



**PAKISTAN KUWAIT INVESTMENT COMPANY (PRIVATE) LIMITED**

**CONDENSED INTERIM FINANCIAL STATEMENTS  
(UN-AUDITED)**

**For the three months period ended March 31, 2019**


**Pakistan Kuwait Investment Company (Private) Limited**  
**Condensed Interim Statement of Financial Position**  
*As at March 31, 2019*

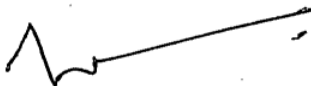
	Note	March 31, 2019 (Un -audited) (Rupees in '000)	December 31, 2018 (Audited)
<b>ASSETS</b>			
Cash and balances with treasury banks	6	52,030	60,901
Balances with other banks	7	29,606	9,690
Lendings to financial institutions	8	511,229	1,071,204
Investments	9	26,873,646	25,815,300
Advances	10	2,629,129	2,698,181
Fixed assets	11	200,586	204,172
Intangible assets	12	12,239	13,210
Deferred tax assets		-	-
Other assets	13	822,121	104,568
		<b>31,130,586</b>	<b>29,977,226</b>
<b>LIABILITIES</b>			
Bills payable		-	-
Borrowings	14	1,312,376	1,371,474
Deposits and other accounts	15	-	35,000
Liabilities against assets subject to finance lease		-	-
Subordinated debt		-	-
Deferred tax liabilities	16	1,539,005	1,462,940
Other liabilities	17	1,123,464	558,503
		<b>3,974,845</b>	<b>3,427,917</b>
<b>NET ASSETS</b>		<b>27,155,741</b>	<b>26,549,309</b>
<b>REPRESENTED BY</b>			
Share capital		6,000,000	6,000,000
Reserves		8,193,002	8,193,002
Surplus on revaluation of assets - net	18	237,287	167,303
Unappropriated profit		12,725,452	12,189,004
		<b>27,155,741</b>	<b>26,549,309</b>


**CONTINGENCIES AND COMMITMENTS**

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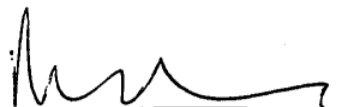
The annexed notes 1 to 34 form an integral part of condensed interim financial statements.

  
 Chief Financial Officer

  
 Chief Executive

  
 Director

  
 Director

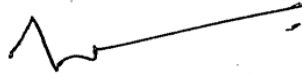
  
 Director


**Pakistan Kuwait Investment Company (Private) Limited**  
**Condensed Interim Profit and Loss Account - (Un-audited)**  
*For the three months period ended March 31, 2019*

	Note	Three months period ended March 31, 2019	(Restated) Three months period ended March 31, 2018
(Rupees in '000)			
Mark-up / return / interest earned	20	271,126	190,733
Mark-up / return / interest expensed	21	7,901	25,249
Net mark-up / interest income		<u>263,225</u>	<u>165,484</u>
<b>NON MARK-UP / INTEREST INCOME</b>			
Fee and commission income	22	-	2,150
Dividend income		55,448	34,485
Foreign exchange income		-	-
Income / (loss) from derivatives		-	-
Gain on securities	23	46,493	143,169
Share in results of associates - net		988,747	853,436
Other income	24	498	498
Total non-markup / interest income		<u>1,091,186</u>	<u>1,033,738</u>
<b>Total income</b>		<u>1,354,411</u>	<u>1,199,222</u>
<b>NON MARK-UP / INTEREST EXPENSES</b>			
Operating expenses	25	153,808	112,534
Workers Welfare Fund		23,540	20,862
Other charges		-	-
Total non-markup / interest expenses		<u>177,348</u>	<u>133,396</u>
<b>Profit before provisions</b>		<u>1,177,063</u>	<u>1,065,826</u>
Provision - net	26	53	22,720
Extra ordinary / unusual items		-	-
<b>PROFIT BEFORE TAXATION</b>		<u>1,177,010</u>	<u>1,043,106</u>
Taxation	27	190,562	174,702
<b>PROFIT AFTER TAXATION</b>		<u>986,448</u>	<u>868,404</u>
<b>Rupees</b>			
Basic and diluted earnings per share (on share of Rs. 25,000 each)	28	<u>4,110</u>	<u>3,618</u>

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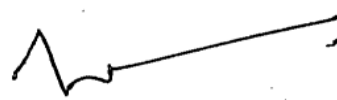
  
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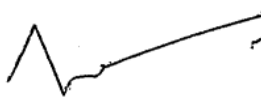
**Pakistan Kuwait Investment Company (Private) Limited**  
**Condensed Interim Statement of Comprehensive Income - (Un-audited)**  
*For the three months period ended March 31, 2019*


	<u>Three months period ended March 31, 2019</u>	<u>Three months period ended March 31, 2018</u>
	(Rupees in '000)	
Profit after taxation for the period	986,448	868,404
<b>Other comprehensive income</b>		
<b>Items that may be reclassified to profit and loss account in subsequent periods:</b>		
Movement in surplus on revaluation of 'available-for-sale' securities - net of tax	38,789	188,085
Movement in surplus / (deficit) on revaluation of 'available-for-sale' securities of associates - net of tax	33,646	(42,773)
	72,435	145,312
<b>Items that will not be reclassified to profit and loss account in subsequent periods:</b>		
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 of defined benefit obligation of associates - net of tax	-	-
	(2,451)	-
<b>Total comprehensive income</b>	<b>1,056,432</b>	<b>1,013,716</b>

