



PAKISTAN KUWAIT INVESTMENT COMPANY (PRIVATE) LIMITED

CONDENSED INTERIM FINANCIAL STATEMENTS

(UN-AUDITED)

For three months period ended March 31, 2020

Pakistan Kuwait Investment Company (Private) Limited
Statement of Financial Position
As at March 31, 2020

	Note	March 31, 2020 (Un -audited)	December 31, 2019 (Audited)
------(Rupees in '000)-----			
ASSETS			
Cash and balances with treasury banks	6	52,798	54,209
Balances with other banks	7	33,087	23,762
Lendings to financial institutions	8	74,658	1,218,271
Investments	9	67,464,618	56,341,132
Advances	10	9,864,113	6,654,602
Fixed assets	11	208,402	197,900
Intangible assets	12	17,883	19,248
Deferred tax assets		-	-
Other assets	13	1,402,270	1,271,649
		79,117,829	65,780,773
LIABILITIES			
Bills payable		-	-
Borrowings	14	42,374,414	28,953,243
Deposits and other accounts		-	-
Liabilities against assets subject to finance lease		-	-
Subordinated debt		-	-
Deferred tax liabilities	15	2,410,994	2,528,173
Other liabilities	16	744,909	764,704
		45,530,317	32,246,120
NET ASSETS		33,587,512	33,534,653
REPRESENTED BY			
Share capital		10,000,000	10,000,000
Reserves		9,543,420	9,543,420
Surplus on revaluation of assets - net	17	1,743,380	2,831,306
Unappropriated profit		12,300,712	11,159,927
		33,587,512	33,534,653
CONTINGENCIES AND COMMITMENTS	18		

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

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Chief Executive

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Chief Financial Officer

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Director

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Director

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Director

Pakistan Kuwait Investment Company (Private) Limited
Profit and Loss Account - (Un-audited)
For the three months period ended March 31, 2020

	Note	Three months period ended March 31, 2020	Three months period ended March 31, 2019
-----Rupees in '000-----			
Mark-up / return / interest earned	19	1,692,488	271,126
Mark-up / return / interest expensed	20	1,175,583	7,901
Net mark-up / interest income		<u>516,905</u>	<u>263,225</u>
NON MARK-UP / INTEREST INCOME			
Fee and commission income	21	21,198	-
Dividend income		35,715	55,448
Foreign exchange income		-	-
Income / (loss) from derivatives		-	-
(Loss) / gain on securities	22	(74,336)	46,493
Share in results of associates - net	23	1,347,038	988,747
Other income	24	5,797	498
Total non-markup / interest income		<u>1,335,412</u>	<u>1,091,186</u>
Total income		<u>1,852,317</u>	<u>1,354,411</u>
NON MARK-UP / INTEREST EXPENSES			
Operating expenses	25	156,037	153,808
Workers Welfare Fund		29,946	23,540
Other charges	26	30	-
Total non-markup / interest expenses		<u>186,013</u>	<u>177,348</u>
Profit before provisions		<u>1,666,304</u>	<u>1,177,063</u>
Provision - net	27	168,993	53
Extra ordinary / unusual items		-	-
PROFIT BEFORE TAXATION		<u>1,497,311</u>	<u>1,177,010</u>
Taxation	28	356,526	190,562
PROFIT AFTER TAXATION		<u>1,140,785</u>	<u>986,448</u>
-----Rupees-----			
(Restated)			
Basic and diluted earnings per share (on share of Rs. 25,000 each)	29	<u>2,852</u>	<u>2,466</u>

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

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Chief Executive

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Chief Financial Officer

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Director

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Pakistan Kuwait Investment Company (Private) Limited
Statement of Comprehensive Income - (Un-audited)
For the three months period ended March 31, 2020

	<u>Three months period ended</u> March 31, 2020	<u>Three months period ended</u> March 31, 2019
	----- (Rupees in '000) -----	
Profit after taxation for the period	1,140,785	986,448
Other comprehensive income		
Items that may be reclassified to profit and loss account in subsequent periods:		
Movement in (deficit) / surplus on revaluation of 'available-for-sale' securities - net of tax	(431,194)	38,789
Movement in (deficit) / surplus on revaluation of 'available-for-sale' securities of associates - net of tax	(656,732)	33,646
	(1,087,926)	72,435
Items that will not be reclassified to profit and loss account in subsequent periods:		
Remeasurement gain / (loss) on defined benefit obligation - net of tax	-	-
Share of deficit on revaluation of non - banking assets of associates - net of tax	-	(2,451)
Share of remeasurement gain / (loss) of defined benefit obligation of associates - net of tax	-	-
	-	(2,451)
Total comprehensive income	52,859	1,056,432

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Pakistan Kuwait Investment Company (Private) Limited
Statement of Changes in Equity - (Un-audited)
For the three months period ended March 31, 2020

	Share Capital	Non-distributable Reserve	Statutory Reserve	Capital Market Equalization Reserve	Surplus / (deficit) on revaluation of		Unappropriated profit	Total
					Investments	Non banking assets of associates		
(Rupees in '000)								
Balance as at January 1, 2019	6,000,000	935,264	6,000,000	1,257,738	161,654	5,649	12,189,004	26,549,309
Profit after taxation for three months period ended March 31, 2019	-	-	-	-	-	-	986,448	986,448
Other comprehensive income - net of tax	-	-	-	-	72,435	(2,451)	-	69,984
Total comprehensive income	-	-	-	-	72,435	(2,451)	986,448	1,056,432
Transactions with owners recorded directly in equity								
Final dividend for the year ended December 31, 2018 @ Rs. 1,875 per share	-	-	-	-	-	-	(450,000)	(450,000)
Balance as at March 31, 2019	6,000,000	935,264	6,000,000	1,257,738	234,089	3,198	12,725,452	27,155,741
Profit after taxation for the nine months period ended December 31, 2019	-	-	-	-	-	-	3,756,990	3,756,990
Other comprehensive income - net of tax	-	-	-	-	2,593,190	829	27,903	2,621,922
Total comprehensive income	-	-	-	-	2,593,190	829	3,784,893	6,378,912
Transfer to statutory reserve	-	-	948,688	-	-	-	(948,688)	-
Transfer to capital market equalization reserve	-	-	-	401,730	-	-	(401,730)	-
Transactions with owners recorded directly in equity								
Issue of 160,000 bonus shares @ Rs. 25,000 each	4,000,000	-	-	-	-	-	(4,000,000)	-
Balance as at December 31, 2019	10,000,000	935,264	6,948,688	1,659,468	2,827,279	4,027	11,159,927	33,534,653
Profit after taxation for the three months period ended March 31, 2020	-	-	-	-	-	-	1,140,785	1,140,785
Other comprehensive income - net of tax	-	-	-	-	(1,087,926)	-	-	(1,087,926)
Total comprehensive income	-	-	-	-	(1,087,926)	-	1,140,785	52,859
Balance as at March 31, 2020	10,000,000	935,264	6,948,688	1,659,468	1,739,353	4,027	12,300,712	33,587,512

