



**PAK BRUNEI INVESTMENT COMPANY LTD.**

**CONSOLIDATED FINANCIAL STATEMENTS  
(UN-AUDITED)**

**FOR THE PERIOD ENDED SEPTEMBER 30, 2015**

**PAK BRUNEI INVESTMENT COMPANY LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION - (UN-AUDITED)**  
**AS AT SEPTEMBER 30, 2015**

September 30, December 31,  
2015 2014  
(Un-audited) (Audited)  
----- (US \$ in '000) -----

September 30, December 31,  
2015 2014  
(Un-audited) (Audited)  
Note ----- (Rupees in '000) -----

**ASSETS**

September 30, 2015 (Un-audited)	December 31, 2014 (Audited)		September 30, 2015 (Un-audited)	December 31, 2014 (Audited)
703	1,180	Cash and balances with treasury banks	73,413	123,153
47,386	27,188	Balances with other banks	4,947,055	2,838,463
6,226	3,065	Lendings to financial institutions	650,000	320,000
141,910	225,251	Investments - net	14,815,427	23,516,214
71,189	70,817	Advances - net	7,432,093	7,393,282
517	356	Operating fixed assets	53,982	37,204
2	-	Deferred tax assets - net	200	-
11,590	11,588	Other assets	1,210,013	1,209,765
<b>279,523</b>	<b>339,445</b>		<b>29,182,182</b>	<b>35,438,081</b>

**LIABILITIES**

-	-	Bills payable	-	-
110,620	166,666	Borrowings from financial institutions	11,548,759	17,399,905
46,964	49,466	Deposits and other accounts	4,903,030	5,164,230
-	-	Sub-ordinated loans	-	-
-	-	Liabilities against assets subject to finance lease	-	-
161	1,338	Deferred tax liabilities - net	16,808	139,656
29,897	33,769	Other liabilities	3,121,260	3,525,520
<b>187,642</b>	<b>251,239</b>		<b>19,589,857</b>	<b>26,229,311</b>
<b>91,881</b>	<b>88,207</b>	<b>NET ASSETS</b>	<b>9,592,325</b>	<b>9,208,770</b>

**REPRESENTED BY**

57,471	57,471	Share capital	6,000,000	6,000,000
10,053	8,410	Reserves	1,049,527	878,000
25,297	19,880	Unappropriated profit	2,640,979	2,075,432
<b>92,821</b>	<b>85,761</b>		<b>9,690,506</b>	<b>8,953,432</b>
(940)	2,446	Deficit on revaluation of assets - net of deferred tax	(98,181)	255,338
<b>91,881</b>	<b>88,207</b>		<b>9,592,325</b>	<b>9,208,770</b>

**CONTINGENCIES AND COMMITMENTS**

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The annexed notes 1 to 19 form an integral part of these consolidated condensed interim financial statements.

Chief Executive

Director

Director

Chairman

**PAK BRUNEI INVESTMENT COMPANY LIMITED**  
**CONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)**  
**FOR THE QUARTER AND PERIOD ENDED SEPTEMBER 30, 2015**