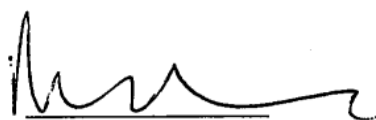
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**Pakistan Kuwait Investment Company (Private) Limited**  
**Condensed Interim Statement of Changes in Equity - (Un-audited)**  
**For the three months period ended March 31, 2019**

	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)								
<b>Balance as at January 1, 2018 - Restated</b>	6,000,000	935,264	5,515,229	980,896	679,262	-	10,696,759	24,807,410
Profit after taxation for the three months period ended March 31, 2018	-	-	-	-	-	-	868,404	868,404
Other comprehensive income - net of tax	-	-	-	-	145,312	-	-	145,312
Total comprehensive income	-	-	-	-	145,312	-	868,404	1,013,716
<b>Transactions with owners recorded directly in equity</b>								
Final dividend for the year ended December 31, 2017 @ Rs. 2,083.3 per share	-	-	-	-	-	-	(500,000)	(500,000)
<b>Balance as at March 31, 2018 - Restated</b>	<b>6,000,000</b>	<b>935,264</b>	<b>5,515,229</b>	<b>980,896</b>	<b>824,574</b>	<b>-</b>	<b>11,065,163</b>	<b>25,321,126</b>
Profit after taxation for the nine months period ended December 31, 2018	-	-	-	-	-	-	1,900,016	1,900,016
Other comprehensive income - net of tax	-	-	-	-	(662,920)	5,649	(14,562)	(671,833)
Total comprehensive income	-	-	-	-	(662,920)	5,649	1,885,454	1,228,183
Transfer to statutory reserve	-	-	484,771	-	-	-	(484,771)	-
Transfer to capital market equalization reserve	-	-	-	276,842	-	-	(276,842)	-
<b>Balance as at December 31, 2018</b>	<b>6,000,000</b>	<b>935,264</b>	<b>6,000,000</b>	<b>1,257,738</b>	<b>161,654</b>	<b>5,649</b>	<b>12,189,004</b>	<b>26,549,309</b>
Profit after taxation for the 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
<b>Transactions with owners recorded directly in equity</b>								
Final dividend for the year ended December 31, 2018 @ Rs. 1,875 per share	-	-	-	-	-	-	(450,000)	(450,000)
<b>Balance as at March 31, 2019</b>	<b>6,000,000</b>	<b>935,264</b>	<b>6,000,000</b>	<b>1,257,738</b>	<b>234,089</b>	<b>3,198</b>	<b>12,725,452</b>	<b>27,155,741</b>

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

  
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**Director**

  
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**Pakistan Kuwait Investment Company (Private) Limited**  
**Condensed Interim Cash Flow Statement - (Un-audited)**  
**For the three months period ended March 31, 2019**

	Note	Three months period ended March 31, 2019	(Restated) Three months period ended March 31, 2018
(Rupees in '000)			
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Profit before taxation		1,177,010	1,043,106
Less: Dividend income		(55,448)	(34,485)
		<u>1,121,562</u>	<u>1,008,621</u>
<b>Adjustments for:</b>			
Depreciation		3,909	2,310
Amortization		972	1,021
Provisions - net	26	53	22,720
Unrealized loss / (gain) on revaluation of 'held for trading' securities	23	1,598	(3,736)
Share in results of associates - net		(988,747)	(853,436)
Dividend Payable		(450,000)	(500,000)
		<u>(1,432,215)</u>	<u>(1,331,121)</u>
		<u>(310,653)</u>	<u>(322,500)</u>
Decrease / (increase) in operating assets			
Lendings to financial institutions		559,975	(3,804,604)
Held-for-trading securities		18,489	60,679
Advances		79,568	155,383
Others assets (excluding advance taxation)		33,916	38,967
		<u>691,948</u>	<u>(3,549,575)</u>
Increase in operating liabilities			
Borrowings		(59,098)	(41,776)
Deposits		(35,000)	-
Other liabilities (excluding current taxation)		495,989	481,125
		<u>401,891</u>	<u>439,349</u>
		<u>783,186</u>	<u>(3,432,726)</u>
Income tax paid		(70,492)	(28,886)
<i>Net cash inflow / (outflow) from operating activities</i>		<u>712,694</u>	<u>(3,461,612)</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Net investments in available-for-sale securities		(706,820)	3,415,146
Net investments in associates		-	-
Dividends received		5,494	52,863
Investments in operating fixed assets		(323)	-
Proceeds from sale of fixed assets		-	-
<i>Net cash (outflow) / inflow from investing activities</i>		<u>(701,649)</u>	<u>3,468,009</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Dividend paid		-	-
<i>Net cash used in financing activities</i>		<u>-</u>	<u>-</u>
<b>Increase in cash and cash equivalents</b>		<u>11,045</u>	<u>6,397</u>
Cash and cash equivalents at beginning of the period		<u>70,591</u>	<u>79,878</u>
<b>Cash and cash equivalents at end of the period</b>		<u>81,636</u>	<u>86,275</u>

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

  
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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, 2019***

**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 to AAA (Triple A) and the short term rating at A1+(A one plus), the highest level.

**2. BASIS OF PRESENTATION**

The condensed interim financial information has been prepared based on the format prescribed by the State Bank of Pakistan (SBP) vide BPRD Circular Letter No. 05 dated March 22, 2019 and IAS 34 "Interim Financial Reporting".