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Pakistan Kuwait Investment Company (Private) Limited
Cash Flow Statement - (Un-audited)
For the three months period ended March 31, 2020

	Note	Three months period ended March 31, 2020	Three months period ended March 31, 2019
------(Rupees in '000)-----			
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		1,497,311	1,177,010
Less: Dividend income		(35,715)	(55,448)
		<u>1,461,596</u>	<u>1,121,562</u>
Adjustments for:			
Depreciation		5,248	3,909
Amortization		1,364	972
Provisions - net	27	168,993	53
Gain on sale of fixed assets		(2,462)	-
Unrealized loss on revaluation of 'held for trading' securities	22	-	1,598
Share in results of associates - net	23	(1,347,038)	(988,747)
Dividend Payable		-	(450,000)
		<u>(1,173,895)</u>	<u>(1,432,215)</u>
		287,701	(310,653)
(Increase) / decrease in operating assets			
Lendings to financial institutions		1,143,613	559,975
Held-for-trading securities		20,086	18,489
Advances		(3,195,767)	79,568
Others assets (excluding advance taxation)		660,755	33,916
		<u>(1,371,313)</u>	<u>691,948</u>
Increase in operating liabilities			
Borrowings		13,421,171	(59,098)
Deposits		-	(35,000)
Other liabilities (excluding current taxation)		(68,290)	495,989
		<u>13,352,881</u>	<u>401,891</u>
		12,269,269	783,186
Income tax paid		(227,065)	(70,492)
<i>Net cash inflow from operating activities</i>		<u>12,042,204</u>	<u>712,694</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Net investments in available-for-sale securities		(12,066,255)	(706,820)
Dividends received		45,254	5,494
Investments in operating fixed assets		(15,751)	(323)
Proceeds from sale of fixed assets		2,462	-
<i>Net cash used in investing activities</i>		<u>(12,034,290)</u>	<u>(701,649)</u>
CASH FLOW FROM FINANCING ACTIVITIES			
Dividend paid		-	-
<i>Net cash used in financing activities</i>		-	-
Increase in cash and cash equivalents		<u>7,914</u>	<u>11,045</u>
Cash and cash equivalents at beginning of the period		77,971	70,591
Cash and cash equivalents at end of the period		<u>85,885</u>	<u>81,636</u>

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Chief Executive

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Pakistan Kuwait Investment Company (Private) Limited
Notes to and Forming Part of the Condensed Interim Financial Statements (Un-audited)
For the three months period ended March 31, 2020

1. STATUS AND NATURE OF BUSINESS

Pakistan Kuwait Investment Company (Private) Limited ("the Company") was incorporated in Pakistan as a Private Limited Company on March 17, 1979. The registered office is situated at 4th Floor, Block 'C', Finance and Trade Centre, Shahrah-e-Faisal, Karachi. The Company has a representative office in Lahore. The Company is a 50:50 joint venture between the Governments of Pakistan and Kuwait. The objective of the Company is to profitably promote industrial investments in Pakistan.

The Pakistan Credit Rating Agency (PACRA) has maintained for the Company, the long-term entity rating at AAA (Triple A) and the short term rating at A1+(A one plus), the highest level.

2. BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

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

- International Accounting Standards (IAS) 34, "Interim Financial Reporting", issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under 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 Companies Act, 2017 or the directives issued by SBP and SECP differ with the requirements of the IFRS or IFAS, the requirements of Companies Act, 2017 and the said directives shall prevail.

The SBP through its BSD Circular letter No. 11 dated September 11, 2002 has deferred the implementation of IAS 39 'Financial Instruments: Recognition and Measurement' and IAS 40 'Investment Property' for Non-Banking Financial Institutions (NBFIs) in Pakistan. Further, SECP has deferred the implementation of IFRS 7 'Financial Instruments: Disclosures' through SRO 411(I) / 2008 dated April 28, 2008. Accordingly, the requirements of these IFRS and their respective interpretations issued by International Financial Reporting Interpretations Committee (IFRIC) and Standing Interpretations Committee (SIC), have not been considered in preparation of these condensed interim financial statements. However, investments have been classified and valued in accordance with the requirements prescribed by the SBP through various circulars.

2.2 The disclosures made in these condensed interim financial statements have been limited based on the format prescribed by the SBP through BPRD Circular Letter No. 05 dated March 22, 2019 and the requirements of International Accounting Standard 34, "Interim Financial Reporting". They do not include all the information and disclosures required for annual financial statements, and therefore should be read in conjunction with the audited financial statements for the financial year ended December 31, 2019.

2.3 Standards, interpretations of and amendments to accounting and reporting standards as applicable in Pakistan that are effective in the current year.

The following new standards and interpretations of and amendments to existing accounting standards are effective from the dates mentioned below against the respective standard, interpretation or amendments:

Standard, Interpretation or Amendments	Effective date (annual periods beginning on or after)
IAS 1 - Presentation of Financial Statements (Amendments)	January 01, 2020
IAS 8 - Accounting Policies, Changes in Accounting Estimates and Errors (Amendments)	January 01, 2020
IFRS 3 - Business Combinations (Amendments)	January 01, 2020

In addition, there are certain new amended standards and interpretations that are mandatory for the Company's accounting periods beginning on or after January 1, 2020 but are considered not to be relevant or do not have any significant effect on the Company's operations and therefore not detailed in these condensed interim financial statements.