Period Ended September 30, 2015	Period Ended September 30, 2014		Quarter Ended September 30, 2015	Period Ended September 30, 2015	Quarter Ended September 30, 2014	Period Ended September 30, 2014	
----- (US \$ in '000) -----			Note ----- (Rupees in '000) -----				
18,777	23,895	Mark-up / return / interest earned	595,676	1,960,280	860,383	2,494,634	
10,034	14,459	Mark-up / return / interest expensed	326,305	1,047,519	518,571	1,509,525	
8,743	9,436	Net mark-up / interest income	269,371	912,761	341,812	985,109	
1,421	0	(Reversal)/provision against non-performing loans and advances	77,894	148,349	67	25	
1	(27)	(Reversal)/Provision for diminution in the value of investments	281	90	541	(2,860)	
-	-	Bad debts written off directly	-	-	-	-	
1,422	(27)		78,175	148,439	608	(2,835)	
7,321	9,463	Net mark-up / interest income after provisions	191,196	764,322	341,204	987,944	
<b>NON MARK-UP/ INTEREST INCOME</b>							
155	250	Fee, commission and brokerage income	7,461	16,176	10,776	26,105	
521	279	Dividend income	19,151	54,357	10,712	29,116	
7,153	1,036	Gain on sale of securities - net	309,797	746,787	(207,411)	108,142	
-	-	Unrealized gain on revaluation of					
(270)	2	investments classified as held for trading	29,660	(28,191)	(2,194)	179	
0	25	Other income	1	52	413	2,647	
7,559	1,592	Total non-markup / interest income	366,069	789,180	(187,704)	166,189	
14,880	11,055		557,265	1,553,502	153,500	1,154,133	
<b>NON MARK-UP/ INTEREST EXPENSES</b>							
2,994	2,682	Administrative expenses	99,266	312,565	96,593	279,953	
-	-	Other provisions / write offs	-	-	-	-	
-	-	Other charges	-	-	-	-	
2,994	2,682	Total non-markup / interest expenses	99,266	312,565	96,593	279,953	
11,886	8,373		457,999	1,240,937	56,906	874,180	
-	-		-	-	-	-	
11,886	8,373	<b>PROFIT BEFORE TAXATION</b>	457,999	1,240,937	56,906	874,180	
4,371	729	Taxation - Current	179,110	456,352	43,103	76,067	
228	-	- Prior years	(466)	23,782	-	-	
(845)	175	- Deferred	2	(88,198)	(31)	18,299	
3,754	904		178,646	391,936	43,072	94,366	
8,132	7,469	<b>PROFIT AFTER TAXATION</b>	279,353	849,001	13,834	779,814	
<b>Attributable to</b>							
7,847	205	Equity Shareholder	137,174	819,182	21,394	510,472	
-	-	Non-controlling interest	-	-	-	-	
286	(72)	Minority investor of funds	142,178	29,818	(7,560)	269,342	
8,132	133		279,353	849,001	13,834	779,814	
-----US Dollar-----			-----Rupees-----				
0.0131	0.0081	Earnings Per Share - Basic and Diluted (Rupees)	15	0.23	1.37	0.04	0.85

The annexed notes 1 to 19 form an integral part of these consolidated condensed interim financial statements.

Chief Executive

Director

Director

Chairman

**PAK BRUNEI INVESTMENT COMPANY LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR THE PERIOD SEPTEMBER 30, 2015**

<b>Period Ended</b>	<b>Period Ended</b>		<b>Quarter Ended</b>	<b>Period Ended</b>	<b>Quarter Ended</b>	<b>Period Ended</b>
<b>September 30, 2015</b>	<b>September 30, 2014</b>		<b>September 30, 2015</b>	<b>September 30, 2015</b>	<b>September 30, 2014</b>	<b>September 30, 2014</b>
<b>----- (US \$ in '000) -----</b>			<b>----- (Rupees in '000) -----</b>			
<b>8,132</b>	7,469	Profit after taxation for the period	<b>279,353</b>	<b>849,001</b>	13,834	779,814
-	-	Other comprehensive income	-	-	-	-
<b>8,132</b>	<b>7,469</b>	<b>Total comprehensive income for the period</b>	<b>279,353</b>	<b>849,001</b>	13,834	779,814

Deficit / surplus on revaluation of assets has been reported in accordance with the requirements of the Companies Ordinance, 1984 and the directives of the State Bank of Pakistan in a separate account below equity.

The annexed notes 1 to 19 form an integral part of these consolidated condensed interim financial statements.

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**Chief Executive**

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**Director**

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**Director**

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**Chairman**

**PAK BRUNEI INVESTMENT COMPANY LIMITED**  
**CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE PERIOD SEPTEMBER 30, 2015**