**2.1 STATEMENT OF COMPLIANCE**

These condensed interim 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 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, 2018.

### **3. SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies and the methods of computation adopted in the preparation of the condensed interim financial statements are consistent with those applied in preparation of audited financial statements of the Company for the year ended December 31, 2018.

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

There are certain new amended standards, interpretations and amendments that are mandatory for the Company's accounting periods beginning on or after January 1, 2019 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 financial statements.

State Bank of Pakistan through BPRD Circular Letter No. 05 dated March 22, 2019 prescribed a new format for condensed interim financial statements of banks / DFIs. All banks / DFIs are directed to prepare their quarterly financial statements on the revised format effective from accounting year starting from January 1, 2019. Accordingly, these condensed financial statements are prepared in accordance with the new format.

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

There are certain standards, amendments and interpretations with respect to the approved accounting standards that are not yet effective and are not expected to have any material impact on the Company's financial statements in the period of their initial application.

### **4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS**

The preparation of condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make judgments, estimates and assumptions that affect the application of policies and reported amount of assets and liabilities and income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form basis of making the judgments about carrying values of assets and liabilities which are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of its revision and future periods if the revision affects both current and future periods.

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, 2018.

### **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, 2018.



<b>6.</b>	<b>CASH AND BALANCES WITH TREASURY BANKS</b>	Note	<b>March 31, 2019</b>	December 31, 2018
			(Un-audited)	(Audited)
			(Rupees in '000)	
	Cash in hand in local currency		50	50
	With State Bank of Pakistan in - local currency current account	6.1	51,623	60,738
	With National Bank of Pakistan in - local currency current account		357	113
			<u>52,030</u>	<u>60,901</u>

**6.1** This includes Rs. 50 million (December 31, 2018: 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.

<b>7.</b>	<b>BALANCES WITH OTHER BANKS</b>		<b>March 31, 2019</b>	December 31, 2018
			(Un-audited)	(Audited)
			(Rupees in '000)	
	In Pakistan			
	- current account		58	166
	- deposit account		29,548	9,524
			<u>29,606</u>	<u>9,690</u>

**8. LENDINGS TO FINANCIAL INSTITUTIONS**

Repurchase agreement lendings (Reverse Repo) 511,229 1,071,204

This represents lending to financial institutions against purchase and resale of government securities. Market value of this security as at March 31, 2019 amounted to Rs. 509 million (December 31, 2018: 1,070 million). The markup rate on this lending is 10.00 (December 31, 2018: 10.10) percent per annum with maturity in one day (December 31, 2018: two days).

**9. INVESTMENTS**

**9.1 Investments by type:**

	March 31, 2019 (Un-audited)				December 31, 2018 (Audited)			
	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value
	(Un-audited)				(Audited)			
	------(Rupees in '000)-----							
<b>Held-for-trading securities</b>								
Shares	94,269	-	(1,598)	92,671	112,758	-	(6,626)	106,132
<b>Available-for-sale securities</b>								
Federal Government Securities	6,335,213	-	(1,793)	6,333,420	5,396,869	-	2,290	5,399,159
Shares	3,686,900	(642,270)	136,039	3,180,669	3,753,959	(706,208)	56,673	3,104,424
Non Government Debt Securities	1,755,380	(33,638)	24,077	1,745,819	2,000,980	(33,638)	41,107	2,008,449
	11,777,493	(675,908)	158,323	11,259,908	11,151,808	(739,846)	100,070	10,512,032
<b>Associates</b>	15,521,067	-	-	15,521,067	15,197,136	-	-	15,197,136
<b>Total Investments</b>	<u>27,392,829</u>	<u>(675,908)</u>	<u>156,725</u>	<u>26,873,646</u>	<u>26,461,702</u>	<u>(739,846)</u>	<u>93,444</u>	<u>25,815,300</u>

**9.1.1 Movement in investments in associates**

			<b>March 31, 2019</b>	March 31, 2018
			(Un-audited)	(Audited)
			(Rupees in '000)	
	Investments at beginning of the period		15,197,136	13,660,400
	Share in surplus / (deficit) on revaluation of 'available-for-sale' securities of associates		39,582	(50,502)
	Share of (deficit) on revaluation of non - banking assets of associates		(2,883)	-
	Share of profit from associates recognized in profit and loss account		988,747	853,436
	Dividend received from associates		(701,515)	(398,587)
	Investments at end of the period		<u>15,521,067</u>	<u>14,064,747</u>

The cost of investments in associates as at March 31, 2019 amounted to Rs.2,895 million (December 31, 2018: 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. 247 million (March 31, 2018: Rs. 379 million).