2.4 Standards, interpretations of and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective.

The following new standards and amendments to existing accounting standards will be effective from dates mentioned below against respective standards or amendments.

Effective date (annual periods beginning on or after)

IFRS 9 - Financial Instruments: Classification and Measurement January 1, 2021

IFRS 9 'Financial Instruments' - SBP vide its BPRD circular No. 4 of 2019 dated October 23, 2019 directed the Banks / DFIs in Pakistan to implement IFRS 9 with effect from January 01, 2021. IFRS 9 replaces the existing guidance in IAS 39 'Financial Instruments: Recognition and Measurement'. IFRS 9 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. SBP has directed Banks / DFIs to conduct an impact assessment as at December 31, 2019 which is due to be submitted to SBP by August 31, 2020 as required under BPRD Circular Letter No. 15 of 2020 dated March 26, 2020.

3. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and the methods of computation adopted in the preparation of these condensed financial statements are consistent with those applied in preparation of audited financial statements of the Company for the year ended December 31, 2019.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation were the same as those applied in the preparation of annual financial statements for the year ended December 31, 2019.

5. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the annual financial statements of the Company for the year ended December 31, 2019.

The COVID-19 pandemic outbreak has resulted in consequences on economy, health and society. The COVID-19 pandemic has significantly impacted the markets around the globe and may continue to do so in the coming months of 2020, affecting the earnings and cash flows of businesses. The scale and duration of the COVID-19 pandemic remains uncertain till date.

The State Bank of Pakistan (SBP) has responded to the crisis by cutting the policy rate by 425 basis points to 9 percent and by introducing regulatory measures to maintain banking system soundness and sustain economic activity. In addition, SBP has issued circulars allowing certain regulatory relief like reduction in margin requirements, Capital Conversion Buffer (CCB), relief in principal repayments / mark-up payments and recording of impairments in securities etc. to dampen the effect of the COVID-19.

The Companies's management and Board is fully aware of the challenges posed by the COVID-19 outbreak. From the onset company has taken all required measures in line with the instructions received from World Health Organization (WHO), State Bank of Pakistan (SBP), Government of Pakistan (GOP), Provincial Government, advice from medical experts and ongoing industry practice. Apart from office, Company has also initiated work from home concept and is closely monitoring the situation to ensure safety and security of its staff and providing uninterrupted service to its customers.

6. CASH AND BALANCES WITH TREASURY BANKS	<i>Note</i>	March 31, 2020 (Un-audited)	December 31, 2019 (Audited)
		----- (Rupees in '000) -----	
Cash in hand in local currency		50	50
With State Bank of Pakistan in - local currency current account	6.1	51,811	52,898
With National Bank of Pakistan in - local currency current account		937	1,261
		52,798	54,209

6.1 This includes Rs. 50 million (December 31, 2019: Rs.50 million) held as minimum cash reserve required to be maintained with the SBP in accordance with its requirements issued from time to time.

7. BALANCES WITH OTHER BANKS	<i>Note</i>	March 31, 2020 (Un-audited)	December 31, 2019 (Audited)
		----- (Rupees in '000) -----	
In Pakistan		301	118
- current account		32,786	23,644
- deposit account		33,087	23,762

8. LENDINGS TO FINANCIAL INSTITUTIONS

Repurchase agreement lendings (Reverse Repo)	8.2	74,658	1,218,271
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8.1 Particulars of lending

In local currency		74,658	1,218,271
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8.2 This represents lending to financial institutions against purchase and resale of government securities. Market value of this security as at March 31, 2020 amounted to Rs. 74.55 million (December 31, 2019: Rs.1,220 million). The markup rate on this lending is 10.50 (December 31, 2019: 13.10) percent per annum with maturity in one day (December 31, 2019: two days).

9. INVESTMENTS

Note

9.1 Investments by type:	March 31, 2020 (Un-audited)				December 31, 2019 (Audited)			
	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value
	----- (Rupees in '000) -----							
Held-for-trading securities								
Shares	-	-	-	-	20,086	-	2,532	22,618
Available-for-sale securities								
Federal Government Securities	38,073,066	-	742,175	38,815,241	28,275,163	-	231,052	28,506,215
Shares	3,619,803	(437,495)	(751,406)	2,430,902	2,862,438	(278,253)	259,378	2,843,563
Non Government Debt Securities	5,404,261	(33,638)	(17,085)	5,353,538	3,913,486	(33,638)	(3,304)	3,876,544
	47,097,130	(471,133)	(26,316)	46,599,681	35,051,087	(311,891)	487,126	35,226,322
Associates	9.1.1	20,864,937	-	20,864,937	21,092,192	-	-	21,092,192
Total Investments		67,962,067	(471,133)	67,464,618	56,163,365	(311,891)	489,658	56,341,132

9.1.1 Movement in investments in associates

	March 31, 2020 (Un-audited)	March 31, 2019 (Audited)
	----- (Rupees in '000) -----	
Investments at beginning of the period	21,092,192	15,197,136
Share in (deficit) / surplus on revaluation of 'available-for-sale' securities of associates	(772,626)	39,582
Share of (deficit) on revaluation of non - banking assets of associates	-	(2,883)
Share of profit from associates recognized in profit and loss account	1,347,038	988,747
Dividend received from associates	(801,667)	(701,515)
Investments at end of the period	20,864,937	15,521,067

The cost of investments in associates as at March 31, 2020 amounted to Rs.2,895 million (December 31, 2019: Rs. 2,895 million). Share in results of associates recorded under equity method of accounting, net of dividend, capital gain and income taxes amounted to Rs. 470 million (March 31, 2019: Rs. 247 million).

9.1.2 Investments given as collateral

	March 31, 2020 (Un-audited)	December 31, 2019 (Audited)
	----- (Rupees in '000) -----	
Pakistan Investment Bonds	18,886,667	18,928,419
Market Treasury Bills	11,953,537	6,703,423
	30,840,204	25,631,842

9.2 Provision for diminution in the value of investments

March 31, 2020 (Un-audited) December 31, 2019 (Audited)
------(Rupees in '000)-----

9.2.1	Opening balance		311,891	739,846
	(Reversals) / charge			
	Charge for the period / year		181,985	463,645
	Reversal on disposals for the period / year		(22,743)	(891,600)
			159,242	(427,955)
	Closing balance		471,133	311,891

9.2.2 Particulars of provision against debt securities

Category of classification

	March 31, 2020 (Un-audited)		December 31, 2019 (Audited)	
	*NPI	Provision	*NPI	Provision
	------(Rupees in '000)-----			
Domestic				
Other assets especially mentioned	-	-	-	-
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	33,638	33,638	33,638	33,638
	33,638	33,638	33,638	33,638
Overseas	-	-	-	-
Total	33,638	33,638	33,638	33,638

* NPI stands for Non-Performing Investments.

