



PAK BRUNEI INVESTMENT COMPANY LTD.

**FINANCIAL STATEMENTS
(UN-AUDITED)**

FOR THE PERIOD ENDED SEPTEMBER 30, 2018

PAK BRUNEI INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2018

September 30, 2018 (Un-audited) ----- (US \$ in '000') -----	December 31, 2017 (Audited)		September 30, 2018 (Un-audited)	December 31, 2017 (Audited)	Note
			----- (Rupees in '000') -----		
ASSETS					
634	1,108	Cash and balances with treasury banks	78,741	137,609	
633	600	Balances with other banks	78,600	74,549	
12,016	19,484	Lendings to financial institutions	1,492,948	2,420,909	
222,706	61,800	Investments - net	27,671,233	7,678,634	7
144,860	151,049	Advances - net	17,998,909	18,767,825	8
144	159	Operating fixed assets	17,867	19,732	
2,051	1,509	Deferred tax assets-net	254,865	187,551	
11,473	4,688	Other assets	1,425,495	582,464	
394,516	240,397		49,018,658	29,869,273	
LIABILITIES					
-	-	Bills payable	-	-	
292,358	112,484	Borrowings	36,325,457	13,976,083	
13,199	38,239	Deposits and other accounts	1,640,000	4,751,164	
-	-	Sub-ordinated loans	-	-	
-	-	Liabilities against assets subject to finance lease	-	-	
-	-	Deferred tax liabilities-net	-	-	
7,403	5,520	Other liabilities	919,826	685,802	
312,960	156,242		38,885,283	19,413,049	
81,556	84,155	NET ASSETS	10,133,375	10,456,224	
REPRESENTED BY					
48,290	48,290	Share capital	6,000,000	6,000,000	9
11,059	10,880	Reserves	1,374,063	1,351,812	
24,911	26,609	Unappropriated profit	3,095,162	3,306,156	
84,259	85,778		10,469,225	10,657,968	
(2,703)	(1,624)	Deficit on revaluation of assets - net of tax	(335,850)	(201,744)	
81,556	84,155		10,133,375	10,456,224	

CONTINGENCIES AND COMMITMENTS 10

The annexed notes 1 to 14 form an integral part of these unconsolidated financial statements.

Chief Financial Officer

Chief Executive Officer

Director

Director

Chairman

PAK BRUNEI INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT - (UN-AUDITED)
FOR THE QUARTER AND PERIOD ENDED SEPTEMBER 30, 2018

Period Ended			Period Ended		Quarter Ended	
September 30,	September 30,		September 30,	September 30,	September 30,	September 30,
2018	2017		2018	2017	2018	2017
----- (US \$ in '000') -----			----- (Rupees in '000') -----			
9,262	2,936	Mark-up / Return / Interest earned	1,581,873	1,150,772	682,912	364,809
5,885	1,627	Mark-up / Return / Interest expensed	1,044,034	731,158	488,923	202,206
3,377	1,309	Net mark-up / Interest income	537,839	419,614	193,989	162,603
465	234.22	(Reversal)/Provision against non-performing loans and advances	246,047	57,820	14,586	29,102
113	5	Provision for diminution in the value of investments	53,184	14,079	26,751	619
-	-	Bad debts written off directly	-	-	-	-
579	239		299,231	71,899	41,337	29,721
2,799	1,069	Net mark-up / interest income after provisions	238,608	347,715	152,652	132,882
NON MARK-UP/ INTEREST INCOME						
283	86	Fee, commission and brokerage income	48,223	35,153	17,086	10,641
180	22	Dividend income	156,237	22,380	142,592	2,763
2,850	(10)	Gain on sale of securities	4,878	354,112	(1,543)	(1,197)
-	-	Unrealized gain / (loss) on revaluation of investments classified as held for trading	(17,860)	310	7,825	227
2	2		199	558	153	11
4	0	Other income				
3,320	100	Total non-mark-up / interest income	191,677	412,513	166,113	12,445
6,119	1,170		430,285	760,228	318,765	145,327
NON MARK-UP/ INTEREST EXPENSES						
1,839	566	Administrative expenses	232,618	228,448	77,701	70,314
-	-	Other provisions / write offs - net	-	-	-	-
-	-	Provision for Sindh Workers' Welfare Fund	-	-	-	-
-	-	Other charges	-	-	-	-
1,839	566	Total non-mark-up / interest expenses	232,618	228,448	77,701	70,314
4,280	604		197,667	531,780	241,064	75,013
-	-	Extra ordinary/unusual items	-	-	-	-
4,280	604	PROFIT BEFORE TAXATION	197,667	531,780	241,064	75,013
1,165	589	Taxation - Current	116,392	144,803	71,739	73,245
313	-	- Prior years	31,000	38,923	-	-
113	(338)	- Deferred	(60,982)	14,022	(10,000)	(42,001)
1,592	251		86,410	197,748	61,739	31,244
2,688	352	PROFIT AFTER TAXATION	111,257	334,032	179,325	43,769
----- (US \$ in '000') -----			----- (Rupees in '000') -----			
0.0045	0.0006	Earnings per share - Basic and diluted (in Rupees)	0.19	0.56	0.30	0.07