**9.1.2 Investments given as collateral**

			<b>March 31, 2019</b>	December 31, 2018
			(Un-audited)	(Audited)
			(Rupees in '000)	
	Pakistan Investment Bonds		<u>50,201</u>	<u>50,421</u>

9.2 Provision for diminution in value of investments	March 31, 2019 (Un-audited) (Rupees in '000)	December 31, 2018 (Audited)
9.2.1 Opening balance	739,846	455,168
Charge / reversals		
Charge for the period / year	10,569	353,972
Reversal on disposals for the period / year	(74,507)	(69,294)
	(63,938)	284,678
Closing balance	<u>675,908</u>	<u>739,846</u>

### 9.2.2 Particulars of provision against debt securities

#### Category of classification

	March 31, 2019 (Un-audited)		December 31, 2018 (Audited)	
	*NPI	Provision	*NPI	Provision
----- (Rupees in '000) -----				
<b>Domestic</b>				
Other assets especially mentioned	-	-	-	-
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	33,638	33,638	33,638	33,638
	<u>33,638</u>	<u>33,638</u>	<u>33,638</u>	<u>33,638</u>
<b>Overseas</b>	-	-	-	-
<b>Total</b>	<u>33,638</u>	<u>33,638</u>	<u>33,638</u>	<u>33,638</u>

\* NPI stands for Non-Performing Investments.

### 10. ADVANCES

	Performing		Non Performing		Total	
	March 31, 2019 (Un-audited)	December 31, 2018 (Audited)	March 31, 2019 (Un-audited)	December 31, 2018 (Audited)	March 31, 2019 (Un-audited)	December 31, 2018 (Audited)
----- (Rupees in '000) -----						
Loans, cash credits, running finances, etc.	2,587,640	2,656,298	1,102,833	1,113,743	3,690,473	3,770,041

#### Provision against advances

- Specific	-	-	(1,061,344)	(1,071,860)	(1,061,344)	(1,071,860)
- General	-	-	-	-	-	-
	-	-	(1,061,344)	(1,071,860)	(1,061,344)	(1,071,860)

#### Advances - net of provision

	<u>2,587,640</u>	<u>2,656,298</u>	<u>41,489</u>	<u>41,883</u>	<u>2,629,129</u>	<u>2,698,181</u>
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### 10.1 Particulars of advances (Gross)

	March 31, 2019 (Un-audited) (Rupees in '000)	December 31, 2018 (Audited)
In local currency	<u>3,690,473</u>	<u>3,770,041</u>

10.2 Advances include Rs. 1,102.833 million (2018: Rs 1,113.743 million) which have been placed under non-performing status as detailed below:

#### Category of Classification

	March 31, 2019 (Un-audited)		December 31, 2018 (Audited)	
	Non Performing Loans (Un-audited)	Provision	Non Performing Loans (Audited)	Provision
----- (Rupees in '000) -----				

#### Domestic

Other Assets Especially Mentioned	-	-	-	-
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	1,102,833	1,061,344	1,113,743	1,071,860
<b>Total</b>	<u>1,102,833</u>	<u>1,061,344</u>	<u>1,113,743</u>	<u>1,071,860</u>

Provision is recorded net of security deposit of Rs. 41.49 millions (December 31, 2018: 41.88 millions).

### 10.3 Particulars of provision against advances

	March 31, 2019 (Un-audited)			December 31, 2018 (Audited)		
	Specific	General	Total	Specific	General	Total
----- (Rupees in '000) -----						
Opening balance	1,071,860	-	1,071,860	1,152,703	-	1,152,703
Charge for the period / year	-	-	-	-	-	-
Reversals for the period / year	(10,516)	-	(10,516)	(80,843)	-	(80,843)
	(10,516)	-	(10,516)	(80,843)	-	(80,843)
Closing balance	<u>1,061,344</u>	-	<u>1,061,344</u>	<u>1,071,860</u>	-	<u>1,071,860</u>

<b>11. FIXED ASSETS</b>	Note	<b>March 31, 2019 (Un-audited) (Rupees in '000)</b>	December 31, 2018 (Audited)
Property and equipment		<u>200,586</u>	<u>204,172</u>
<b>12. INTANGIBLE ASSETS</b>			
Computer Software		<u>12,239</u>	<u>13,210</u>
<b>13. OTHER ASSETS</b>			
Income / Mark-up accrued in local currency - net		<b>801,894</b>	83,191
Advances, deposits, advance rent and other prepayments		<b>13,085</b>	14,322
Other receivable		<b>42,520</b>	42,433
Non-current asset 'held for sale'	13.1	<u>135,000</u>	135,000
		<b>992,499</b>	274,946
Less: Provision held against other assets	13.2	<u>(170,378)</u>	(170,378)
		<u><b>822,121</b></u>	<u>104,568</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, 2019, 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. 9.890 million (2018: Rs. 9.890 million) that has been fully provided.

<b>13.2 Provision held against other assets</b>	Note	<b>March 31, 2019 (Un-audited) (Rupees in '000)</b>	December 31, 2018 (Audited)
Non-current asset held-for-sale		<b>135,000</b>	135,000
Other receivables		<b>35,378</b>	35,378
		<u>170,378</u>	<u>170,378</u>

### 13.2.1 Movement in provision held against other assets

Opening balance	<b>170,378</b>	144,740
Charge for the period / year	<b>-</b>	25,638
Closing balance	<u>170,378</u>	<u>170,378</u>

## 14. BORROWINGS

### *Secured*

Borrowings from State Bank of Pakistan

Under Long Term Finance Facility (LTFF)

14.1	<u><b>1,312,376</b></u>	<u>1,371,474</u>
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### 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 July 1, 2018 to June 30, 2019 is Rs. 1,000 million out of which no disbursement was made.