9.3 SBP via BPRD Circular Letter No. 13 dated March 26, 2020 has provided regulatory relief to Banks / DFIs to recognize impairment losses resulting from the valuation of listed equity securities held as "Available for Sale" (AFS) in a phased manner equally on quarterly basis during calendar year ending on December 31, 2020. Pursuant to the circular, a portion of the impairment loss, amounting to Rs. 545.955 million, resulting from the valuation of listed equity securities held under the AFS category as of March 31, 2020 has not been recognized in the condensed interim profit and loss account and has been taken to 'Deficit arising on revaluation of available for sale securities' as disclosed in note 17 of these condensed interim financial statements.

10. ADVANCES

	Performing		Non Performing		Total	
	March 31, 2020 (Un-audited)	December 31, 2019 (Audited)	March 31, 2020 (Un-audited)	December 31, 2019 (Audited)	March 31, 2020 (Un-audited)	December 31, 2019 (Audited)
	------(Rupees in '000)-----					
Loans, cash credits, running finances, etc.	9,822,624	6,613,113	1,078,573	1,092,317	10,901,197	7,705,430
Provision against advances						
- Specific	-	-	(1,037,084)	(1,050,828)	(1,037,084)	(1,050,828)
- General	-	-	-	-	-	-
	-	-	(1,037,084)	(1,050,828)	(1,037,084)	(1,050,828)
Advances - net of provision	9,822,624	6,613,113	41,489	41,489	9,864,113	6,654,602

10.1 Particulars of advances (Gross)

March 31, 2020 (Un-audited) December 31, 2019 (Audited)
------(Rupees in '000)-----

In local currency	10,901,197	7,705,430
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10.2 Advances include Rs. 1,078.573 million (2019: Rs 1,092.317 million) which have been placed under non-performing status as detailed below:

Category of Classification

	March 31, 2020 (Un-audited)		December 31, 2019 (Audited)	
	Non Performing Loans	Provision	Non Performing Loans	Provision
	------(Rupees in '000)-----			
Domestic				
Other Assets Especially Mentioned	-	-	-	-
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	1,078,573	1,037,084	1,092,317	1,050,828
Total	1,078,573	1,037,084	1,092,317	1,050,828

Provision is recorded net of security deposit of Rs. 41.49 millions (December 31, 2019: 41.49 millions).

10.3 Particulars of provision against advances

	March 31, 2020 (Un-audited)			December 31, 2019 (Audited)		
	Specific	General	Total	Specific	General	Total
	------(Rupees in '000)-----					
Opening balance	1,050,828	-	1,050,828	1,071,860	-	1,071,860
Charge for the period / year	-	-	-	-	-	-
Reversals for the period / year	(13,744)	-	(13,744)	(21,032)	-	(21,032)
	(13,744)	-	(13,744)	(21,032)	-	(21,032)
Closing balance	1,037,084	-	1,037,084	1,050,828	-	1,050,828

11. FIXED ASSETS	Note	March 31, 2020 (Un-audited)	December 31, 2019 (Audited)
------(Rupees in '000)-----			
Property and equipment		208,402	197,900
Three months period ended			
11.1 Additions to fixed assets		March 31, 2020 (Un-audited)	March 31, 2019 (Audited)
------(Rupees in '000)-----			
The following additions have been made to fixed assets during the period:			
Property and equipment			
Furniture and fixture		498	-
Electrical, office and computer equipment		9,854	323
Vehicles		5,399	-
		<u>15,751</u>	<u>323</u>
12. INTANGIBLE ASSETS		March 31, 2020 (Un-audited)	December 31, 2019 (Audited)
------(Rupees in '000)-----			
Computer Software		17,883	19,248
13. OTHER ASSETS			
Income / Mark-up accrued in local currency - net		1,355,271	1,126,658
Advances, deposits, advance rent and other prepayments		39,973	125,465
Other receivable		51,011	62,759
Non-current asset 'held for sale'	13.1	<u>135,000</u>	<u>135,000</u>
		1,581,255	1,449,882
Less: Provision held against other assets	13.2	<u>(178,985)</u>	<u>(178,233)</u>
		<u>1,402,270</u>	<u>1,271,649</u>
13.1 Non-current assets 'held-for-sale'			
In 2015, the Board of Directors decided to divest the Company's interest in one of its associate, 'Pak-Kuwait Takaful Company Limited' (PKTCL) (30%). In this regard, efforts to sell the associate have been initiated. Based on the Company's intention this associate has accordingly been classified as 'non-current asset held-for-sale'. As at March 31, 2020, this non-current asset held-for-sale is stated at the lower of carrying amount and fair value less costs to sell. Other assets includes receivable from Pakistan Kuwait Takaful Company Limited amounting Rs. 18.497 million (December 31, 2019: Rs. 17.745 million) that has been fully provided.			
13.2 Provision held against other assets	Note	March 31, 2020 (Un-audited)	December 31, 2019 (Audited)
------(Rupees in '000)-----			
Non-current asset held-for-sale		135,000	135,000
Other receivables		43,985	43,233
		<u>178,985</u>	<u>178,233</u>
14. BORROWINGS			
Secured			
Borrowings from State Bank of Pakistan			
Under Long Term Finance Facility (LTFF)	14.1	1,693,052	1,265,259
Under Financing Scheme for Renewable Energy	14.2	223,113	179,924
		<u>1,916,165</u>	<u>1,445,183</u>
Bai Muajjal	14.3	31,389,395	25,692,879
Repurchase agreement borrowings	14.4	815,271	-
Total secured		<u>34,120,831</u>	<u>27,138,062</u>
Unsecured			
Bai Muajjal	14.3	8,253,583	1,815,181
Total unsecured		<u>8,253,583</u>	<u>1,815,181</u>
Total		<u>42,374,414</u>	<u>28,953,243</u>

14.1 Borrowings from SBP under LTFF

This represents Long Term Finance Facility on concessional rates to promote industrial growth leading to exports. The loans availed under the facility shall be repayable within a maximum period of ten years including maximum grace period of two years with mark-up payable at maximum of 5 percent per annum. SBP allocates an overall yearly limit under the facility to individual Participating Financial Institution (PFI). The sanctioned limit for the company for the period from January 1, 2020 to March 31, 2020 is Rs. 500 million.