Period Ended September 30, 2015 ----- (US \$ in '000) -----	Period Ended September 30, 2014		Period Ended September 30, 2015 ----- (Rupees in '000) -----	Period Ended September 30, 2014 -----
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
11,886	4,087	Profit before taxation	1,240,937	426,731
(521)	(160)	Less: Dividend income	(54,357)	(16,659)
<u>11,366</u>	<u>3,928</u>		<u>1,186,579</u>	<u>410,072</u>
Adjustments for non-cash charges				
126	77	Depreciation	13,203	8,062
14	13	Amortization	1,424	1,379
1,421	(0)	Provision against non performing advances	148,349	(42)
1	(33)	Provision for diminution in the value of investments	90	(3,401)
(0.16)	(1.21)	Gain on sale of property & equipment	(17)	(126)
270	6	Unrealized gain on revaluation of investments classified as held for trading	28,191	632
<u>1,832</u>	<u>62</u>		<u>191,240</u>	<u>6,504</u>
13,198	3,990		1,377,820	416,576
(Increase) / decrease in operating assets				
(3,161)	-	Lendings to financial institutions	(330,000)	-
(22,317)	-	Held-for-trading securities	(2,329,877)	-
(1,793)	5,996	Advances	(187,160)	625,951
(1,169)	(2,953)	Other assets (excluding advance taxation)	(122,065)	(308,293)
<u>(28,440)</u>	<u>3,043</u>		<u>(2,969,102)</u>	<u>317,658</u>
Increase in operating liabilities				
(56,045)	(85,510)	Borrowings from financial institutions	(5,851,146)	(8,927,240)
(2,502)	34,105	Deposits and other accounts	(261,200)	3,560,519
(3,873)	2,215	Other liabilities (excluding current taxation)	(404,335)	231,224
<u>(62,420)</u>	<u>(49,191)</u>		<u>(6,516,681)</u>	<u>(5,135,497)</u>
(77,662)	(42,158)		<u>(8,107,963)</u>	<u>(4,401,263)</u>
-	-	Financial charges paid	-	-
(3,594)	(757)	Income tax paid	(375,169)	(79,022)
<u>(81,256)</u>	<u>(42,915)</u>	Net cash flows from operating activities	<u>(8,483,132)</u>	<u>(4,480,285)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
102,028	38,886	Net investments in available-for-sale securities	10,651,689	4,059,648
-	-	Net investments in held-to-maturity securities	-	-
-	9,238	Net Investment in Associates	-	964,493
-	-	Investment in Subsidiary	-	-
-	-	Return on bank balance	-	-
1,166	1,250	Dividend income received	121,683	130,479
(325)	(8)	Investment in operating fixed assets	(33,893)	(866)
24	1	Sale proceeds from disposal of property and equipment	2,505	137
<u>102,893</u>	<u>49,367</u>	Net cash used in investing activities	<u>10,741,984</u>	<u>5,153,891</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
-	-	Payments of lease obligations	-	-
(1,916)	(1,916)	Dividend paid	(200,000)	(200,000)
<u>(1,916)</u>	<u>(1,916)</u>	Net cash flows from financing activities	<u>(200,000)</u>	<u>(200,000)</u>
19,721	4,536	Increase / (decrease) in cash and cash equivalents	2,058,852	473,606
28,368	3,179	Cash and cash equivalents at beginning of the period	2,961,616	331,899
<u>48,089</u>	<u>7,716</u>	Cash and cash equivalents at end of the period	<u>5,020,468</u>	<u>805,505</u>

The annexed notes 1 to 19 form an integral part of these consolidated condensed interim financial statements.

Chief Executive

Director

Director

Chairman

**PAK BRUNEI INVESTMENT COMPANY LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE HALF YEAR ENDED SEPTEMBER 30, 2015**

	Share capital	Statutory reserve	Unappropriated profit	Total
----- (Rupees in '000) -----				
<b>Balance as at January 01, 2014</b>	6,000,000	697,026	1,568,385	8,265,411
<b>Comprehensive income</b> - Profit after taxation for the period ended September 30, 2014	-	-	779,814	779,814
Transfer to statutory reserve	-	73,618	(73,618)	-
Transfer to general reserve	-	-	-	-
Final cash dividend for the year ended December 31, 2013 declared subsequent to the year end at Re. 0.33 per share	-	-	(200,000)	(200,000)
<b>Balance as at September 30, 2014</b>	<b>6,000,000</b>	<b>770,644</b>	<b>2,074,581</b>	<b>8,845,225</b>
<b>Comprehensive income</b> - Profit after taxation for the six months ended December 31, 2014	-	-	109,573	109,573
Other comprehensive income	-	-	(1,366)	(1,366)
Transfer to statutory reserve	-	107,356	(107,356)	-
<b>Balance as at January 01, 2015</b>	<b>6,000,000</b>	<b>878,000</b>	<b>2,075,432</b>	<b>8,953,432</b>
<b>Comprehensive income</b> - Profit after taxation for the nine months ended September 30, 2015	-	-	849,001	849,001
Transfer to statutory reserve	-	171,527	(171,527)	-
Other movements in funds	-	-	88,073	88,073
Final cash dividend for the year ended December 31, 2014 declared subsequent to the year end at Re. 0.33 per share	-	-	(200,000)	(200,000)
<b>Balance as at September 30, 2015</b>	<b>6,000,000</b>	<b>1,049,527</b>	<b>2,640,979</b>	<b>9,690,506</b>

The annexed notes 1 to 19 form an integral part of these consolidated condensed interim financial statements.