**15. DEPOSITS AND OTHER ACCOUNTS**

March 31, 2019 (Un-audited)			December 31, 2018 (Audited)		
In Local Currency	In Foreign currencies	Total	In Local Currency	In Foreign currencies	Total

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

**Customers**

Term deposits (COI)	-	-	-	35,000	-	35,000
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**16. DEFERRED TAX LIABILITIES**

March 31, 2019 (Un-audited)			
At January 1, 2019	Recognised in P&L A/C	Recognised in OCI	At March 31, 2019

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

**Deductible temporary differences on**

- Post retirement employee benefits	17,594	852	-	18,446
- Provision against advances non-performing advances	310,839	(13,663)	-	297,176
	328,433	(12,811)	-	315,622

**Taxable temporary differences on**

- Surplus on revaluation of investments	107,691	(754)	(19,464)	87,473
- Accelerated tax depreciation	(35,919)	1,590	-	(34,329)
- Finance lease arrangements	(109,124)	1,532	-	(107,592)
- Share of profits from Associates	(1,754,021)	(40,654)	(5,504)	(1,800,179)
	(1,791,373)	(38,286)	(24,968)	(1,854,627)
	(1,462,940)	(51,097)	(24,968)	(1,539,005)

December 31, 2018 (Audited)

At January 1, 2018	Recognised in P&L A/C	Recognised in OCI	At December 31, 2018
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-----**(Rupees in 000)**-----

**Deductible temporary differences on**

- Post retirement employee benefits	17,218	815	(439)	17,594
- Provision against non-performing advances	345,811	(34,972)	-	310,839
	363,029	(34,157)	(439)	328,433

**Taxable temporary differences on**

- Surplus on revaluation of investments	24,495	991	82,205	107,691
- Accelerated tax depreciation	(35,708)	(211)	-	(35,919)
- Finance lease arrangements	(107,478)	(1,646)	-	(109,124)
- Share of profits from Associates	(1,528,264)	(267,729)	41,972	(1,754,021)
	(1,646,955)	(268,595)	124,177	(1,791,373)
	(1,283,926)	(302,752)	123,738	(1,462,940)

**17. OTHER LIABILITIES**

	March 31, 2019 (Un-audited)	December 31, 2018 (Audited)
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**(Rupees in '000)**

Mark-up / return / interest payable in local currency	7,287	8,091
Accrued expenses	412,362	372,402
Current taxation (provisions less payments)	135,260	66,288
Payable to defined benefit obligation	54,325	48,747
Security deposits against lease	45,094	45,487
Employees' compensated absences	11,554	11,922
Payable to share brokers on account of purchase of marketable securities	4,156	2,180
Dividend payable	450,000	-
Others	3,426	3,386
	<b>1,123,464</b>	<b>558,503</b>

**18. SURPLUS ON REVALUATION OF ASSETS**
**Surplus / (deficit) on revaluation of:**

- Available for sale securities	158,323	100,070
- Associates	(13,414)	(50,113)
	<b>144,909</b>	<b>49,957</b>

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

- Available for sale securities	48,041	67,505
- Associates	44,337	49,841
	<b>92,378</b>	<b>117,346</b>
	<b>237,287</b>	<b>167,303</b>

## 19. CONTINGENCIES AND COMMITMENTS

### 19.1 Commitments

	March 31, 2019 (Un-audited) (Rupees in '000)	December 31, 2018 (Audited)
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Undisbursed sanctions for financial assistance in the form of:  
- Loans and advances

	<u>150,000</u>	<u>150,000</u>
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### 19.2 Commitments for operating leases

Aggregate commitments for operating leases are as follows:

Not later than one year

	<u>-</u>	<u>2,307</u>
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### 19.3 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 and June 15, 2015 and September 8, 2017, March 6, 2018 and March 7, 2018 for tax year year 2003, for tax years 2004 to 2007, tax year 2010, tax years 2011 to 2013, tax year 2015, tax year 2014 and 2017 and tax year 2016 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 2017 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. 1,374 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.

20. MARK-UP / RETURN / INTEREST EARNED	Note	March 31, 2019	March 31, 2018
		(Un-audited) (Rupees in '000)	
On loans and advances		49,425	44,705
On investments		146,329	125,648
On lendings to financial institutions		75,200	20,275
On balances with banks		172	105
		<u>271,126</u>	<u>190,733</u>
<b>21. MARK-UP / RETURN / INTEREST EXPENSED</b>			
Deposits		614	36
Borrowings		7,287	25,213
		<u>7,901</u>	<u>25,249</u>
<b>22. FEE &amp; COMMISSION INCOME</b>			
Arrangement Fee		-	150
Participation Fee		-	2,000
		<u>-</u>	<u>2,150</u>
<b>23. GAIN ON SECURITIES</b>			
Realised gain	23.1	48,091	139,433
Unrealised (loss) / gain - held for trading	9.1	(1,598)	3,736
		<u>46,493</u>	<u>143,169</u>
<b>23.1 Realised gain on:</b>			
Shares		<u>48,091</u>	<u>139,433</u>
<b>24. OTHER INCOME</b>			
Late payment charges		288	213
Nominee directors fee		210	285
		<u>498</u>	<u>498</u>