14.2 Borrowing from SBP under Financing Scheme for Renewable Energy

This represents Long Term Finance Facility on concessional rates to support in addressing dual challenge of energy shortage and climate change through promotion of renewable energy. The loans availed under the facility shall be repayable within a maximum period of twelve years with mark-up payable at maximum of 3 percent per annum. SBP allocates an overall yearly limit under the facility to individual Participating Financial Institution (PFI). The sanctioned limit for the company for the period from January 1, 2020 to March 31, 2020 is Rs. 350 million.

14.3 Bai Muajjal

This represents borrowings from a financial institution at mark-up rate between 10.70 and 13.14 (2019: 12.73 and 13.14) percent per annum and having maturities between April 14, 2020 and January 28, 2021 (2019: April 14, 2020 and September 22, 2020).

15 DEFERRED TAX LIABILITIES

March 31, 2020 (Un-audited)			
At January 1, 2020	Recognised in P&L A/C	Recognised in OCI	At March 31, 2020

------(Rupees in 000)-----

Deductible temporary differences on

- Post retirement employee benefits
- Provision against advances non-performing advances

17,843	1,642	-	19,485
304,740	(3,986)	-	300,754
322,583	(2,344)	-	320,239

Taxable temporary differences on

- Surplus on revaluation of investments
- Accelerated tax depreciation
- Finance lease arrangements
- Share of profits from Associates

(26,333)	380	82,251	56,298
(35,352)	(1,162)	-	(36,514)
(132,868)	(2,058)	-	(134,926)
(2,656,203)	(75,782)	115,894	(2,616,091)
(2,850,756)	(78,622)	198,145	(2,731,233)
(2,528,173)	(80,966)	198,145	(2,410,994)

December 31, 2019 (Audited)			
At January 1, 2019	Recognised in P&L A/C	Recognised in OCI	At December 31, 2019

------(Rupees in 000)-----

Deductible temporary differences on

- Post retirement employee benefits
- Provision against non-performing advances

17,594	1,721	(1,472)	17,843
310,839	(6,099)	-	304,740
328,433	(4,378)	(1,472)	322,583

Taxable temporary differences on

- Surplus on revaluation of investments
- Accelerated tax depreciation
- Finance lease arrangements
- Share of profits from Associates

107,691	(1,374)	(132,650)	(26,333)
(35,919)	567	-	(35,352)
(109,124)	(23,744)	-	(132,868)
(1,754,021)	(472,585)	(429,597)	(2,656,203)
(1,791,373)	(497,136)	(562,247)	(2,850,756)
(1,462,940)	(501,514)	(563,719)	(2,528,173)

16. OTHER LIABILITIES

Note	March 31, 2020 (Un-audited)	December 31, 2019 (Audited)
------	-----------------------------	-----------------------------

------(Rupees in '000)-----

- Mark-up / return / interest payable in local currency
- Accrued expenses
- Current taxation (provisions less payments)
- Payable to defined benefit obligation
- Security deposits against lease
- Employees' compensated absences
- Payable to share brokers on account of purchase of marketable securities
- Others

8,683	7,376
503,794	578,445
117,511	69,016
54,977	49,027
41,490	41,490
12,213	12,501
-	2,925
6,241	3,924
744,909	764,704

17. SURPLUS ON REVALUATION OF ASSETS

(Deficit) / surplus on revaluation of:

- Available for sale securities
- Associates

9.3	(26,316)	487,126
	2,012,078	2,784,704
	1,985,762	3,271,830

Deferred tax on (deficit) / surplus on revaluation of:

- Available for sale securities
- Associates

17,106	(65,142)
(259,488)	(375,382)
(242,382)	(440,524)
1,743,380	2,831,306

18. CONTINGENCIES AND COMMITMENTS

Note **March 31,** December 31,
2020 2019
(Un-audited) (Audited)
-----**(Rupees in '000)**-----

-Guarantees	18.1	436,201	500,000
-Commitments	18.2	7,272,071	7,584,576
		7,708,272	8,084,576

18.1 Guarantees:

Financial guarantees	436,201	500,000
----------------------	----------------	---------

18.2 Commitments

Undisbursed sanctions for financial assistance in the form of:

- Loans and advances	6,172,071	6,870,076
- Sukuks	700,000	314,500
- Leases	400,000	400,000
	7,272,071	7,584,576

18.3 Tax Contingencies

The Income Tax Department has amended the deemed assessment orders for the tax years from 2003 to 2018, raising a tax demand of Rs. 3,714 million, mainly due to additions in respect of allocation of expenses against dividend income subject to tax at reduced rate / Final Tax Regime and capital gains.

In such orders, the taxation authority has not accepted the Company's contention on the matter of allocation of expenses on exempt capital gains and dividend income. The total additions made in tax years 2003 to 2018 under this head amounts to Rs. 7,981 million.

In tax year 2003, the Appellate Tribunal Inland Revenue (ATIR) had directed the tax authorities for the allocation to be made taking into account the 'cost of investment' rather than 'gross turnover'. Subsequently, the action of the Taxation Officer in refusing to issue the appeal effect in view of the departmental appeal before the High Court was contested in appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)] for application of section 124A of the Income Tax Ordinance, 2001 (Ordinance). The CIR(A) adjudged the matter in favour of the Company directing the Officer to give effect to the directions which have been maintained by the ATIR in the subsequent departmental appeal.

