,734	–	477,734	448,708	–	448,708
	<u>17,783,637</u>	<u>3,805,940</u>	<u>21,589,577</u>	<u>16,417,607</u>	<u>2,898,168</u>	<u>19,315,775</u>

10.3.3 Consideration of forced sales value (FSV) for the purposes of provisioning against non-performing loans

The Bank has availed forced sale value (FSV) benefit under BSD Circular No. 1 of 21 October 2011. Had the benefit of FSVs (including those availed in prior years) not been taken by the Bank, the specific provision against non-performing advances would have been higher by Rs. 337.602 million (31 December 2020: Rs. 156.904 million) and accumulated profit would have been lower by Rs. 205.937 million (31 December 2020: Rs. 101.988 million). This amount of Rs. 205.937 million (31 December 2020: Rs. 101.988 million) is not available for distribution of cash and stock dividend to the shareholders and bonus to employees.

	Note	30 September 2021 (Un-Audited)	31 December 2020 (Audited)
Rupees in '000			
11. FIXED ASSETS			
Capital work-in-progress	11.1	119,135	684,335
Property and equipment - book value		11,112,915	8,348,667
		11,232,050	9,033,002
11.1 Capital work-in-progress			
Civil works		67,069	481,194
Advance to suppliers		52,066	203,141
		119,135	684,335
Nine months ended			
		30 September 2021 (Un-Audited)	30 September 2020
Rupees in '000			
11.2 Additions to fixed assets			
The following additions have been made to fixed assets during the period:			
Capital work-in-progress additions / (transfer to fixed assets) - net		(565,200)	329,335
Property and equipment			
Land		1,154,437	-
Furniture and fixtures		186,802	84,615
Electrical, office and computer equipments		621,542	449,390
Vehicles		63,581	17,284
Lease hold improvement		982,892	295,008
Right-of-use assets		1,359,679	544,489
		4,368,933	1,390,786
		3,803,733	1,720,121
11.3 Disposal of fixed assets			
The net book value of fixed assets disposed off during the period is as follows:			
Furniture and fixtures		913	106
Electrical, office and computer equipments		217	704
Vehicles		54	3,711
		1,184	4,521

	30 September 2021 (Un-Audited)	31 December 2020 (Audited)
	Rupees in '000	
12. INTANGIBLE ASSETS		
Computer Software	117,927	89,690
	Nine months ended	
	30 September 2021 (Un-Audited)	30 September 2020
	Rupees in '000	
12.1 The following additions have been made to intangible assets during the period:		
Directly purchased	80,010	62,917
	30 September 2021 (Un-Audited)	31 December 2020 (Audited)
	Rupees in '000	
13. DEFERRED TAX ASSETS		
Deductible temporary differences		
Provision for diminution in value of investments	197,672	177,655
Provision for non-performing loans and off - balance sheet items	2,661,756	2,555,455
Provision against other assets	—	87,150
Accelerated tax depreciation and amortisation	149,930	34,593
Deferred liability on defined benefit plan	6,839	5,781
	3,016,197	2,860,634
Taxable temporary differences		
Surplus on revaluation of investments	(434,408)	(1,584,604)
Surplus on revaluation of non-banking assets	(37,053)	(119,521)
	(471,461)	(1,704,125)
Deferred tax asset - net	2,544,736	1,156,509

	Note	30 September 2021 (Un-Audited)	31 December 2020 (Audited)
		Rupees in '000	
14. OTHER ASSETS			
Income / mark-up / profit accrued in local currency - net of provision		9,893,458	10,049,786
Income / mark-up / profit accrued in foreign currencies - net of provision		28,469	11,630
Advances, deposits and other prepayments		365,964	207,175
Non-banking assets acquired in satisfaction of claims		2,305,167	2,641,141
Branch adjustment account		—	41
Mark-to-market gain on forward foreign exchange contracts		9,458,202	4,718,094
Acceptances		32,852,628	34,998,772
Receivable from the SBP against encashment of government securities		11,993	11,990
Stationery and stamps on hand		103,277	101,678
Dividend receivable		—	2,606
Others		664,727	283,675
		55,683,885	53,026,588
Provision held against other assets	14.1 & 14.2	(235,000)	(459,000)
Other assets (net of provision)		55,448,885	52,567,588
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	19	95,008	341,491
		55,543,893	52,909,079
14.1 Provision held against other assets			
Acceptances		—	249,000
Others		235,000	210,000
		235,000	459,000
14.2 Movement in provision held against other assets			
Opening balance		459,000	210,000
Charge for the period / year		25,000	249,000
Reversal for the period / year		(249,000)	—
		(224,000)	249,000
Closing balance		235,000	459,000
15. BILLS PAYABLE			
In Pakistan		20,160,530	15,337,849
Outside Pakistan		76,892	83,153
		20,237,422	15,421,002

	30 September 2021 (Un-Audited)	31 December 2020 (Audited)
	Rupees in '000	
16. BORROWINGS		
Secured		
Borrowings from State Bank of Pakistan		
Under export refinance scheme	66,169,151	64,704,959
Under long term financing facility - renewable energy scheme	1,263,160	982,960
Under long term financing facility - locally manufactured plant and machinery scheme	16,895,338	14,832,149
Under refinance for payment of wages and salaries	15,334,378	20,810,171
Under temporary economic refinance facility	22,926,186	4,173,416
Under refinance facility for combating COVID-19	70,532	-
Under refinance facility for modernization of SME	22,407	-
Under long term financing facility for storage of agricultural produce scheme	539,938	256,481
	<u>123,221,090</u>	<u>105,760,136</u>
Repurchase agreement borrowings (Repo)	151,169,945	91,644,767
	<u>274,391,035</u>	<u>197,404,903</u>
Unsecured		
Musharaka borrowing	500,000	-
Overdrawn nostro accounts	4,281,022	4,317,946
	<u>279,172,057</u>	<u>201,722,849</u>