25. OPERATING EXPENSES	Note	March 31, 2019	March 31, 2018
		(Un-audited) (Rupees in '000)	
<b>Total compensation expense</b>		<b>107,582</b>	69,297
<b>Property expense</b>			
Rent & taxes		2,536	4,458
Insurance		94	83
Utilities cost		1,323	1,231
Security expense		141	136
Repairs & maintenance		6,757	5,177
Depreciation		1,534	1,534
		<b>12,385</b>	12,619
<b>Information technology expenses</b>			
Software maintenance		70	72
Hardware maintenance		40	12
Depreciation		1,838	283
Amortisation		972	1,021
Network charges		390	369
		<b>3,310</b>	1,757
<b>Other operating expenses</b>			
Directors' fees and allowances		10,639	9,308
Legal & professional charges		6,487	5,803
Outsourced services costs		4,007	3,911
Travelling & conveyance		2,633	3,285
Depreciation		537	493
Training & development		4	24
Postage & courier charges		69	93
Communication		1,362	1,204
Stationery & printing		258	345
Marketing, advertisement & publicity		260	277
Auditors' Remuneration		1,224	1,222
Newspaper, periodicals and subscription dues		441	394
Repairs & maintenance (others)		242	207
Bank charges		47	30
Entertainment expense		532	440
Others		1,789	1,825
		<b>30,531</b>	28,861
		<b>153,808</b>	112,534
<b>26. PROVISIONS / (REVERSAL OF PROVISION) &amp; WRITE OFFS - NET</b>			
Provisions for diminution in value of investments	9.2	10,569	9,850
Reversal of provisions against loans & advances	10.3	(10,516)	(12,618)
Provision for impairment in other assets		-	25,488
		<b>53</b>	22,720
<b>27. TAXATION</b>			
Current		139,465	103,387
Deferred		51,097	71,315
		<b>190,562</b>	174,702
<b>28. BASIC / DILUTED EARNINGS PER SHARE</b>			
Profit for the year		<b>986,448</b>	868,404
		(Numbers in '000)	
Weighted average number of ordinary shares		<b>240</b>	240
		Rupees	
Basic / diluted earnings per share		<b>4,110</b>	3,618

## 29. 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:

### 29.1 On balance sheet financial instruments

March 31, 2019 (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)									
<b>Financial assets measured at fair value</b>									
Investments									
- Market treasury bills	-	5,931,815	-	-	5,931,815		5,931,815		5,931,815
- Pakistan investment bonds	-	401,605	-	-	401,605		401,605		401,605
- Shares of listed companies	92,671	3,143,835	-	-	3,236,506	3,236,506			3,236,506
- Listed preference shares	-	36,050	-	-	36,050	36,050			36,050
- Listed sukuk / term finance certificates	-	1,251,508	-	-	1,251,508		1,251,508		1,251,508
- Unlisted sukuk / term finance certificates	-	494,311	-	-	494,311		494,311		494,311
<b>Financial assets not measured at fair value</b>									
Cash and balances with treasury banks	-	-	52,030	-	52,030				
Balances with other banks	-	-	29,606	-	29,606				
Investments									
- Shares of listed associates	-	14,337,685	-	-	14,337,685	36,673,899			36,673,899
- Shares in unlisted companies	-	784	-	-	784				
- Shares of unlisted associates	-	1,183,382	-	-	1,183,382				
Advances	-	-	2,629,129	-	2,629,129				
Other assets	-	-	46,485	-	46,485				
<b>Financial liabilities not measured at fair value</b>									
Borrowings	-	-	-	(1,312,376)	(1,312,376)				
Deposits and other accounts	-	-	-	-	-				
Other liabilities	-	-	-	(1,069,139)	(1,069,139)				
	<b>92,671</b>	<b>26,780,975</b>	<b>-</b>	<b>2,757,250</b>	<b>(2,381,515)</b>				<b>27,249,381</b>
December 31, 2018 (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)									
<b>Financial assets measured at fair value</b>									
Investments									
- Market treasury bills	-	4,995,787	-	-	4,995,787		4,995,787		4,995,787
- Pakistan investment bonds	-	403,372	-	-	403,372		403,372		403,372
- Shares of listed companies	106,132	3,067,550	-	-	3,173,682	3,173,682			3,173,682
- Listed preference shares	-	36,050	-	-	36,050	36,050			36,050
- Listed sukuk / term finance certificates	-	1,506,739	-	-	1,506,739		1,506,739		1,506,739
- Unlisted sukuk / term finance certificates	-	501,711	-	-	501,711		501,711		501,711
<b>Financial assets not measured at fair value</b>									
Cash and balances with treasury banks	-	-	60,901	-	60,901				
Balances with other banks	-	-	9,690	-	9,690				
Investments									
- Shares of listed associates	-	14,086,706	-	-	14,086,706	35,132,152			35,132,152
- Shares in unlisted companies	-	825	-	-	825				
- Shares of unlisted associates	-	1,110,430	-	-	1,110,430				
Advances	-	-	2,698,181	-	2,698,181				
Other assets	-	-	79,251	-	79,251				
<b>Financial liabilities not measured at fair value</b>									
Borrowings	-	-	-	(1,371,474)	(1,371,474)				
Deposits and other accounts	-	-	-	(35,000)	(35,000)				
Other liabilities	-	-	-	(509,756)	(509,756)				
	<b>106,132</b>	<b>25,709,170</b>	<b>-</b>	<b>2,848,023</b>	<b>(1,916,230)</b>				<b>26,747,095</b>

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).