Relying on the above decision of ATIR, the CIR(A) through orders dated October 29, 2018, September 23, 2011, November 30, 2012, June 15, 2015, September 8, 2017, March 6, 2018, March 7, 2018 and July 26, 2019 for tax year year 2003, tax years 2004 to 2007, tax year 2010, tax years 2011 to 2013, tax year 2015, tax years 2014 and 2017, tax year 2016 and tax year 2018 respectively, directed for the application of provision of section 124A of the Ordinance. The action was, however, maintained by the CIR(A) in the tax years 2008 and 2009 and appeals are currently pending before the ATIR. The department has preferred appeals against the order of the CIR(A) in the years 2004 to 2007 and 2010 to 2018 which are currently pending before the ATIR.

Appeal effect orders for the years 2003 to 2007 and 2010 have been issued. These are to attain finality once the departmental appeals before the ATIR / High Court as the case may be, are decided. However, in the tax order for the tax year 2003, the Officer has not followed the directions of the CIR(A) and allocated expenses on the basis of turnover for which the Company has preferred an appeal which was recently decided in the Company's favour through the order dated October 29, 2018.

Further, the Company had made representation before Federal Board of Revenue for necessary clarification and has also referred the above matter to Alternate Dispute Resolution Committee, a mechanism available to provide an opportunity to taxpayers for an easy and efficient resolution of disputes. The same is still pending.

The Company has made provision of Rs. 1,393 million against the demand for the abovementioned years based on cost of investment. The management is confident that the ultimate outcome of the appeals would be in favor of the Company inter alia on the basis of the advice of the tax consultants and the relevant law and the facts.

19. MARK-UP / RETURN / INTEREST EARNED	Note	Three months period ended	
		March 31, 2020 (Un-audited) ------(Rupees in '000)-----	March 31, 2019
On:			
Loans and advances		272,300	49,425
Investments		1,374,714	146,329
Lendings to financial institutions		45,191	75,200
Balances with banks		283	172
		<u>1,692,488</u>	<u>271,126</u>
20. MARK-UP / RETURN / INTEREST EXPENSED			
On:			
Deposits		3,704	614
Borrowings		1,153,735	7,287
Securities sold under repurchase agreements - government securities		18,144	-
		<u>1,175,583</u>	<u>7,901</u>
21. FEE & COMMISSION INCOME			
Participation Fee		19,600	-
Commitment Fee		173	-
Commission on guarantees		1,425	-
		<u>21,198</u>	<u>-</u>
22. (LOSS) / GAIN ON SECURITIES			
Realised (loss) / gain	22.1	(74,336)	48,091
Unrealised loss - held for trading		-	(1,598)
		<u>(74,336)</u>	<u>46,493</u>
22.1 Realised (loss) / gain on shares		<u>(74,336)</u>	<u>48,091</u>
23. SHARE IN RESULT OF ASSOCIATES			
Quoted Associates		1,406,279	915,775
Un-quoted Associates		(59,241)	72,972
		<u>1,347,038</u>	<u>988,747</u>
24. OTHER INCOME			
Late payment charges		385	288
Nominee directors fee		2,190	210
Space / arrangement income		652	-
Gain on sale of fixed assets		2,462	-
Others		108	-
		<u>5,797</u>	<u>498</u>

25. OPERATING EXPENSES	Note	Three months period ended	
		March 31, 2020 (Un-audited) ------(Rupees in '000)-----	March 31, 2019 (Un-audited) ------(Rupees in '000)-----
Total compensation expense		92,842	107,582
Property expense			
Rent & taxes		3,636	2,536
Insurance		118	94
Utilities cost		1,009	1,323
Security expense		63	141
Repairs & maintenance		7,085	6,757
Depreciation		1,534	1,534
		13,445	12,384
Information technology expenses			
Software maintenance		266	70
Hardware maintenance		24	40
Depreciation		738	1,838
Amortisation		1,364	972
Network charges		530	390
		2,922	3,310
Other operating expenses			
Directors' fees and allowances		19,710	10,639
Legal & professional charges		3,725	6,487
Outsourced services costs		4,970	4,007
Travelling & conveyance		1,327	2,633
Depreciation		2,976	537
Training & development		2,419	4
Postage & courier charges		142	69
Communication		1,391	1,362
Stationery & printing		880	258
Marketing, advertisement & publicity		745	260
Auditors' Remuneration		1,256	1,224
Newspaper, periodicals and subscription dues		1,719	441
Repairs & maintenance (others)		492	242
Bank charges		85	47
Entertainment expense		861	532
Others		4,130	1,789
		46,828	30,531
		156,037	153,808
26. OTHER CHARGES			
Penalties imposed by State Bank of Pakistan		30	-
27. PROVISIONS / (REVERSAL OF PROVISION) & WRITE OFFS - NET			
Provisions for diminution in value of investments	9.2	181,985	10,569
Reversal of provisions against loans & advances	10.3	(13,744)	(10,516)
Provision for impairment in other assets		752	-
		168,993	53
28. TAXATION			
Current		275,560	139,465
Deferred		80,966	51,097
		356,526	190,562
29. BASIC / DILUTED EARNINGS PER SHARE			
Profit for the period		1,140,785	986,448
		(Numbers in '000)	
		(Restated)	
Weighted average number of ordinary shares		400	400
		-----Rupees-----	
		(Restated)	
Basic / diluted earnings per share	29.1	2,852	2,466

29.1 The Company issued bonus shares, accordingly the number of shares and earnings per share for the comparative period has been restated.

30. FAIR VALUE MEASUREMENTS

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:

30.1 On balance sheet financial instruments

March 31, 2020 (Un-audited)									
Held-for-trading	Available-for-sale	Held-to-maturity	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)									
Financial assets measured at fair value									
Investments									
- Market treasury bills	-	19,090,129	-	-	19,090,129	-	19,090,129	-	19,090,129
- Pakistan investment bonds	-	19,725,112	-	-	19,725,112	-	19,725,112	-	19,725,112
- Shares of listed companies	-	2,430,102	-	-	2,430,102	2,430,102	-	-	2,430,102
- Listed sukuk / term finance certificates	-	3,599,006	-	-	3,599,006	-	3,599,006	-	3,599,006
- Unlisted sukuk / term finance certificates	-	1,754,532	-	-	1,754,532	-	1,754,532	-	1,754,532
Financial assets not measured at fair value									
Cash and balances with treasury banks	-	-	52,798	-	52,798	-	-	-	-
Balances with other banks	-	-	33,087	-	33,087	-	-	-	-
Investments									
- Shares of listed associates	-	19,667,816	-	-	19,667,816	26,547,981	-	-	26,547,981
- Shares in unlisted companies	-	800	-	-	800	-	-	-	-
- Shares of unlisted associates	-	1,197,121	-	-	1,197,121	-	-	-	-
Advances	-	-	9,864,113	-	9,864,113	-	-	-	-
Other assets	-	-	562,676	-	562,676	-	-	-	-
Financial liabilities not measured at fair value									
Borrowings	-	-	-	(42,374,414)	(42,374,414)	-	-	-	-
Deposits and other accounts	-	-	-	-	-	-	-	-	-
Other liabilities	-	-	-	(689,932)	(689,932)	-	-	-	-
-	67,464,618	-	10,512,674	(43,064,346)	34,912,946	-	-	-	-

December 31, 2019 (Audited)									
Held-for-trading	Available-for-sale	Held-to-maturity	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)									
Financial assets measured at fair value									
Investments									
- Market treasury bills	-	9,113,112	-	-	9,113,112	-	9,113,112	-	9,113,112
- Pakistan investment bonds	-	19,393,103	-	-	19,393,103	-	19,393,103	-	19,393,103
- Shares of listed companies	22,618	2,842,763	-	-	2,865,381	2,865,381	-	-	2,865,381
- Listed sukuk / term finance certificates	-	3,416,546	-	-	3,416,546	-	3,416,546	-	3,416,546
- Unlisted sukuk / term finance certificates	-	459,998	-	-	459,998	-	459,998	-	459,998
Financial assets not measured at fair value									
Cash and balances with treasury banks	-	-	54,209	-	54,209	-	-	-	-
Balances with other banks	-	-	23,762	-	23,762	-	-	-	-
Investments									
- Shares of listed associates	-	19,805,830	-	-	19,805,830	39,017,366	-	-	39,017,366
- Shares in unlisted companies	-	800	-	-	800	-	-	-	-
- Shares of unlisted associates	-	1,286,362	-	-	1,286,362	-	-	-	-
Advances	-	-	6,654,602	-	6,654,602	-	-	-	-
Other assets	-	-	1,126,116	-	1,126,116	-	-	-	-
Financial liabilities not measured at fair value									
Borrowings	-	-	-	(28,953,243)	(28,953,243)	-	-	-	-
Deposits and other accounts	-	-	-	-	-	-	-	-	-
Other liabilities	-	-	-	(715,677)	(715,677)	-	-	-	-
22,618	56,318,514	-	7,858,689	(29,668,920)	34,530,901	-	-	-	-

The fair value of financial assets and liabilities not carried at fair value are not significantly different from their carrying values since assets and liabilities are either short term in nature or in case of loans are frequently repriced.

Fair value is an amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences may arise between the carrying values and the fair values estimates.

The Company 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 asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

31. SEGMENT INFORMATION

31.1 Segment Details with respect to Business Activities

The segment analysis with respect to business activities is as follows:

March 31, 2020 (Un-audited)					
Corporate Finance	Treasury	Investment Banking	Capital Markets	Others	Total
------(Rupees in '000)-----					
Profit & Loss					
Net mark-up / return / profit	416,617	99,528	-	760	516,905
Non mark-up / return / interest income	24,333	-	1,344,288	5,412	1,335,412
Total Income	440,950	99,528	1,344,288	6,172	1,852,317
Segment direct expenses	(17,584)	(7,429)	(2,402)	(3,568)	(94,938)
Segment indirect expenses	(15,436)	(4,631)	(3,087)	(3,087)	(64,834)
Total expenses	(33,020)	(12,060)	(5,489)	(6,655)	(186,013)
Reversal / (Provisions)	13,744	-	-	(181,985)	(168,993)
Profit before tax	421,674	87,468	1,338,799	(227,261)	1,497,311

March 31, 2020 (Un-audited)					
Corporate Finance	Treasury	Investment Banking	Capital Markets	Others	Total
------(Rupees in '000)-----					
Balance Sheet					
Cash & Bank balances	-	85,835	-	50	85,885
Investments	5,353,538	38,815,241	20,865,737	2,430,102	67,464,618
Lendings to financial institutions	-	74,658	-	-	74,658
Advances - performing	9,735,340	-	-	87,284	9,822,624
Advances - non-performing	41,489	-	-	-	41,489
Others	215,118	348,024	771,667	20,461	1,628,555
Total Assets	15,345,485	39,323,758	21,637,404	2,450,563	79,117,829
Borrowings	1,916,165	40,458,249	-	-	42,374,414
Deposits & other accounts	-	-	-	-	-
Others	(112,762)	110,197	2,616,091	(169,790)	3,155,903
Total liabilities	1,803,403	40,568,446	2,616,091	(169,790)	45,530,317
Equity	405,765	679,124	1,752,590	(812,219)	33,587,512
Total Equity & liabilities	2,209,168	41,247,570	4,368,681	(982,009)	79,117,829
Contingencies & Commitments	7,708,272	-	-	-	7,708,272

March 31, 2019 (Un-audited)					
Corporate Finance	Treasury	Investment Banking	Capital Markets	Others	Total
------(Rupees in '000)-----					
Profit & Loss					
Net mark-up / return / profit	95,580	166,897	-	748	263,225
Non mark-up / return / interest income	3,038	-	985,997	101,941	1,091,186
Total Income	98,618	166,897	985,997	958	1,354,411
Segment direct expenses	(12,081)	(5,514)	(2,074)	(3,230)	(71,430)
Segment indirect expenses	(17,023)	(5,674)	(3,783)	(3,783)	(105,918)
Total expenses	(29,104)	(11,188)	(5,857)	(7,013)	(177,348)
Reversal / (Provisions)	10,516	-	(40)	(10,529)	(53)
Profit before tax	80,030	155,709	980,100	84,399	1,177,010