17. DEPOSITS AND OTHER ACCOUNTS

	30 September 2021 (Un-Audited)			31 December 2020 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	Rupees in '000					
Customers						
Current deposits	218,589,825	33,925,026	252,514,851	185,076,754	32,854,065	217,930,819
Savings deposits	179,622,799	20,286,135	199,908,934	158,741,477	23,866,671	182,608,148
Term deposits	195,667,994	46,630,036	242,298,030	211,496,123	41,495,660	252,991,783
Others - margin deposits	19,692,776	11,745	19,704,521	13,702,059	1,791	13,703,850
	<u>613,573,394</u>	<u>100,852,942</u>	<u>714,426,336</u>	<u>569,016,413</u>	<u>98,218,187</u>	<u>667,234,600</u>
Financial institutions						
Current deposits	944,729	1,331,111	2,275,840	1,631,604	1,058,671	2,690,275
Savings deposits	28,659,335	-	28,659,335	7,271,627	-	7,271,627
Term deposits	5,105,620	5,235	5,110,855	3,754,307	4,903	3,759,210
	<u>34,709,684</u>	<u>1,336,346</u>	<u>36,046,030</u>	<u>12,657,538</u>	<u>1,063,574</u>	<u>13,721,112</u>
	<u>648,283,078</u>	<u>102,189,288</u>	<u>750,472,366</u>	<u>581,673,951</u>	<u>99,281,761</u>	<u>680,955,712</u>

	Note	30 September 2021 (Un-Audited)	31 December 2020 (Audited)
		Rupees in '000	
18. OTHER LIABILITIES			
Mark-up / return / interest payable in local currency		5,866,951	7,786,278
Mark-up / return / interest payable in foreign currencies		295,507	348,217
Unearned commission and income on bills discounted		158,788	307,572
Accrued expenses		1,179,777	1,146,965
Current taxation (provision less payments)		2,649,037	2,229,140
Acceptances		32,852,628	34,998,772
Unclaimed dividend		103,005	90,955
Dividend payable		1,374,899	—
Branch adjustment account		675	—
Mark-to-market loss on forward foreign exchange contracts		5,852,348	5,949,494
Provision for compensated absences		262,692	247,599
Deferred liability on defined benefit plan		99,942	13,568
Provision against off-balance sheet obligations	18.1	32,583	113,716
Workers' welfare fund	18.2	1,933,689	1,616,689
Excise duty payable		2,037	1,575
Locker deposits		912,978	875,074
Advance against diminishing musharakah		176,977	2,541
Advance rental for ijarah		1,815	1,610
Security deposits against leases / ijarah		257,037	202,596
Sundry creditors		1,537,835	951,415
Lease liability against right-of-use assets		5,433,873	4,593,901
Withholding tax / duties		592,604	290,044
Others		234,752	56,688
		<u>61,812,429</u>	<u>61,824,409</u>
18.1 Provision against off-balance sheet obligations			
Opening balance		113,716	113,716
Reversal for the period / year		<u>(81,133)</u>	<u>—</u>
Closing balance		<u>32,583</u>	<u>113,716</u>

The above represents provision against certain letters of credit and guarantees.

- 18.2** Under the Workers' Welfare Ordinance 1971, the Bank is liable to pay workers' welfare fund (WWF) at 2% of accounting profit before tax or taxable income, whichever is higher. The Bank has made full provision for WWF based on profit for the respective years.

The Supreme Court of Pakistan vide its order dated 10 November 2016 has held that the amendments made in the law introduced by the Federal Government for the levy of WWF were not lawful. The Federal Board of Revenue has filed review petitions against this order which are currently pending.

Legal advice obtained on the matter indicates that consequent to filing of these review petitions the judgement may not currently be treated as conclusive. Accordingly the Bank maintains its provision in respect of WWF.

	Note	30 September 2021 (Un-Audited)	31 December 2020 (Audited)
Rupees in '000			
19. SURPLUS ON REVALUATION OF ASSETS			
Surplus on revaluation of			
- Non-banking assets	14	95,008	341,491
- Available-for-sale securities	9.1	1,113,867	4,527,441
		1,208,875	4,868,932
Deferred tax on surplus on revaluation of			
- Non-banking assets		37,053	119,521
- Available-for-sale securities		434,408	1,584,604
		(471,461)	(1,704,125)
		737,414	3,164,807
20. CONTINGENCIES AND COMMITMENTS			
Guarantees	20.1	114,241,532	89,902,458
Commitments	20.2	635,507,539	598,093,837
Other contingent liabilities	20.3	16,905,462	2,733,563
		766,654,533	690,729,858
20.1 Guarantees			
Financial guarantees		51,651,116	42,197,620
Performance guarantees		31,758,992	27,904,956
Other guarantees		30,831,424	19,799,882
		114,241,532	89,902,458
20.2 Commitments			
Documentary credits and short-term trade-related transactions:			
Letters of credit		219,769,886	160,321,521
Commitments in respect of:			
Forward foreign exchange contracts	20.2.1	414,091,871	435,798,001
Forward lendings	20.2.2	1,578,498	1,681,802
Acquisition of operating fixed assets		67,284	292,513
		415,737,653	437,772,316
		635,507,539	598,093,837
20.2.1 Commitments in respect of forward exchange contracts			
Purchase		227,615,830	245,157,873
Sale		186,476,041	190,640,128
		414,091,871	435,798,001

20.2.2 Commitments in respect of forward lending

The Bank has made commitments to extend credit in the normal course of its business, but none of these commitments are irrevocable and do not attract any penalty if the facility is unilaterally withdrawn, except for:

	Note	30 September 2021 (Un-Audited)	31 December 2020 (Audited)
		Rupees in '000	
Commitments in respect of syndicate financing		<u>1,578,498</u>	<u>1,681,802</u>
20.3 Other contingent liabilities			
Claims against bank not acknowledged as debt		16,799,406	2,627,507
Foreign exchange repatriation case	20.3.1	<u>106,056</u>	<u>106,056</u>
		<u>16,905,462</u>	<u>2,733,563</u>

20.3.1 Foreign exchange repatriation case

While adjudicating Foreign Exchange repatriation cases of exporters, the Foreign Exchange Adjudicating Court of the State Bank of Pakistan has adjudicated penalty of Rs. 106.056 million, arbitrarily on the Bank. The Bank has filed appeals before the Appellate Board and constitutional petitions in the Honorable High Court of Sindh against the said judgement. The Honorable High Court has granted relief to the Bank by way of interim orders. Based on merits of the appeals, management is confident that these appeals shall be decided in favor of the Bank and therefore, no provision has been made against the impugned penalty.