The annexed notes 1 to 14 form an integral part of these unconsolidated financial statements.

Chief Financial Officer

Chief Executive Officer

Director

Director

Chairman

PAK BRUNEI INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER AND PERIOD ENDED SEPTEMBER 30, 2018

Period Ended			Period Ended		Quarter Ended	
September 30,	September 30,		September 30,	September 30,	September 30,	September 30,
2018	2017		2018	2017	2018	2017
----- (US \$ in '000') -----			----- (Rupees in '000) -----			
2,688	352	Profit after taxation for the period	111,257	334,032	179,325	43,769
		Other comprehensive income - net				
-	-	Items that are not to be reclassified to profit or loss in subsequent periods	-	-	-	-
-	-	Items that may be reclassified to profit or loss in subsequent periods	-	-	-	-
2,688	352	Comprehensive income transferred to equity	111,257	334,032	179,325	43,769
		Components of comprehensive income not reflected in equity				
(916)	(854)	Surplus / (deficit) on revaluation of 'available-for-sale securities' - net of tax*	(134,106)	(113,763)	20,175	(106,098)
1,773	(502)	Total comprehensive income for the period	(22,849)	220,269	199,500	(62,329)

* (Deficit) / Surplus on revaluation of 'available-for-sale securities' - net of tax has been shown in the Statement of Comprehensive Income in order to comply with the revised "Prudential Regulations for Corporate / Commercial Banking" issued by the State Bank of Pakistan vide BPRD Circular No. 06 of 2014 on June 26, 2014.

The annexed notes 1 to 14 form an integral part of these unconsolidated financial statements.