### 30. SEGMENT INFORMATION

#### 30.1 Segment Details with respect to Business Activities

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

March 31, 2019 (Un-audited)					
Corporate Finance	Treasury	Investment Banking	Capital Markets	Others	Total
------(Rupees in '000)-----					
<b>Profit &amp; Loss</b>					
Net mark-up / return / profit	95,580	166,897	-	748	263,225
Non mark-up / return / interest income	3,038	-	985,997	210	1,091,186
<b>Total Income</b>	<b>98,618</b>	<b>166,897</b>	<b>985,997</b>	<b>958</b>	<b>1,354,411</b>
Segment direct expenses	(12,081)	(5,514)	(2,074)	(48,531)	(71,430)
Segment indirect expenses	(17,023)	(5,674)	(3,783)	(75,655)	(105,918)
<b>Total expenses</b>	<b>(29,104)</b>	<b>(11,188)</b>	<b>(5,857)</b>	<b>(124,186)</b>	<b>(177,348)</b>
Reversal / (Provisions)	10,516	-	(40)	-	(53)
<b>Profit before tax</b>	<b>80,030</b>	<b>155,709</b>	<b>980,100</b>	<b>(123,228)</b>	<b>1,177,010</b>

March 31, 2019 (Un-audited)					
Corporate Finance	Treasury	Investment Banking	Capital Markets	Others	Total
------(Rupees in '000)-----					

#### Balance Sheet

Cash & Bank balances	-	81,586	-	50	81,636
Investments	1,745,819	6,333,420	15,521,851	-	26,873,646
Lendings to financial institutions	-	511,229	-	-	511,229
Advances - performing	2,497,235	-	-	90,405	2,587,640
Advances - non-performing	41,489	-	-	-	41,489
Others	40,694	5,790	-	755,410	1,034,946
<b>Total Assets</b>	<b>4,325,237</b>	<b>6,932,025</b>	<b>15,521,851</b>	<b>323,507</b>	<b>31,130,586</b>
Borrowings	1,312,376	-	-	-	1,312,376
Deposits & other accounts	-	-	-	-	-
Others	55,591	(183)	1,401,435	1,247,122	2,662,469
<b>Total liabilities</b>	<b>1,367,967</b>	<b>(183)</b>	<b>1,401,435</b>	<b>1,247,122</b>	<b>3,974,845</b>
Equity	102,301	115,310	30,882	26,598,357	27,155,741
<b>Total Equity &amp; liabilities</b>	<b>1,470,268</b>	<b>115,127</b>	<b>1,432,317</b>	<b>27,845,479</b>	<b>31,130,586</b>
<b>Contingencies &amp; Commitments</b>	<b>150,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>150,000</b>

March 31, 2018 (Un-audited)					
Corporate Finance	Treasury	Investment Banking	Capital Markets	Others	Total
------(Rupees in '000)-----					

#### Profit & Loss

Net mark-up / return / profit	47,421	117,319	-	744	165,484
Non mark-up / return / interest income	3,113	-	852,686	285	1,033,738
<b>Total Income</b>	<b>50,534</b>	<b>117,319</b>	<b>852,686</b>	<b>1,029</b>	<b>1,199,222</b>
Segment direct expenses	(7,542)	(4,849)	(1,922)	(44,175)	(61,489)
Segment indirect expenses	(9,152)	(3,922)	(2,615)	(53,603)	(71,907)
<b>Total expenses</b>	<b>(16,694)</b>	<b>(8,771)</b>	<b>(4,537)</b>	<b>(97,778)</b>	<b>(133,396)</b>
Reversal / (Provisions)	12,618	-	-	(25,488)	(22,720)
<b>Profit before tax</b>	<b>46,458</b>	<b>108,548</b>	<b>848,149</b>	<b>(122,237)</b>	<b>1,043,106</b>

December 31, 2018 (Audited)					
Corporate Finance	Treasury	Investment Banking	Capital Markets	Others	Total
------(Rupees in '000)-----					

#### Balance Sheet

Cash & Bank balances	-	70,541	-	50	70,591
Investments	2,008,449	5,399,159	15,197,961	3,209,731	25,815,300
Lendings to financial institutions	-	1,071,204	-	-	1,071,204
Advances - performing	2,570,810	-	-	85,488	2,656,298
Advances - non-performing	41,883	-	-	-	41,883
Others	61,088	18,162	-	6,140	321,950
<b>Total Assets</b>	<b>4,682,230</b>	<b>6,559,066</b>	<b>15,197,961</b>	<b>322,098</b>	<b>29,977,226</b>
Borrowings	1,371,474	-	-	-	1,371,474
Deposits & other accounts	-	35,000	-	-	35,000
Others	56,552	80	1,401,435	605,966	2,021,443
<b>Total liabilities</b>	<b>1,428,026</b>	<b>35,080</b>	<b>1,401,435</b>	<b>605,966</b>	<b>3,427,917</b>
Equity	546,163	449,079	(288)	25,366,814	26,549,309
<b>Total Equity &amp; liabilities</b>	<b>1,974,189</b>	<b>484,159</b>	<b>1,401,147</b>	<b>25,972,780</b>	<b>29,977,226</b>
<b>Contingencies &amp; Commitments</b>	<b>150,000</b>	<b>-</b>	<b>-</b>	<b>2,307</b>	<b>152,307</b>