21. DERIVATIVE INSTRUMENTS

The Bank deals in derivative financial instruments namely forward foreign exchange contracts and foreign currency swaps with the principal view of hedging the risks arising from its trade business.

As per the Bank's policy, these contracts are reported on their fair value at the statement of financial position date. The gains and losses from revaluation of these contracts are included under "income from dealing in foreign currencies". Unrealised mark-to-market gains and losses due on these contracts are recorded on the statement of financial position under "other assets / other liabilities".

These products are offered to the Bank's customers to protect from unfavourable movements in foreign currencies. The Bank hedges such exposures in the inter-bank foreign exchange market.

These positions are reviewed on a regular basis by the Bank's Asset and Liability Committee (ALCO).

		Nine months ended	
		30 September 2021	30 September 2020
		(Un-Audited)	
		Rupees in '000	
22.	MARK-UP / RETURN / INTEREST EARNED		
	On:		
	Loans and advances	14,859,873	18,988,153
	Investments	38,054,071	38,685,379
	Lending to financial institutions	863,671	1,749,659
	Balance with other banks	2,171	20,539
		<u>53,779,786</u>	<u>59,443,730</u>
23.	MARK-UP / RETURN / INTEREST EXPENSED		
	On:		
	Deposits	20,125,201	25,835,793
	Borrowings	8,500,991	9,337,930
	Cost of foreign currency swaps against foreign currency deposits / borrowings	2,784,217	4,241,309
	Lease liability against right-of-use assets	470,870	395,142
		<u>31,881,279</u>	<u>39,810,174</u>
24.	FEE & COMMISSION INCOME		
	Branch banking customer fees	428,990	407,207
	Credit related fees	34,783	34,846
	Card related fees	405,165	183,435
	Commission on trade	3,459,290	2,744,797
	Commission on guarantees	512,731	338,804
	Commission on remittances including home remittance	33,071	29,597
	Commission on bancassurance	136,972	96,572
	Others	81,350	56,861
		<u>5,092,352</u>	<u>3,892,119</u>
25.	GAIN / (LOSS) ON SECURITIES		
	Realised		
	Federal government securities	87,038	(328,576)
	Mutual funds	77,102	198,002
	Shares	3,847	25,274
	Non-government debt securities	-	4,952
	Unrealised - held-for-trading		
	Federal government securities	-	522
		<u>167,987</u>	<u>(99,826)</u>
26.	OTHER INCOME		
	Rent on properties	16,496	9,851
	Gain on sale of fixed assets - net	9,144	15,461
	Gain on sale of non-banking assets	227,988	-
	Gain on sale of ijarah assets - net	2,561	11,699
	Staff notice period and other recoveries	569	1,021
		<u>256,758</u>	<u>38,032</u>

Nine months ended	
30 September 2021	30 September 2020
(Un-Audited)	
Rupees in '000	

27. OPERATING EXPENSES

Total compensation expense	5,454,113	4,779,819
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Property expense

Rent and taxes	173,339	345,879
Insurance	4,699	3,960
Utilities cost	394,479	312,421
Security	353,939	340,964
Repair and maintenance	306,066	253,035
Depreciation	365,336	318,069
Depreciation on right-of-use assets	716,208	582,351
	2,314,066	2,156,679

Information technology expenses

Software maintenance	168,418	123,102
Hardware maintenance	123,967	117,031
Depreciation	161,301	142,377
Amortisation	51,773	48,123
Network charges	194,432	165,399
	699,891	596,032

Other operating expenses

Directors' fees and allowances	10,536	8,300
Fees and allowances to Shariah Board	9,405	7,747
Legal and professional charges	120,632	105,040
Outsourced services costs	220,413	220,315
Travelling and conveyance	187,024	145,551
NIFT clearing charges	51,771	50,200
Depreciation	360,656	338,799
Depreciation - non-banking assets	26,041	9,050
Training and development	23,653	9,034
Postage and courier charges	83,536	64,123
Communication	88,257	76,968
Subscription	161,185	144,197
Repair and maintenance	91,255	83,335
Brokerage and commission	154,356	156,647
Stationery and printing	180,787	162,162
Marketing, advertisement and publicity	91,213	83,932
Management fee	386,839	368,875
Insurance	557,333	434,448
Donations	151,593	84,240
Auditors' Remuneration	9,147	9,175
Others	413,040	365,958
	3,378,672	2,928,096
	11,846,742	10,460,626

		Nine months ended	
	Note	30 September 2021	30 September 2020
		(Un-Audited)	
		Rupees in '000	
28. OTHER CHARGES			
Penalties imposed by State Bank of Pakistan		14,678	31,980
29. PROVISIONS AND WRITE OFFS - NET			
Provision for diminution in value of investments - net	9.2.1	(735)	176,762
Provision against loan and advances - net	10.3	2,347,672	1,834,817
Provision against other assets / off-balance sheet obligations	14.2 & 18.1	(305,133)	-
Recovery of written off bad debts		(2,000)	(15,019)
		2,039,804	1,996,560
30. TAXATION			
Current		6,016,511	6,132,421
Deferred		(250,632)	(588,471)
		5,765,879	5,543,950
31. BASIC AND DILUTED EARNINGS PER SHARE			
Profit after taxation for the period		9,903,356	8,267,941
		Number in '000	
Weighted average number of ordinary shares		1,047,831	1,047,831
		Rupees	
Basic and diluted earnings per share		9.45	7.89

32. FAIR VALUE MEASUREMENTS

The fair value of quoted securities other than investments in subsidiaries and those classified as held-to-maturity, is based on quoted market price. Quoted securities classified as held to maturity are carried at cost. The fair value of unquoted equity securities, other than investments in associates and subsidiaries, is determined on the basis of the break-up value of these investments as per their latest available audited financial statements.