Chief Financial Officer

Chief Executive Officer

Director

Director

Chairman

PAK BRUNEI INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2018

Period Ended			Period Ended	
September 30, 2018	September 30, 2017		September 30, 2018	September 30, 2017
----- (US \$ in '000') -----			----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES				
1,591	4,280	Profit before taxation	197,667	531,780
1,257	180	Less: Dividend Income	156,237	22,380
<u>333</u>	<u>4,100</u>		<u>41,430</u>	<u>509,400</u>
Adjustments				
45	62	Depreciation	5,624	7,764
7	5	Amortization	824	624
1,980	465	(Reversal)/Provision against Non Performing Advances	246,047	57,820
428	113	Provision for diminution in value of investments	53,184	14,079
(0.22)	(0.60)	Loss/(Gain) on sale of fixed assets	(27)	(75)
144	(2)	Unrealized loss/(Gain) on investments	17,860	(310)
-	-	Finance charges on leased assets	-	-
<u>2,604</u>	<u>643</u>		<u>323,512</u>	<u>79,902</u>
<u>2,937</u>	<u>4,743</u>		<u>364,942</u>	<u>589,302</u>
(Increase) / decrease in operating assets				
7,468	(16)	Lendings to financial institutions	927,961	(1,935)
(813)	2,621	Held -for-trading securities	(100,956)	325,720
4,208	(23,349)	Advances	522,870	(2,901,140)
(5,726)	1,644	Other assets (excluding current taxation)	(711,405)	204,218
<u>5,139</u>	<u>(19,100)</u>		<u>638,470</u>	<u>(2,373,137)</u>
Increase in operating liabilities				
179,874	(90,941)	Borrowings	22,349,374	(11,299,456)
(25,040)	6,523	Deposits and other accounts	(3,111,164)	810,450
1,883	1,121	Other liabilities (excluding current taxation)	234,024	139,277
<u>156,718</u>	<u>(83,298)</u>		<u>19,472,234</u>	<u>(10,349,729)</u>
<u>(1,127)</u>	<u>(1,387)</u>	Income tax paid	<u>(139,990)</u>	<u>(172,368)</u>
<u>163,667</u>	<u>(99,042)</u>	Net cash from operating activities	<u>20,335,656</u>	<u>(12,305,932)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
(162,282)	61,742	Net investments in available-for-sale securities	(20,163,522)	7,671,467
481	-	Net investments in held-to-maturity securities	59,812	(39,931)
-	-	Investment in subsidiary	-	2,859,245
143	203	Dividend income received	17,793	25,222
(37)	(29)	Investments in operating fixed assets	(4,600)	(3,625)
0.35	1	Proceeds from disposal of fixed assets	44	92
<u>(161,694)</u>	<u>61,917</u>	Net cash used in investing activities	<u>(20,090,473)</u>	<u>10,512,470</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
(2,414)	(2,414)	Payment of dividend	(300,000)	(300,000)
-	-	Proceeds from issue of share capital	-	-
<u>(2,414)</u>	<u>(2,414)</u>	Net cash flows from financing activities	<u>(300,000)</u>	<u>(300,000)</u>
(441)	(39,539)	Increase/(Decrease) in cash and cash equivalents	(54,817)	(2,093,462)
1,708	18,181	Cash and cash equivalents at beginning of the period	212,158	2,258,974
<u>1,266</u>	<u>(21,359)</u>	Cash and cash equivalents at the end of the period	<u>157,341</u>	<u>165,512</u>

The annexed notes 1 to 14 form an integral part of these unconsolidated financial statements.

Chief Financial Officer

Chief Executive Officer

Director

Director

Chairman

PAK BRUNEI INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY - (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2018

	Share capital	Statutory reserve	Unappropriated profit	Total
	(Rupees in '000)			
Balance as at January 01, 2017	6,000,000	1,257,721	3,232,896	10,490,617
Comprehensive income:				
Profit after taxation for the period ended September 30, 2017	-	-	334,032	334,032
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	334,032	334,032
Transfer to statutory reserve		66,806	(66,806)	-
Transaction with owners recorded directly in equity				
Final cash dividend - December 31, 2016 declared subsequent to year end @ Re. 0.50 per share	-	-	(300,000)	(300,000)
Balance as at September 30, 2017	6,000,000	1,324,527	3,200,122	10,524,649
Balance as at October 01, 2017	6,000,000	1,324,527	3,200,122	10,524,649
Comprehensive income:				
Profit after taxation for the period ended December 31, 2017	-	-	136,424	136,424
Other comprehensive income	-	-	(3,105)	(3,105)
Total comprehensive income for the period	-	-	133,319	133,319
Transfer to statutory reserve	-	27,285	(27,285)	-
Balance as at December 31, 2017	6,000,000	1,351,812	3,306,156	10,657,968
Balance as at January 01, 2018	6,000,000	1,351,812	3,306,156	10,657,968
Comprehensive income:				
Profit after taxation for the period ended September 30, 2018	-	-	111,257	111,257
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	111,257	111,257
Transfer to statutory reserve		22,251	(22,251)	-
Transaction with owners recorded directly in equity				
Final cash dividend - December 31, 2017 declared subsequent to year end @ Re. 0.50 per share	-	-	(300,000)	(300,000)
Balance as at September 30, 2018	6,000,000	1,374,063	3,095,162	10,469,225

The annexed notes 1 to 14 form an integral part of these unconsolidated financial statements.