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

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**Director**

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**Director**

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**Chairman**

**PAK BRUNEI INVESTMENT COMPANY LIMITED**  
**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE PERIOD SEPTEMBER 30, 2015**

**1. STATUS AND NATURE OF BUSINESS**

Brief profile of the Group is as follows:

**Holding Company**

Pak Brunei Investment Company Limited (the "holding company" or "parent" ) is a Development Finance Institution (DFI) incorporated as an un-listed public limited company under the Companies Ordinance, 1984. The State Bank of Pakistan (the SBP) granted the approval for commencement of business with effect from August 20, 2007. The Holding Company is a joint venture between the Government of Pakistan and the Brunei Investment Agency. The Holding Company's objective interalia includes making investments in the industrial and agro based industrial fields in Pakistan on commercial basis through carrying out of industrial and agro based industrial projects and making 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 holding Company is situated at Horizon Vista, Plot No. Commercial-10, Block No. 4, Scheme No.5, Clifton, Karachi, Pakistan.

**The Group's subsidiaries are as follows:**

Entity	Country of Incorporation	Nature of business	Shareholding	
			30-Sep-15	31-Dec-14
Primus Investment Management Limited	Pakistan	Incorporated as an unlisted public limited company under the Companies Ordinance, 1984, The principal activities of the company are Asset Management and Investment Advisory services.	100.00%	100.00%
Awwal Modaraba Management Limited	Pakistan	Incorporated as an unlisted public limited company under the Companies Ordinance, 1984, The principal activities of the company is the Modaraba floatation and Management.	100.00%	100.00%
PIML Income Fund	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	57.76%	71.38%
PIML Daily Reserve Fund	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	83.26%	47.18%
PIML Strategic Multi Asset Fund	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	79.13%	91.30%
PIML Islamic Money Market Fund	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	98.69%	88.17%
PIML Islamic Equity Fund	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	81.19%	90.16%
PIML Value Equity Fund	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	66.40%	-

**2. BASIS OF PRESENTATION**

**2.1 Basis of Measurement**

These consolidated 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).

## **2.1 New accounting standard effective during the period**

During the period, the company adopted IFRS 10 'Consolidated Financial Statements'. IFRS 10 replaces the parts of previously existing IAS 27 'Consolidated and Separate Financial Statements' that dealt with consolidated financial statements and SIC-12 Consolidation – Special Purpose Entities and establishes a single control model that applies to all entities including special purpose entities.

IFRS 10 changes the definition of control such that an investor controls an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Accordingly, the following companies are now treated as subsidiaries of the group and their results have been consolidated in these financial statements from the earliest period presented:

1. PIML Income Fund
2. PIML Daily Reserve Fund
3. PIML Strategic Multi Asset Fund
4. PIML Islamic Money Market Fund
5. PIML Islamic Equity Fund
6. PIML Value Equity Fund

## **2.2 US Dollar equivalent**

The US dollar amounts shown in the consolidated condensed interim statement of financial position, consolidated condensed interim profit and loss account, consolidated condensed interim statement of comprehensive income and consolidated 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. 104.4 to US Dollars has been used for both 2014 and 2015, as it was the prevalent rate as on September 30, 2015.

## **3. STATEMENT OF COMPLIANCE**

- 3.1** These consolidated condensed interim financial statements of the Company have been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting, provisions of the Companies Ordinance, 1984, 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 State Bank of Pakistan has deferred the applicability of International Accounting Standard (IAS) 39, 'Financial Instruments: Recognition and Measurement' and International Accounting Standard (IAS) 40, 'Investment Property' for Non Banking Financial Institutions in Pakistan vide BSD Circular Letter number 11 dated September 11, 2002, till further instructions. Further, according to the notification of SECP dated April 28, 2008, the IFRS - 7 "Financial Instruments: Disclosures" has not been made applicable for banks and NBFCs. Therefore, it is also not applicable on the Company as it follows the same format of reporting as made applicable on banks by the SBP and accordingly, the requirements of these standards have not been considered in the preparation of these unconsolidated condensed interim financial statements. However, investments have been classified and valued in accordance with the requirements of various circulars issued by SBP.
- 3.3** The disclosures made in these consolidated 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 consolidated condensed interim financial statements should be read in conjunction with the annual consolidated financial statements of the Company for the year ended December 31, 2014.