The fair value of unquoted debt securities, fixed term loans, 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.

32.1 Fair value of financial assets

The Bank 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 by the level in the fair value hierarchy into which the fair value measurement is categorised:

On balance sheet financial instruments

30 September 2021 (Un-Audited)					
	Carrying / notional value	Fair value			
		Level 1	Level 2	Level 3	Total
Rupees in '000					
Financial assets measured at fair value					
- Investments					
- Available-for-sale securities					
Federal government securities	615,517,163	-	615,517,163	-	615,517,163
Sukuk certificates and bonds	7,201,203	-	7,201,203	-	7,201,203
Ordinary shares of listed companies	1,062,274	1,062,274	-	-	1,062,274
Mutual funds - open end	1,502,892	-	1,502,892	-	1,502,892
- close end	7,584	7,584	-	-	7,584
Real estate investment trust	629,563	629,563	-	-	629,563
Listed term finance certificates	1,588,233	-	1,588,233	-	1,588,233
Unlisted term finance certificates	1,930,000	-	1,930,000	-	1,930,000

Financial assets disclosed but not measured at fair value

- Investments					
- Held-to-maturity securities					
Federal government securities	26,850,012	-	-	-	-
Certificates of investment	2,925,000	-	-	-	-
- Subsidiaries					
Ordinary shares of listed company	180,000	-	-	-	-
Ordinary shares of unlisted companies	650,000	-	-	-	-
- Available-for-sale securities					
Ordinary shares of unlisted companies	52,658	-	-	-	-
	<u>660,096,582</u>	<u>1,699,421</u>	<u>627,739,491</u>	<u>-</u>	<u>629,438,912</u>

Off-balance sheet financial instruments - measured at fair value

- Forward purchase of foreign exchange contracts	<u>227,615,830</u>	<u>-</u>	<u>237,008,143</u>	<u>-</u>	<u>237,008,143</u>
- Forward sale of foreign exchange contracts	<u>186,476,041</u>	<u>-</u>	<u>180,689,582</u>	<u>-</u>	<u>180,689,582</u>

Non-financial assets measured at fair value

- Non-banking assets acquired in satisfaction of claim	<u>2,400,175</u>	<u>-</u>	<u>-</u>	<u>2,678,756</u>	<u>2,678,756</u>
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On balance sheet financial instruments

		31 December 2020 (Audited)			
	Carrying / notional value	Fair value			
		Level 1	Level 2	Level 3	Total
		Rupees in '000			
Financial assets measured at fair value					
- Investments					
- Available-for-sale securities					
Federal government securities	534,252,336	-	534,252,336	-	534,252,336
Sukuk certificates and bonds	7,269,073	-	7,269,073	-	7,269,073
Ordinary shares of listed companies	862,669	862,669	-	-	862,669
Mutual funds - open end	18,304	-	18,304	-	18,304
- close end	8,275	8,275	-	-	8,275
Real estate investment trust	375,429	375,429	-	-	375,429
Listed term finance certificates	2,826,707	-	2,826,707	-	2,826,707
Financial assets disclosed but not measured at fair value					
- Investments					
- Held-to-maturity securities					
Federal government securities	34,358,396	-	-	-	-
Certificates of investment	3,675,000	-	-	-	-
- Subsidiaries					
Ordinary shares of listed company	180,000	-	-	-	-
Ordinary shares of unlisted companies	650,000	-	-	-	-
- Available-for-sale securities					
Ordinary shares of unlisted companies	55,444	-	-	-	-
	584,531,633	1,246,373	544,366,420	-	545,612,793
Off-balance sheet financial instruments - measured at fair value					
- Forward purchase of foreign exchange contracts	245,157,873	-	241,170,544	-	241,170,544
- Forward sale of foreign exchange contracts	190,640,128	-	187,884,199	-	187,884,199
Non-financial assets measured at fair value					
- Non-banking assets acquired in satisfaction of claim	2,982,632	-	-	3,249,798	3,249,798

32.2 Valuation techniques used in determination of fair valuation of financial instruments within level 2.

Federal government debt securities	The fair value of government securities are valued using PKRV rates.
Debt securities other than federal government securities	The fair value is determined using the prices / rates available on Mutual Funds Association of Pakistan (MUFAP) / Reuters.
Forward contracts	The fair values are derived using forward exchange rates applicable to their respective remaining maturities.
Mutual funds	The fair value is determined based on the net asset values published at the close of each business day.