Chief Financial Officer

Chief Executive Officer

Director

Director

Chairman

PAK BRUNEI INVESTMENT COMPANY LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2018

1. STATUS AND NATURE OF BUSINESS

Pak Brunei Investment Company Limited (the Company) is a Development Finance Institution (DFI) which was incorporated in Pakistan as an unlisted public limited company on November 28, 2006 under the (now repealed) Companies Ordinance, 1984. The State Bank of Pakistan (SBP) granted the approval for commencement of business with effect from August 20, 2007. The Company is a joint venture between the Government of Pakistan (GoP) and the Brunei Investment Agency (BIA). The Company's objectives inter alia include making investments in the industrial and agro-based industrial fields in Pakistan on a commercial basis through carrying out industrial and agro-based industrial projects and marketing of their products in Pakistan and abroad and to undertake other feasible business and to establish and acquire companies to conduct various businesses. The registered office of the Company is situated at Horizon Vista, Plot No. Commercial 10, Block 4, Scheme 5, Clifton, Karachi, Pakistan. The Company is in operation with 2 offices (December 31, 2017: 2) one located in Karachi and the other in Lahore.

2. BASIS OF PRESENTATION

2.1 Basis of Measurement

These financial statements have been prepared under the historical cost convention except that certain investments and derivatives have been stated at revalued amounts in accordance with the directives of the State Bank of Pakistan (SBP).

2.2 US Dollar equivalent

The US dollar amounts shown in the unconsolidated condensed interim statement of financial position, unconsolidated condensed interim profit and loss account, unconsolidated condensed interim statement of comprehensive income and unconsolidated condensed interim statement of cash flow are stated as additional information solely for the convenience of readers. For this purpose of conversion to US Dollars, the rate of Rs. 124.25 to US Dollars has been used for both 2017 and 2018, as it was the prevalent rate as on September 30, 2018.

2.3 Separate financial statements

These unconsolidated financial statements represent the separate financial statements of the Company. The consolidated financial statements of the Company and its subsidiary Company are presented separately.

3. STATEMENT OF COMPLIANCE

3.1 These unconsolidated condensed interim financial statements have been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting, provisions of the Companies Act, 2017, Banking Companies Ordinance, 1962 and directives issued by the Securities and Exchange Commission of Pakistan and the State Bank of Pakistan. In case where requirements differ, the provisions of the Companies Ordinance, 1984, the Banking Companies Ordinance, 1962 and the said directives have been followed.

- 3.2** The SBP has deferred the applicability of International Accounting Standard (IAS) 39, 'Financial Instruments: Recognition and Measurement' and International Accounting Standard (IAS) 40, 'Investment Property' for DFIs through BSD Circular No. 11 dated September 11, 2002 till further instructions. In addition, the Securities and Exchange Commission of Pakistan has deferred the applicability of International Financial Reporting Standard 7, Financial Instruments: Disclosures (IFRS 7) vide SRO 411(I) / 2008 dated April 28, 2008 till further orders. Accordingly, the requirements of these standards have not been considered in the preparation of these financial statements. However, investments have been classified and valued in accordance with the requirements prescribed by the SBP through various circulars.
- 3.3** The disclosures made in these unconsolidated condensed interim financial statements have been limited based on the format prescribed by the SBP vide BSD Circular Letter No. 2, dated May 12, 2004 and International Accounting Standard (IAS) 34, 'Interim Financial Reporting' and do not include all the information required in the annual financial statements. Accordingly, these unconsolidated condensed interim financial statements should be read in conjunction with the annual financial statements of the Company for the year ended December 31, 2017.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation followed in preparation of these unconsolidated financial statements are same as those applied in preparing the most recent annual financial statements of the Company.

5. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of unconsolidated financial statements requires management to make judgement, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgements made by the management in applying the accounting policies and the key sources of estimating uncertainty were the same as those applied to unconsolidated financial statements for the year ended December 31, 2017.

6. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Company for the year ended December 31, 2017.

7. INVESTMENTS

			Held by Bank	Given as collateral	Total
		Rupees in '000'.....		
Current period (September 30, 2018) - Un-audited	7.1		10,031,167	17,640,066	27,671,233
Prior year - Audited (December 31, 2017)	7.1		7,678,634	-	7,678,634
Prior year corresponding period - Un-Audited (September 30, 2017)			5,219,786	504,140	5,723,926
		September 30, 2018 (Un-audited)	December 31, 2017 (Audited)		
		Held by the Company	Given as collateral	Total	Held by the Company
		----- (Rupees in '000) -----			Given as collateral
		----- (Rupees in '000) -----			Total
		----- (Rupees in '000) -----			----- (Rupees in '000) -----
7.1 Investments by type:					
Held-for-trading securities					
Ordinary shares of listed companies		117,367	-	117,367	16,411
		117,367	-	117,367	16,411
Available- for- sale securities					
Market Treasury Bills		2,390,557	99,719	2,490,276	2,967,052
Pakistan Investment Bonds		2,005,462	16,802,100	18,807,562	39,269
Ordinary shares of listed companies		1,368,714	-	1,368,714	1,043,317
Ordinary shares of unlisted companies		185,452	-	185,452	141,331
Term Finance Certificates and SUKUK		1,874,581	739,776	2,614,357	1,501,819
Units of mutual funds		774,482	-	774,482	504,436
Preference shares		3,250	-	3,250	3,250
		8,602,498	17,641,595	26,244,093	6,200,474
Held- to- maturity securities					
Commercial paper		-	-	-	59,812
Investment in subsidiaries 7.1.1		2,003,372	-	2,003,372	2,003,372
Investment at cost		10,723,237	17,641,595	28,364,832	8,280,069
Less: Provision for diminution in value of Investments		(298,035)	-	(298,035)	(364,171)
Investments (net of provisions)		10,425,202	17,641,595	28,066,797	7,915,898
Surplus/(Deficit) on revaluation of held-for-trading securities		(17,849)	-	(17,849)	10
Surplus/(Deficit) on revaluation of available-for-sale securities		(376,186)	(1,529)	(377,715)	(237,274)
Total investments (Net of Provision)		10,031,167	17,640,066	27,671,233	7,678,634

7.1.1 Investment in subsidiaries

Name of investee company	Name of Chief Executive	% of holding		Cost as at	
		2018	2017	2018	2017
----- (Rupees in '000) -----					
Unlisted public companies					
Awwal Modaraba Management Ltd	Mr. Karim Hatim	100.00	100.00	105,000	105,000
Primus Leasing Ltd.	Mr. Irfan Ahmed	100.00	100.00	1,000,000	1,000,000
				1,105,000	1,105,000
Listed Modaraba					
Awwal Modaraba	Mr. Karim Hatim	89.78	89.78	898,372	898,372
				2,003,372	2,003,372

September 30, December 31,
2018 2017
(Un-audited) (Audited)
----- (Rupees in '000) -----

8. ADVANCES

Loans, cash credits, running finances, etc. in Pakistan	11,759,102	13,511,193
LTFF scheme under State Bank of Pakistan		
- Long Term Finance Facility (LTFF) scheme	4,949,474	3,758,417
- Power Plants Using Renewable Energy (PPRE) scheme	257,586	254,984
- Finance for Storage of Agriculture Produce (FSAP) scheme	340,598	348,708
Net investment in finance lease - inPakistan	1,227,269	1,183,597
Advances - gross	18,534,029	19,056,899
Provision for non-performing advances - specific	(535,120)	(287,826)
Provision for non-performing advances - general	-	(1,248)
	(535,120)	(289,074)
Advances - net of provision	17,998,909	18,767,825