#### **4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

#### **5. ACCOUNTING ESTIMATES AND JUDGEMENTS**

The preparation of consolidated 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 consolidated financial statements for the year ended December 31, 2014.

#### **6. FINANCIAL RISK MANAGEMENT**

The financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements of the Company for the year ended December 31, 2014.

## 7. INVESTMENTS - net

	Note	Held by Company	Given as collateral	Total
		(Rupees in '000)		
Current period (September 30, 2015) - Un-audited	7.1	8,711,220	6,104,207	14,815,427
Prior year (December 31, 2014) - Audited	7.1	9,430,095	14,086,119	23,516,214
Prior year corresponding period (September 30, 2014) - Un-audited		10,600,827	13,728,666	24,329,493

September 30, 2015 (Un-audited)			December 31, 2014 (Audited)		
Held by Company	Given as collateral	Total	Held by Company	Given as collateral	Total
(Rupees in '000)			(Rupees in '000)		

### 7.1 Investments by type:

#### Held-for-trading securities

Market Treasury Bills	385,418	-	385,418	-	-	-
Pakistan Investment Bonds	1,613,240	-	1,613,240	48,341	-	48,341
Mutual Funds	-	-	-	-	-	-
Term Finance Certificates and Sukuks	388,257	-	388,257	369,700	-	369,700
Ordinary shares of listed companies	447,562	-	447,562	86,559	-	86,559
	2,834,477	-	2,834,477	504,600	-	504,600

#### Available- for- sale securities

Market Treasury Bills	2,086,394	4,206,426	6,292,820	2,840,742	8,062,491	10,903,233
Pakistan Investment Bonds	144,659	1,862,143	2,006,802	2,328,978	5,776,186	8,105,164
Ordinary shares of listed companies	1,107,695	-	1,107,695	852,914	-	852,914
Ordinary shares of un-listed companies	124,670	-	124,670	124,670	-	124,670
Units of mutual funds	1,000	-	1,000	29,835	-	29,835
Term Finance Certificates and Sukuks	2,622,624	-	2,622,624	2,789,859	-	2,789,859
Commercial Paper	-	-	-	-	-	-
Preference Shares	92,260	-	92,260	93,885	-	93,885
	6,179,302	6,068,569	12,247,871	9,060,883	13,838,677	22,899,560

#### Investments at cost

	9,013,779	6,068,569	15,082,348	9,565,483	13,838,677	23,404,160
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#### Less: Provision for diminution in value of Investments

	(233,185)	-	(233,185)	(240,304)	-	(240,304)
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#### Investments (net of provisions)

	8,780,594	6,068,569	14,849,163	9,325,179	13,838,677	23,163,856
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#### Surplus on revaluation of held-for-trading securities

	10,993	-	10,993	16,003	-	16,003
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#### (Deficit) / surplus on revaluation of available-for-sale securities - net

	(80,367)	35,638	(44,729)	88,913	247,442	336,355
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#### Total investments at market value

	8,711,220	6,104,207	14,815,427	9,430,095	14,086,119	23,516,214
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		September 30, 2015 (Un-audited) ----- (Rupees in '000) -----	December 31, 2014 (Audited)
<b>8. ADVANCES - net</b>			
Loans, cash credits, running finances, etc. - In Pakistan		5,074,049	5,059,839
Advances under State Bank of Pakistan (SBP)			
-Long Term Finance Facility (LTFF)		1,135,600	1,293,827
-Power Plants Using Renewable Energy Scheme (PPRE)		134,291	-
-Finance for Storage of Agriculture Produce Scheme (FFSAP)		17,672	-
Net investment in finance lease - in Pakistan		1,221,694	1,042,480
Advances - gross		<u>7,583,306</u>	<u>7,396,146</u>
Provision for non-performing advances - Specific	8.1	<u>(150,776)</u>	<u>(2,537)</u>
Provision for non-performing advances - General		<u>(437)</u>	<u>(327)</u>
		<u>(151,213)</u>	<u>(2,864)</u>
Advances - net of provision		<u><u>7,432,093</u></u>	<u><u>7,393,282</u></u>