32.3 Valuation techniques used in determination of fair values of non-financial assets within level 3

Non-banking assets acquired in satisfaction of claim	These are valued by professionally valuers. The valuation is based on their assessment of the market value. The effect of changes in the unobservable inputs used cannot be determined with certainty. Accordingly, a qualitative disclosure of sensitivity has not been presented.
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33. SEGMENT DETAILS WITH RESPECT TO BUSINESS ACTIVITIES

	30 September 2021 (Un-Audited)			
	Trade & Sales	Retail Banking	Commercial Banking	Total
	Rupees in '000			
Profit and Loss				
Net mark-up / return / profit	31,711,405	(9,184,867)	(628,031)	21,898,507
Inter segment revenue - net	(25,092,710)	15,200,253	9,892,457	-
Non mark-up / return / interest income	(90,804)	389,672	7,690,084	7,988,952
Total Income	6,527,891	6,405,058	16,954,510	29,887,459
Segment direct expenses	(235,921)	-	-	(235,921)
Inter segment expense allocation	-	(3,339,403)	(8,603,096)	(11,942,499)
Total expenses	(235,921)	(3,339,403)	(8,603,096)	(12,178,420)
Provisions	735	(23,025)	(2,017,514)	(2,039,804)
Profit before tax	6,292,705	3,042,630	6,333,900	15,669,235
Balance Sheet				
Cash and bank balances	2,030,125	26,742,618	37,637,386	66,410,129
Investments	660,096,582	-	-	660,096,582
Lendings to financial institutions	3,125,401	-	-	3,125,401
Advances - performing	-	5,743,282	370,055,958	375,799,240
Advances - non-performing	-	46,465	18,927,770	18,974,235
Provision against advances	-	(49,628)	(21,539,949)	(21,589,577)
Net inter segment lending	-	305,844,466	179,404,410	485,248,876
Others	14,182,982	3,186,544	52,069,080	69,438,606
Total Assets	679,435,090	341,513,747	636,554,655	1,657,503,492
Borrowings	155,950,967	-	123,221,090	279,172,057
Subordinated debt	-	-	-	-
Deposits and other accounts	-	312,829,159	437,643,207	750,472,366
Net inter segment borrowing	485,248,876	-	-	485,248,876
Others	6,073,000	10,785,893	65,190,958	82,049,851
Total Liabilities	647,272,843	323,615,052	626,055,255	1,596,943,150
Equity	32,162,247	17,898,695	10,499,400	60,560,342
Total Equity & Liabilities	679,435,090	341,513,747	636,554,655	1,657,503,492
Contingencies & Commitments	414,091,871	10,599,080	341,963,582	766,654,533

30 September 2020 (Un-Audited)

	Trade & Sales	Retail Banking	Commercial Banking	Total
	Rupees in '000			
Profit and Loss				
Net mark-up / return / profit	27,992,400	(11,131,057)	2,772,213	19,633,556
Inter segment revenue - net	(21,319,715)	14,976,198	6,343,517	-
Non mark-up / return / interest income	(159,977)	198,074	6,949,404	6,987,501
Total income	6,512,708	4,043,215	16,065,134	26,621,057
Segment direct expenses	(247,659)	-	-	(247,659)
Inter segment expense allocation	-	(3,174,544)	(7,390,403)	(10,564,947)
Total expenses	(247,659)	(3,174,544)	(7,390,403)	(10,812,606)
Provisions	(176,762)	2,383	(1,822,181)	(1,996,560)
Profit before tax	6,088,287	871,054	6,852,550	13,811,891

31 December 2020 (Audited)

Balance Sheet				
Cash and bank balances	1,815,058	23,136,227	31,734,180	56,685,465
Investments	584,531,633	-	-	584,531,633
Lendings to financial institutions	1,000,000	-	-	1,000,000
Advances - performing	-	3,625,775	308,554,749	312,180,524
Advances - non-performing	-	27,203	19,274,853	19,302,056
Provision against advances	-	(16,089)	(19,299,686)	(19,315,775)
Net inter segment lending	-	284,961,421	179,393,498	464,354,919
Others	9,743,974	2,650,754	50,793,552	63,188,280
Total Assets	597,090,665	314,385,291	570,451,146	1,481,927,102
Borrowings	95,962,713	-	105,760,136	201,722,849
Deposits & other accounts	-	288,049,370	392,906,342	680,955,712
Net inter segment borrowing	464,354,919	-	-	464,354,919
Others	6,170,146	9,742,895	61,332,370	77,245,411
Total Liabilities	566,487,777	297,792,265	559,998,849	1,424,278,891
Equity	30,602,888	16,593,026	10,452,297	57,648,211
Total Equity & Liabilities	597,090,665	314,385,291	570,451,146	1,481,927,102
Contingencies & Commitments	435,798,001	-	254,931,857	690,729,858

34. TRANSACTIONS WITH RELATED PARTIES

The Bank has related party transactions with its holding company, subsidiaries, associates, companies with common directorship, key management personnel, directors and employees' retirement benefit plans.

The Banks enters into transactions with related parties in the ordinary course of business and on substantially the same terms as for comparable transactions with person of similar standing. Contributions in respect of charge for employees' retirement benefits are made in accordance with actuarial valuation and terms of contribution plan. Salaries and allowances of the key management personnel are in accordance with the terms of their employment. Other transactions are at agreed terms.

Details of transaction with related parties during the period are as follows:

	30 September 2021 (Un-Audited)					
	Holding company	Subsidiaries	Associates	Key management personnel	Directors	Retirement benefit plans
	Rupees in '000					
Balances with other banks						
In current accounts	105,282	-	157,004	-	-	-
						262,286
Investments						
Opening balance	-	2,505,000	-	-	-	-
Investment made during the period	-	8,225,000	-	-	-	-
Investment redeemed / disposed off during the period	-	(6,975,000)	-	-	-	-
Closing balance	-	3,755,000	-	-	-	-
						3,755,000
Advances						
Opening balance	-	-	4,636,346	195,938	-	-
Addition during the period	-	-	39,948,837	66,596	-	-
Repaid during the period	-	-	(39,824,854)	(65,765)	-	-
Closing balance	-	-	4,760,329	196,769	-	-
						4,957,098
Other Assets						
Mark-up / return / interest receivable	-	27,224	6,297	-	-	-
Prepayments / advance deposits / other receivable	468	-	5,954	-	-	-
	468	27,224	12,251	-	-	-
						39,943
Deposits and other accounts						
Opening balance	213,306	761,695	9,659,120	282,595	661,230	1,583,951
Received during the period	14,846,452	96,944,268	1,920,486,234	1,615,865	3,036,613	5,695,148
Withdrawn during the period	(14,899,687)	(96,787,938)	(1,912,002,855)	(1,573,038)	(3,084,124)	(5,478,563)
Closing balance	160,071	918,025	18,142,499	325,422	613,719	1,800,536
						21,960,272
Other Liabilities						
Mark-up / return / interest payable	-	3,044	97,717	1,429	1,941	11,484
Management fee payable for technical and consultancy services*	132,769	-	-	-	-	-
Insurance & Other Payables	-	-	5,562	-	-	99,942
Other liabilities	-	-	484	-	670	-
	132,769	3,044	103,763	1,429	2,611	111,426
						355,042
Contingencies & commitments						
Guarantees	-	-	7,967,479	-	-	-
Letter of credit	-	-	4,055,943	-	-	-
	-	-	12,023,422	-	-	-
						12,023,422

* Management fee is as per the agreement with the holding company.