8.1 Advances include Rs. 952.796 million (December 31, 2017 : Rs. 953.997 million) which have been placed under non-performing status as detailed below:

Category of Classification	Domestic	Overseas	Total	Provision Required	Provision Held
	----- (Rupees in '000) -----				
OAEM	1,175		1,175	117	117
Substandard	7,543	-	7,543	1,886	1,886
Doubtful	198,042	-	198,042	29,984	29,984
Loss	746,036	-	746,036	503,133	503,133
	952,796	-	952,796	535,120	535,120

8.2 Movement of Provision

	September 30, 2018			December 31, 2017		
	Specific	General	Total	Specific	General	Total
	----- (Rupees in '000) -----					
Opening balance	287,826	1,248	289,074	235,191	899	236,090
Charge for the period	247,294	-	247,294	84,228	349	84,577
Reversals	-	(1,248)	(1,248)	(31,593)	-	(31,593)
	247,294	(1,248)	246,046	52,635	349	52,984
Closing Balance	535,120	-	535,120	287,826	1,248	289,074

9. SHARE CAPITAL

	September 30, 2018 (Un-audited)	December 31, 2017 (Audited)
	----- (Rupees in '000) -----	
Authorized Capital		
600,000,000 (2017: 600,000,000) Ordinary shares of Rs. 10 each	6,000,000	6,000,000
Issued, subscribed and paid up Capital		
600,000,000 (2017: 600,000,000) Ordinary shares of Rs. 10 each fully paid in cash	6,000,000	6,000,000

September 30, December 31,
2018 2017
(Un-audited) (Audited)
----- (Rupees in '000) -----

10. CONTINGENCIES AND COMMITMENTS

There has been no change in the disclosure of contingencies and commitments as disclosed in last annual audited financial statements for the year ended December 31, 2017, except as follows:

10.1	Transaction-related Contingent liability	<u>1,746,267</u>	<u>2,008,754</u>
10.2	Commitments to extend credit	<u>5,723,155</u>	<u>3,871,876</u>
10.3	Commitments in government securities		
	- Reverse Repurchases	<u>1,493,897</u>	<u>-</u>
	- Repurchases	<u>16,169,698</u>	<u>-</u>
10.4	Other commitments		
	- Govt securities	<u>-</u>	<u>1,722,024</u>

11. BASIC AND DILUTED EARNINGS PER SHARE

	Period Ended		Quarter Ended	
	September 30, 2018 (Un-audited)	September 30, 2017 (Un-audited)	September 30, 2018 (Un-audited)	September 30, 2017 (Un-audited)
Profit after taxation for the period attributable to ordinary shareholders (Rupees in '000)	<u>111,257</u>	<u>334,032</u>	<u>179,325</u>	<u>43,769</u>
Weighted average number of ordinary shares outstanding during the period (in '000)	<u>600,000</u>	<u>600,000</u>	<u>600,000</u>	<u>600,000</u>
Basic and diluted earnings per share (Rupees)	<u>0.19</u>	<u>0.56</u>	<u>0.30</u>	<u>0.07</u>

12. RELATED PARTY TRANSACTIONS

The Company has related party relationship with subsidiary companies (namely Primus Leasing Limited, Awwal Modaraba and Awwal Modaraba Management Limited), employees' defined benefit and defined contribution plan, its key management personnel, and other related parties (such as Nimir Industrial Chemicals Limited, Allahdin Power Limited, Bunny's (Private) Limited and Atlas Cables (Private) Limited mainly on account of common directorship.