December 31, 2019 (Audited)					
Corporate Finance	Treasury	Investment Banking	Capital Markets	Others	Total
------(Rupees in '000)-----					
Balance Sheet					
Cash & Bank balances	-	77,921	-	50	77,971
Investments	3,876,544	28,506,215	21,092,992	2,865,381	56,341,132
Lendings to financial institutions	-	1,218,271	-	-	1,218,271
Advances - performing	6,528,540	-	-	84,573	6,613,113
Advances - non-performing	41,489	-	-	-	41,489
Others	126,474	1,000,183	-	112,000	1,488,797
Total Assets	10,573,047	30,802,590	21,092,992	2,977,381	65,780,773
Borrowings	28,953,243	-	-	-	28,953,243
Deposits & other accounts	-	-	-	-	-
Others	52,209	(40)	1,401,435	(40,040)	1,879,313
Total liabilities	29,005,452	(40)	1,401,435	(40,040)	32,246,120
Equity	294,425	1,065,389	2,409,322	282,511	33,534,653
Total Equity & liabilities	29,299,877	1,065,349	3,810,757	242,471	65,780,773
Contingencies & Commitments	8,084,576	-	-	-	8,084,576

31.2 Segment details with respect to geographical locations

All the Company's business segments operate in Pakistan only.

32. RELATED PARTY TRANSACTIONS

The Company has related party relationship with its associates, associated undertaking, employee benefit plans, key management personnel and its directors.

The Company 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 to and accruals in respect of staff retirement benefits and other benefit plans are made in accordance with the actuarial valuations / terms of the contribution plan. Remuneration to the executives / officers is determined in accordance with the terms of their appointment.

Details of transactions with related parties during the year ended, other than those which have been disclosed elsewhere in these financial statements are as follows:

	March 31, 2020 (Un-audited)				December 31, 2019 (Audited)			
	Directors	Key management personnel	Associates	Other related parties	Directors	Key management personnel	Associates	Other related parties
----- (Rupees in '000) -----								
Balances with other banks								
In deposit account	-	-	24,163	-	-	-	21,601	-
Investments								
Opening balance	-	-	21,092,192	500	-	-	15,197,136	500
Equity method accounting adjustments	-	-	(227,255)	-	-	-	5,895,056	-
Closing balance	-	-	20,864,937	500	-	-	21,092,192	500
Advances								
Opening balance	-	50,383	-	-	-	48,324	-	-
Addition during the period / year	-	-	-	-	-	6,792	-	-
Repaid during the period / year	-	(1,246)	-	-	-	(4,733)	-	-
Closing balance	-	49,137	-	-	-	50,383	-	-
Other Assets								
Interest / mark-up accrued	-	-	83	-	-	-	126	-
Receivable from Pak Kuwait Takaful Company	-	-	-	18,497	-	-	-	17,745
Non-current asset held for sale	-	-	-	135,000	-	-	-	135,000
Provision against other assets	-	-	-	(153,497)	-	-	-	(152,745)
	-	-	83	-	-	-	126	-
Borrowings								
Opening balance	-	-	-	25,692,879	-	-	-	-
Borrowings during the period / year	-	-	-	5,358,139	-	-	27,239,766	-
Transfer in / (out) - net	-	-	-	338,377	-	-	(1,546,887)	-
Closing balance	-	-	-	31,389,395	-	-	25,692,879	-
Other Liabilities								
Payable to NCCPL	-	-	84	-	-	-	67	-
	-	-	84	-	-	-	67	-

	March 31, 2020 (Un-audited)				March 31, 2019 (Un-audited)			
	Directors	Key management personnel	Associates	Other related parties	Directors	Key management personnel	Associates	Other related parties
----- (Rupees in '000) -----								
Income								
Mark-up / return / interest earned	-	473	223	-	-	451	171	-
Dividend income	-	-	801,667	-	-	-	701,515	-
Other income								
- Nominee Director Fee	-	-	2,870	70	-	-	1,175	35
Expense								
Mark-up / return / interest paid	-	-	932,112	-	-	-	-	-
Operating expenses								
- Directors Fee	4,550	-	-	-	4,367	-	-	-
- Remuneration to key management personnel (including retirement benefits)	-	122,632	-	-	-	52,698	-	-
- Nominee Director Fee payment	-	-	-	750	-	-	-	1,000
- NCCPL Charges	-	-	287	-	-	-	149	-
- FMCL Office Maintenance Charges	-	-	-	6,842	-	-	-	6,688
- Contribution made to Staff Provident Fund	-	-	-	9,004	-	-	-	4,635
- Contribution made to Staff Gratuity Fund	-	-	-	5,950	-	-	-	5,577

33. CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	March 31, 2020 (Un-audited)	December 31, 2019 (Audited)
	(Rupees in '000)	
Minimum Capital Requirement (MCR):		
Paid-up capital	<u>10,000,000</u>	<u>10,000,000</u>
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	16,315,364	13,394,614
Eligible Tier 2 Capital	<u>1,743,380</u>	<u>2,831,306</u>
Total Eligible Capital (Tier 1 + Tier 2)	<u>18,058,744</u>	<u>16,225,920</u>
Risk Weighted Assets (RWAs):		
Credit Risk	31,324,897	29,634,786
Market Risk	5,180,509	6,133,412
Operational Risk	8,627,487	8,627,487
Total	<u>45,132,893</u>	<u>44,395,685</u>
Common Equity Tier 1 Capital Adequacy ratio		
Tier 1 Capital Adequacy Ratio	<u>36.15%</u>	30.17%
Total Capital Adequacy Ratio	<u>40.01%</u>	<u>36.55%</u>
Leverage Ratio (LR):		
Eligible Tier-1 Capital	16,315,364	13,394,614
Total Exposures	71,573,143	56,674,820
Leverage Ratio	<u>22.80%</u>	<u>23.63%</u>
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	9,636,124	5,920,120
Total Net Cash Outflow	1,504,408	546,320
Liquidity Coverage Ratio	<u>641%</u>	<u>1084%</u>
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	39,658,731	39,709,455
Total Required Stable Funding	36,108,422	32,659,182
Net Stable Funding Ratio	<u>110%</u>	<u>122%</u>

34. DATE OF AUTHORISATION FOR ISSUE

The condensed interim financial information was authorised for issue in the Board of Directors meeting held on May 27, 2020.

35. GENERAL

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

-sd-
Chief Executive

-sd-
Chief Financial Officer

-sd-
Director

-sd-
Director

-sd-
Director