31 December 2020 (Audited)

	Holding company	Subsidiaries	Associates	Key management personnel	Directors	Retirement benefit plans	Total
	Rupees in '000						
Balances with other banks							
In current accounts	98,181	–	112,889	–	–	–	211,070
Investments							
Opening balance	–	5,830,000	–	–	–	–	5,830,000
Investment made during the year	–	5,425,000	–	–	–	–	5,425,000
Investment redeemed / disposed off during the year	–	(8,750,000)	–	–	–	–	(8,750,000)
Closing balance	–	2,505,000	–	–	–	–	2,505,000
Advances							
Opening balance	–	–	4,097,808	222,737	–	–	4,320,545
Addition during the year	–	–	37,290,389	14,326	–	–	37,304,715
Repaid during the year	–	–	(36,751,851)	(41,125)	–	–	(36,792,976)
Closing balance	–	–	4,636,346	195,938	–	–	4,832,284
Other Assets							
Mark-up / return / interest receivable	–	16,386	6,592	–	–	–	22,978
Prepayments / advance deposits / other receivable	468	–	2,872	–	–	–	3,340
	468	16,386	9,464	–	–	–	26,318
Deposits and other accounts							
Opening balance	529,172	577,491	11,263,025	262,708	785,494	911,553	14,329,443
Received during the year	18,649,846	130,889,225	1,656,353,576	1,339,687	2,195,407	3,443,908	1,812,871,649
Withdrawn during the year	(18,965,712)	(130,705,021)	(1,657,957,481)	(1,319,800)	(2,319,671)	(2,771,510)	(1,814,039,195)
Closing balance	213,306	761,695	9,659,120	282,595	661,230	1,583,951	13,161,897
Other Liabilities							
Mark-up / return / interest payable	–	3,210	140,921	1,241	3,844	18,043	167,259
Management fee payable for technical and consultancy services *	204,497	–	–	–	–	–	204,497
Other liabilities	–	–	11,821	–	730	13,568	26,119
	204,497	3,210	152,742	1,241	4,574	31,611	397,875
Contingencies and commitments							
Guarantees	–	–	8,729,159	–	–	–	8,729,159
Letter of credit	–	–	2,027,205	–	–	–	2,027,205
	–	–	10,756,364	–	–	–	10,756,364

* Management fee is as per the agreement with the holding company.

Transactions during the period

	For the period ended 30 September 2021 (Un-Audited)						
	Holding company	Subsidiaries	Associates	Key management personnel	Directors	Retirement benefit plans	Total
	Rupees in '000						
Income							
Mark-up / return / interest earned	–	133,203	33,949	7,891	–	–	175,043
Fee and commission income	1,632	567	178,727	–	57	–	180,983
Rent income	4,212	4,011	5,549	–	–	–	13,772
Expense							
Mark-up / return / interest expensed	–	31,171	654,447	11,021	20,989	111,132	828,760
Commission / brokerage / bank charges paid	976	177	1,690	–	–	–	2,843
Salaries and allowances	–	–	–	464,191	–	–	464,191
Directors' fees and allowances	–	–	–	–	10,536	–	10,536
Charge to defined benefit plan	–	–	–	–	–	135,357	135,357
Contribution to defined contribution plan	–	–	–	–	–	183,568	183,568
Rent expenses	–	–	11,419	–	–	–	11,419
Insurance premium expenses	–	–	9,296	–	–	–	9,296
Maintenance, electricity, stationery and entertainment	–	–	58,361	–	–	–	58,361
Management fee expense for technical and consultancy services *	391,121	–	–	–	–	–	391,121
Donation	–	–	27,440	–	–	–	27,440
Professional / other charges	–	–	1,595	–	–	–	1,595

* Management fee is as per the agreement with the holding company.

Transactions during the period

	For the period ended 30 September 2020 (Un-Audited)						Total
	Holding company	Subsidiaries	Associates	Key management personnel	Directors	Retirement benefit plans	
	Rupees in '000						
Income							
Mark-up / return / interest earned	–	164,030	96,050	9,674	–	–	269,754
Fee and commission income	2,600	515	219,739	–	60	–	222,914
Rent income	4,212	3,242	–	–	–	–	7,454
Expenses							
Mark-up / return / interest expensed	–	46,148	676,406	15,959	48,433	89,499	876,445
Commission / brokerage / bank charges paid	803	–	1,215	–	–	–	2,018
Salaries and allowances	–	–	–	383,754	–	–	383,754
Directors' fees and allowances	–	–	–	–	8,300	–	8,300
Charge to defined benefit plan	–	–	–	–	–	130,380	130,380
Contribution to defined contribution plan	–	–	–	–	–	160,058	160,058
Rent expenses	–	–	10,996	–	–	–	10,996
Insurance premium expenses	–	–	7,671	–	–	–	7,671
Maintenance, electricity, stationery & entertainment	–	–	61,322	–	–	–	61,322
Management fee expense for technical and consultancy services *	368,875	–	–	–	–	–	368,875
Donation	–	–	12,440	–	–	–	12,440
Professional / Other charges	–	–	1,842	–	–	–	1,842

* Management fee is as per the agreement with the holding company.

35. CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	30 September 2021 (Un-Audited)	31 December 2020 (Audited)
	Rupees in '000	
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	10,478,315	10,478,315
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) capital	59,539,459	54,230,203
Eligible Additional Tier 1 (ADT 1) capital	–	–
Total Eligible Tier 1 capital	59,539,459	54,230,203
Eligible Tier 2 capital	4,485,399	5,841,005
Total eligible capital (Tier 1 + Tier 2)	64,024,858	60,071,208
Risk Weighted Assets (RWAs):		
Credit Risk	372,448,286	302,514,003
Market Risk	3,873,129	1,202,170
Operational Risk	54,096,766	54,096,766
Total	430,418,181	357,812,939
CET 1 capital adequacy ratio	13.83%	15.16%
Tier 1 capital adequacy ratio	13.83%	15.16%
Total capital adequacy ratio	14.88%	16.79%
Minimum capital requirements prescribed by SBP		
CET 1 capital adequacy ratio	6.00%	6.00%
Tier 1 capital adequacy ratio	7.50%	7.50%
Total capital adequacy ratio	11.50%	11.50%
The Bank uses simple, maturity method and basic indicator approach for credit risk, market risk and operational risk exposures respectively in the capital adequacy calculation.		
Leverage Ratio (LR):		
Eligible Tier 1 capital	59,539,459	54,230,203
Total exposures	1,535,075,788	1,300,017,087
Leverage ratio	3.88%	4.17%
Liquidity Coverage Ratio (LCR):		
Total high quality liquid assets	522,077,380	417,225,257
Total net cash outflow	232,530,278	184,000,188
Liquidity coverage ratio	225%	227%
Net Stable Funding Ratio (NSFR):		
Total available stable funding	663,669,793	611,485,655
Total required stable funding	340,501,367	303,443,125
Net stable funding ratio	195%	202%

36. ISLAMIC BANKING BUSINESS

The bank is operating 43 Islamic banking branches (31 December 2020: 32) and 218 Islamic banking windows (31 December 2020: 218) at the end of the period.

	Note	30 September 2021 (Un-Audited)	31 December 2020 (Audited)
		Rupees in '000	
ASSETS			
Cash and balances with treasury banks		6,412,466	4,970,404
Balances with other banks		–	–
Due from financial institutions	36.1	–	1,000,000
Investments	36.2	29,898,569	27,627,085
Islamic financing and related assets - net	36.3	92,611,396	56,661,747
Fixed assets	36.4	567,760	481,094
Intangible assets		–	–
Due from head office		3,233,094	204,715
Other assets		4,746,277	3,345,634
Total Assets		137,469,562	94,290,679
LIABILITIES			
Bills payable		1,372,425	786,085
Due to financial institutions		30,210,669	16,609,708
Deposits and other accounts	36.5	94,749,479	68,493,450
Due to head office		–	–
Subordinated debt		–	–
Other liabilities	36.4	2,655,262	2,615,582
		128,987,835	88,504,825
NET ASSETS		8,481,727	5,785,854
REPRESENTED BY			
Islamic banking fund		7,504,266	5,503,996
Reserves		–	–
Deficit on revaluation of assets		(657,746)	(1,085,694)
Unappropriated profit	36.9	1,635,207	1,367,552
		8,481,727	5,785,854
CONTINGENCIES AND COMMITMENTS	36.6		

The profit and loss account of the Bank's Islamic banking branches for the period ended 30 September 2021 is as follows:

	Note	Nine months ended	
		30 September 2021	30 September 2020
		(Un-Audited)	
		Rupees in '000	
Profit / return earned	36.7	4,829,000	3,912,301
Profit / return expensed	36.8	(2,981,054)	(2,716,512)
Net Profit / return		1,847,946	1,195,789
Other income			
Fee and commission income		260,299	148,549
Dividend income		279	23,400
Foreign exchange income		75,009	95,312
Gain on securities		56,862	206,512
Other income		2,692	31,981
Total other income		395,141	505,754
Total Income		2,243,087	1,701,543
Other expenses			
Operating expenses		671,277	539,047
Workers' welfare fund		-	-
Other charges		609	605
Total other expenses		671,886	539,652
Profit before provisions		1,571,201	1,161,891
Provisions and write offs - net		64,006	(203,602)
Profit before taxation		1,635,207	958,289

36.1 Due from financial institutions

	30 September 2021 (Un-Audited)			31 December 2020 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	Rupees in '000					
Unsecured Musharaka	-	-	-	1,000,000	-	1,000,000

36.2 Investments by segments:

	30 September 2021 (Un-Audited)				31 December 2020 (Audited)			
	Cost / amortised cost	Provision for diminution	Surplus / (deficit)	Carrying value	Cost / amortised cost	Provision for diminution	Surplus / (deficit)	Carrying value
	Rupees in '000							
Federal Government Securities:								
Ijarah Sukuk	14,223,192	-	(313,085)	13,910,107	15,750,214	-	(675,889)	15,074,325
Bai-muajjal	3,608,688	-	-	3,608,688	3,608,688	-	-	3,608,688
INPCCL modaraba investment pool	767,963	-	-	767,963	-	-	-	-
	18,599,843	-	(313,085)	18,286,758	19,358,902	-	(675,889)	18,683,013
Mutual Funds	1,475,000	-	10,609	1,485,609	-	-	-	-
Non-Government Debt Securities								
Listed	7,056,472	-	(349,789)	6,706,683	7,178,877	-	(393,601)	6,785,276
Unlisted	3,425,000	-	(5,481)	3,419,519	2,175,000	-	(16,204)	2,158,796
	10,481,472	-	(355,270)	10,126,202	9,353,877	-	(409,805)	8,944,072
Total investments	30,556,315	-	(657,746)	29,898,569	28,712,779	-	(1,085,694)	27,627,085