There are no transactions with key management personnel other than those carried out as per their terms of employment. Transactions with owners have been disclosed in 'Unconsolidated Statement of Changes in Equity'. All other transactions between the Company and its related parties are carried out under normal course of business except staff loans that are as per terms of employment. The details of transactions with related parties during the period and balances with them as at quarter/year end are as follows:

	For the period ended September 30, 2018 (Un-audited)				For the year ended December 31, 2017 (Audited)			
	Key management personnel	Other related parties	Subsidiary	Associates	Key management personnel	Other related parties	Subsidiary	Associates
----- (Rupees in '000) -----								
Advances								
At beginning of the period / year	58,252	625,417	-	-	55,380	359,808	-	-
Given during the period / year	16,469	168,747	-	-	14,306	475,641	-	-
Transferred	5,652	-	-	-	(3,314)	-	-	-
Repaid during the period / year	(9,249)	(6,470)	-	-	(8,120)	(210,032)	-	-
At end of the period / year	<u>71,124</u>	<u>787,694</u>	<u>-</u>	<u>-</u>	<u>58,252</u>	<u>625,417</u>	<u>-</u>	<u>-</u>
Borrowings								
At beginning of the period / year	-	-	-	-	-	-	-	-
Received during the period / year	-	195,268	2,183,435	-	-	-	-	-
Repaid during the period / year	-	(195,268)	(1,480,526)	-	-	-	-	-
At end of the period / year	<u>-</u>	<u>-</u>	<u>702,909</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Investments								
At beginning of the period / year	-	-	2,003,372	-	-	19,250	1,078,530	4,341,488
Investments/additions	-	116,121	-	-	-	41,210	1,000,072	762,218
Redemption	-	-	-	-	-	(60,460)	(230)	(4,619,087)
Transfers	-	-	-	-	-	-	(75,000)	(409,619)
Classified as held for sale	-	-	-	-	-	-	-	(75,000)
At end of the period / year	<u>-</u>	<u>116,121</u>	<u>2,003,372</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,003,372</u>	<u>-</u>
Other assets /(liabilities)								
At beginning of the period / year	-	4,103	27,883	-	-	6,482	8,707	2,102
Investments / additions made during the year	-	-	47,551	-	-	-	29,186	9,253
Redemption during the year	-	(1,039)	(43,825)	-	-	-	(10,010)	(9,696)
Charge for the year	-	(3,839)	-	-	-	(5,689)	-	-
Remeasurements arising during the year	-	-	-	-	-	(4,436)	-	-
Transfer to other assets	-	-	-	-	-	-	-	(1,659)
Benefits paid to outgoing members	-	(1,423)	-	-	-	7,746	-	-
At end of the period / year	<u>-</u>	<u>(2,198)</u>	<u>31,609</u>	<u>-</u>	<u>-</u>	<u>4,103</u>	<u>27,883</u>	<u>-</u>

	For the period ended September 30, 2018 (Un-audited)				For the period ended September 30, 2017 (Un-audited)			
	Key management personnel	Other related parties	Subsidiary	Associates	Key management personnel	Other related parties	Subsidiary	Associates
----- (Rupees in '000) -----								
Mark-up / return / interest earned	1,815	44,486	-	-	1,826	38,763	-	-
Gain on securities - net	-	529	25,907	-	-	28,886	-	188,039
Dividend income	-	-	132,875	-	-	80	-	7,800
Salaries and other benefits	72,456	-	-	-	74,759	-	14,560	15,702
Re-imburement of expenses	5,615	-	-	-	3,687	-	-	-

13. GENERAL

13.1 Credit Rating

The JCR-VIS Credit Rating Company Limited has assigned a long-term entity rating of 'AA+' (Double A plus) and short-term rating of 'A-1+' (Single A One Plus) to the Company in June 2018. Outlook on the assigned ratings is 'Stable'. These ratings denote a very low expectation of credit risk and indicate a very strong capacity for timely payment of financial commitments.

13.2 Figures have been rounded-off to the nearest thousand rupees.

14. DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on **24-October-2018** by Board of Directors of the Company.

Chief Financial Officer

Chief Executive Officer

Director

Director

Chairman