**8.1** Advances include Rs. 314.244 million (December 31, 2014: Rs. 2.537 million), which have been placed under non-performing status as detailed below:

	September 30, 2015 (Un-audited)				
	Rupees in '000				
	Non-performing loans			Provision	Provision
<u>Category of Classification</u>	Domestic	Overseas	Total	Required	Held
Other assets especially mentioned	-	-	-	-	-
Substandard	30,457	-	30,457	148,239	148,239
Doubtful	281,250	-	281,250	-	-
Loss	2,537	-	2,537	2,537	2,537
	<u>314,244</u>	<u>-</u>	<u>314,244</u>	<u>150,776</u>	<u>150,776</u>

	December 31, 2014 (Audited)				
	Rupees in '000				
	Non-performing loans			Provision	Provision
<u>Category of Classification</u>	Domestic	Overseas	Total	Required	Held
Other assets especially mentioned	-	-	-	-	-
Substandard	-	-	-	-	-
Doubtful	-	-	-	-	-
Loss	2,537	-	2,537	2,537	2,537
	<u>2,537</u>	<u>-</u>	<u>2,537</u>	<u>2,537</u>	<u>2,537</u>

**September 30,**    December 31,  
**2015**                      2014  
**(Un-audited)**            (Audited)

**9 SHARE CAPITAL**

**ISSUED, SUBSCRIBED AND PAID-UP CAPITAL**

<b>September 30,</b> <b>2015</b> <b>(Un-audited)</b> ----- (Number of shares) -----	December 31, 2014 (Audited)	<b>Note</b>	<b>September 30,</b> <b>2015</b> <b>(Un-audited)</b> ----- (Rupees in '000) -----	December 31, 2014 (Audited)
<b>600,000,000</b>	600,000,000	11.1	<b>6,000,000</b>	<b>6,000,000</b>

Ordinary shares of Rs. 10 each  
fully paid in cash

**9.1** The Ministry of Finance and Secretary Economic Affairs Division holds 299,996,000 and 4,001 shares (December 31, 2014: 299,996,000 and 4,001 shares ) respectively on behalf of Government of Pakistan and remaining 300,000,000 shares (December 31, 2014: 300,000,000 shares) are held by Brunei Investment Agency.

**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, 2014, except as follows:

	<b>September 30,</b> <b>2015</b> <b>(Un-audited)</b> ----- (Rupees in '000) -----	December 31, 2014 (Audited)
<b>10.1 Commitments for trading in government securities</b>		
Purchase of Govt. securities	-	1,106,995
Sale (repo)	<b>5,860,159</b>	13,952,913
<b>10.2 Commitments to extend credit</b>	<b>2,741,771</b>	2,350,945
<b>10.3 Transaction related contingent liability</b>	<b>999,564</b>	745,642
<b>10.4 Commitments against borrowing</b>	<b>2,000,000</b>	-
<b>10.5 Other commitments</b>		
Receivable againts sale of shares	<b>14,566</b>	-

**11 EARNINGS PER SHARE - BASIC AND DILUTED**

	Quarter Ended <b>September 30,</b> <b>2015</b>	Period Ended <b>September 30,</b> <b>2015</b>	Quarter Ended September 30, 2014	Period Ended September 30, 2014
	----- (Un-audited) -----			
Profit after taxation for the period attributable to ordinary shareholders (Rupees in '000)	<b>137,174</b>	<b>819,182</b>	21,394	510,472
Weighted average number of ordinary shares outstanding during the period (in '000)	<b>600,000</b>	<b>600,000</b>	600,000	600,000
Basic and diluted earnings per share (Rupees)	<b>0.23</b>	<b>1.37</b>	0.04	0.85

## 12 RELATED PARTY TRANSACTIONS

The Company has related party relationship with:

- subsidiary companies (Primus Investment Management Ltd. and Awwal Modaraba Management Ltd.)
- associated company (collective investment schemes of Primus Investment Management Limited)
- its employee defined contribution plan;
- its key management personnel;
- other related parties include Omer Jibran Engineering Industries Ltd., Nimir Industrial Chemicals Limited, Maple Leaf Cement and Haq Bahu Sugar Mills (Pvt) Limited due to common directorship.