36.3 Islamic financing and related assets - net

	30 September 2021 (Un-Audited)				31 December 2020 (Audited)			
	Financing	Advances	Inventory	Total	Financing	Advances	Inventory	Total
	Rupees in '000							
Ijarah	148,985	444,625	-	593,610	189,891	4,772	-	194,663
Ijarah - islamic long term financing facility	60,587	-	-	60,587	74,207	-	-	74,207
Murabaha	6,218,721	2,292,676	-	8,511,397	5,111,746	207,331	-	5,319,077
Working capital musharaka	36,650,713	-	-	36,650,713	25,581,844	-	-	25,581,844
Diminishing musharaka	9,172,540	187,721	-	9,360,261	5,328,366	217,013	-	5,545,379
Salam	103,998	-	-	103,998	16,874	128,500	54,000	199,374
Istisna	4,974,600	1,627,383	50,897	6,652,880	1,642,581	2,152,364	8,820	3,803,765
Diminishing musharaka - islamic long term financing facility	866,344	999,111	-	1,865,455	764,708	504,848	-	1,269,556
Diminishing musharaka - islamic refinance scheme for payment of wages and salaries	1,338,648	93,534	-	1,432,182	-	1,683,416	-	1,683,416
Diminishing musharaka - islamic financing facility for storage of agricultural produce	-	552,191	-	552,191	-	267,878	-	267,878
Diminishing musharaka - islamic temporary economic refinance facility	228,300	12,157,984	-	12,386,284	-	1,931,320	-	1,931,320
Diminishing musharaka - islamic financing facility for renewable energy	-	88,634	-	88,634	-	-	-	-
Islamic export refinance working capital musharaka	9,427,000	-	-	9,427,000	3,191,540	-	-	3,191,540
Islamic export refinance murabaha	490,334	193,346	-	683,680	1,137,138	43,565	-	1,180,703
Islamic export refinance istisna	1,272,033	3,168,507	-	4,440,540	1,149,500	5,748,195	-	6,897,695
Islamic export refinance salam	31,500	114,500	-	146,000	-	150,000	-	150,000
Al-bai	374,663	-	31,445	406,108	136,797	-	25,577	162,374
Al-bai - islamic export refinance facility	3,071	-	5,616	8,687	-	-	31,773	31,773
Gross islamic financing and related assets	71,362,037	21,920,212	87,958	93,370,207	44,325,192	13,039,202	120,170	57,484,564
Provision against non-performing islamic financings	(758,811)	-	-	(758,811)	(822,817)	-	-	(822,817)
Islamic financing and related assets - net of provision	70,603,226	21,920,212	87,958	92,611,396	43,502,375	13,039,202	120,170	56,661,747

36.4 Fixed assets and other liabilities

At 30 September 2021, fixed assets included right-of-use assets of Rs. 501,147 thousand (31 December 2020: 426,383 thousand) and other liabilities included related lease liability of Rs. 580,346 thousand (31 December 2020: 480,505 thousand).

36.5 Deposits and other accounts

	30 September 2021 (Unaudited)			31 December 2020 (Audited)		
	Customers	Financial Institutions	Total	Customers	Financial Institutions	Total
	Rupees in '000					
Current deposits	28,703,267	25,791	28,729,058	17,621,062	138,324	17,759,386
Savings deposits	32,533,259	8,624,363	41,157,622	21,397,482	3,104,956	24,502,438
Term deposits	24,862,799	–	24,862,799	26,231,626	–	26,231,626
	<u>86,099,325</u>	<u>8,650,154</u>	<u>94,749,479</u>	<u>65,250,170</u>	<u>3,243,280</u>	<u>68,493,450</u>

36.6 Contingencies and commitments

	30 September 2021 (Un-Audited)	31 December 2020 (Audited)
	Rupees in '000	
Guarantees	9,521,181	6,333,142
Commitments	<u>11,801,074</u>	<u>18,237,313</u>
	<u>21,322,255</u>	<u>24,570,455</u>

36.7 Profit / return earned on financing, investments and placement

Profit earned on:	30 September 2021 (Un-Audited)	30 September 2020 (Un-Audited)
	Rupees in '000	
Financing	3,121,817	1,621,914
Investments	1,557,010	1,810,289
Placements	<u>150,173</u>	<u>480,098</u>
	<u>4,829,000</u>	<u>3,912,301</u>

36.8 Profit on deposits and other dues expensed

	30 September 2021 (Un-Audited)	30 September 2020 (Un-Audited)
	Rupees in '000	
Deposits and other accounts	2,640,838	2,548,881
Due to financial institutions	295,723	123,668
Discount expense on lease liability against right-of-use assets	<u>44,493</u>	<u>43,963</u>
	<u>2,981,054</u>	<u>2,716,512</u>

	30 September 2021 (Un-Audited)	31 December 2020 (Audited)
	———— Rupees in '000 ————	————
36.9 Islamic banking business unappropriated profits		
Opening balance	1,367,552	1,088,033
Add: Islamic banking profit for the period / year	1,635,207	1,367,552
Less: Transferred to head office	<u>(1,367,552)</u>	<u>(1,088,033)</u>
Closing balance	<u>1,635,207</u>	<u>1,367,552</u>

37. GENERAL

37.1 The figures have been rounded off to nearest thousand rupees, unless otherwise stated.

37.2 Corresponding figures have been re-classified, re-arranged or additionally incorporated in these unconsolidated condensed interim financial statements wherever necessary to facilitate comparison and better presentation.

38. DATE OF AUTHORISATION FOR ISSUE

38.1 These unconsolidated condensed interim financial statements were authorised for issue on 22 October 2021 by the Board of Directors of the Bank.

FUZAIL ABBAS
Chief Financial Officer

MOHSIN A. NATHANI
President &
Chief Executive Officer

MOHOMED BASHIR
Director

RASHID AHMED JAFER
Director

MOHAMEDALIR. HABIB
Chairman