#### 30.2 Segment details with respect to geographical locations

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

### 31. 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, 2019 (Un-audited)				December 31, 2018 (Audited)			
	Directors	Key management personnel	Associates	Other related parties	Directors	Key management personnel	Associates	Other related parties
----- (Rupees in '000) -----								
<b>Balances with other banks</b>								
In deposit account	-	-	26,270	-	-	-	7,623	-
<b>Investments</b>								
Opening balance	-	-	15,197,136	500	-	-	13,660,400	500
Equity method accounting adjustments	-	-	323,931	-	-	-	1,536,736	-
Closing balance	-	-	15,521,067	500	-	-	15,197,136	500
<b>Advances</b>								
Opening balance	-	48,324	-	-	-	46,441	-	-
Addition during the period / year	-	6,192	-	-	-	16,000	-	-
Repaid during the period / year	-	(1,116)	-	-	-	(10,580)	-	-
Transfer in / (out) - net	-	-	-	-	-	(3,537)	-	-
Closing balance	-	53,400	-	-	-	48,324	-	-
<b>Other Assets</b>								
Interest / mark-up accrued	-	-	106	-	-	-	45	-
Receivable from NCCPL	-	-	-	-	-	-	30	-
Receivable from Pak Kuwait Takaful Company	-	-	-	9,890	-	-	-	9,890
Non-current asset held for sale	-	-	-	135,000	-	-	-	135,000
Provision against other assets	-	-	-	(144,890)	-	-	-	(144,890)
	-	-	106	-	-	-	75	-
<b>Deposits and other accounts</b>								
Opening balance	-	-	-	-	-	-	-	2,500
Withdrawn during the period / year	-	-	-	-	-	-	-	(2,500)
Closing balance	-	-	-	-	-	-	-	-
<b>Other Liabilities</b>								
Payable to NCCPL	-	-	37	-	-	-	46	-
	-	-	37	-	-	-	46	-
----- (Rupees in '000) -----								
	March 31, 2019 (Un-audited)				March 31, 2018 (Un-audited)			
	Directors	Key management personnel	Associates	Other related parties	Directors	Key management personnel	Associates	Other related parties
----- (Rupees in '000) -----								
<b>Income</b>								
Mark-up / return / interest earned	-	451	171	-	-	385	57	-
Dividend income	-	-	701,515	-	-	-	398,587	-
<b>Other income</b>								
- Nominee Director Fee	-	-	1,175	35	-	-	1,250	35
<b>Expense</b>								
Mark-up / return / interest paid	-	-	-	-	-	-	-	-
<b>Operating expenses</b>								
- Directors Fee	4,367	-	-	-	3,244	-	-	-
- Remuneration to key management personnel (including retirement benefits)	-	42,310	-	-	-	44,469	-	-
- Nominee Director Fee payment	-	-	-	1,000	-	-	-	1,000
- NCCPL Charges	-	-	149	-	-	-	114	-
- FMCL Office Maintenance Charges	-	-	-	6,688	-	-	-	6,290
- Contribution made to Staff Provident Fund	-	-	-	4,635	-	-	-	4,168
- Contribution made to Staff Gratuity Fund	-	-	-	5,577	-	-	-	4,494

**32. CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS**

	March 31, 2019 (Un-audited) (Rupees in '000)	December 31, 2018 (Audited)
<b>Minimum Capital Requirement (MCR):</b>		
Paid-up capital	<u>6,000,000</u>	<u>6,000,000</u>
<b>Capital Adequacy Ratio (CAR):</b>		
Eligible Common Equity Tier 1 (CET 1) Capital	15,276,600	14,934,164
Eligible Tier 2 Capital	<u>193,144</u>	<u>98,800</u>
Total Eligible Capital (Tier 1 + Tier 2)	<u>15,469,744</u>	<u>15,032,964</u>
<b>Risk Weighted Assets (RWAs):</b>		
Credit Risk	22,044,993	21,692,625
Market Risk	6,777,833	6,550,608
Operational Risk	7,089,787	7,089,787
Total	<u>35,912,613</u>	<u>35,333,020</u>
<b>Common Equity Tier 1 Capital Adequacy ratio</b>		
Tier 1 Capital Adequacy Ratio	<u>42.54%</u>	<u>42.27%</u>
Total Capital Adequacy Ratio	<u>43.08%</u>	<u>42.55%</u>
<b>Leverage Ratio (LR):</b>		
Eligible Tier-1 Capital	15,276,600	14,934,164
Total Exposures	19,723,192	18,800,049
Leverage Ratio	<u>77.46%</u>	<u>79.44%</u>
<b>Liquidity Coverage Ratio (LCR):</b>		
Total High Quality Liquid Assets	7,637,341	6,672,303
Total Net Cash Outflow	393,458	937,519
Liquidity Coverage Ratio	<u>1941%</u>	<u>712%</u>
<b>Net Stable Funding Ratio (NSFR):</b>		
Total Available Stable Funding	29,949,686	29,354,456
Total Required Stable Funding	22,328,630	21,896,979
Net Stable Funding Ratio	<u>134%</u>	<u>134%</u>

**33. DATE OF AUTHORISATION FOR ISSUE**

The condensed interim financial statements was authorised for issue in the Board of Directors meeting held on May 08, 2019.


**34. GENERAL**

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

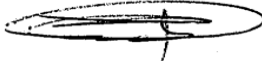
**34.2 Corresponding figures**

Comparative information has been re-classified, re-arranged or additionally incorporated in this condensed interim financial statements wherever necessary to facilitate comparison and better presentation in accordance with the new format prescribed by the State Bank of Pakistan vide BPRD Circular Letter No. 05 dated March 22, 2019.

  
\_\_\_\_\_  
Chief Financial Officer

  
\_\_\_\_\_  
Chief Executive

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director