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

	For the half year ended September 30, 2015 (Un-audited)			For the year ended December 31, 2014 (Audited)		
	Key management personnel	Other related parties	State controlled entities	Key management personnel	Other related parties	State controlled entities
	----- (Rupees in '000) -----					
<b>Advances</b>						
At beginning of the period / year	55,016	679,632	160,825	36,726	415,723	127,852
Given during the period	20,367	101,200	9,514	23,622	297,918	66,982
Deleted during the period	6,991	(6,991)	-	-	-	-
Repaid during the period	(15,598)	(200,990)	(46,643)	(5,332)	(34,009)	(34,009)
At end of the period	<u>66,776</u>	<u>572,851</u>	<u>123,696</u>	<u>55,016</u>	<u>679,632</u>	<u>160,825</u>
	-	-	-	-	-	-
<b>Borrowings</b>						
At beginning of the period	-	-	15,880,124	-	-	13,263,851
Received during the period	-	-	170,713,873	-	-	460,721,602
Redemption during the period	-	-	(183,896,117)	-	-	(458,105,329)
At end of the period	<u>-</u>	<u>-</u>	<u>2,697,880</u>	<u>-</u>	<u>-</u>	<u>15,880,124</u>
	-	-	-	-	-	-
<b>Placements</b>						
At beginning of the period	-	-	-	-	-	-
Placements made during the period	-	-	6,336,216	-	-	2,613,974
Placements matured during the period	-	-	(6,336,216)	-	-	(2,613,974)
At end of the period	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	-	-	-	-	-	-
<b>Investments</b>						
At beginning of the period	-	578,979	15,508,620	-	334,984	29,676
Investments made during the period	-	679,897	32,370,837	-	723,034	74,493,435
Redemption during the period	-	(933,588)	(39,364,414)	-	(479,039)	(59,014,491)
At end of the period	<u>-</u>	<u>325,288</u>	<u>8,515,043</u>	<u>-</u>	<u>578,979</u>	<u>15,508,620</u>
	-	-	-	-	-	-

	For the half year ended September 30, 2015 (Un-audited)			For the half year ended June 30, 2014 (Un-audited)		
	Key management personnel	Other related parties	State controlled entities	Key management personnel	Other related parties	State controlled entities
	----- (Rupees in '000) -----					
Mark-up / return / interest earned	<u>1,837</u>	<u>40,028</u>	<u>693,765</u>	<u>952</u>	<u>93,958</u>	<u>625,724</u>
Mark-up / return / interest expensed	<u>21</u>	<u>-</u>	<u>312,529</u>	<u>281</u>	<u>-</u>	<u>505,207</u>
Gain on sale of securities - net	<u>-</u>	<u>16,639</u>	<u>613,395</u>	<u>-</u>	<u>23,146</u>	<u>12,387</u>
Dividend Income	<u>-</u>	<u>899</u>	<u>9,997</u>	<u>-</u>	<u>-</u>	<u>5,914</u>
Salaries and other benefits	<u>85,664</u>	<u>-</u>	<u>-</u>	<u>77,577</u>	<u>-</u>	<u>-</u>
Contribution to Provident Fund	<u>4,046</u>	<u>-</u>	<u>-</u>	<u>3,398</u>	<u>-</u>	<u>-</u>
Contribution to Gratuity Fund	<u>2,391</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Re-imburement of expenses	<u>3,583</u>	<u>-</u>	<u>-</u>	<u>3,577</u>	<u>-</u>	<u>-</u>

**13 GENERAL**

**14 Credit Rating**

The holding company has been assigned credit rating of 'AA+' (Double A plus) in the medium to long term and A1+ (A One Plus) in the short-term by The Pakistan Credit Rating (PACRA) in June 2015. Outlook on the assigned rating is "Stable".

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

**15 DATE OF AUTHORIZATION FOR ISSUE**

These consolidated condensed interim financial statements were authorized for issue on **05-November-2015** by Board of Directors of the Company.

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

\_\_\_\_\_  
**Director**

\_\_\_\_\_  
**Director**

\_\_\_\_\_  
**Chairman**