



PAK BRUNEI INVESTMENT COMPANY LTD.

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

FOR THE PERIOD ENDED SEPTEMBER 30, 2019

PAK BRUNEI INVESTMENT COMPANY LIMITED
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2019

(Audited)		(Audited)			
September 30, 2019	December 31, 2018	September 30, 2019	December 31, 2018	Note	
----- USD in '000 -----		----- Rupees in '000 -----			
ASSETS					
755	1,795	Cash and balances with treasury banks	6	118,423	281,404
2,442	1,053	Balances with other banks	7	382,780	165,057
57,832	350	Lendings to financial institutions	8	9,065,099	54,879
181,577	153,835	Investments	9	28,462,272	24,113,564
125,983	137,892	Advances	10	19,747,798	21,614,581
1,057	182	Fixed assets	11	165,653	28,477
100	44	Intangible assets	12	15,631	6,871
2,643	2,008	Deferred tax assets	13	414,260	314,708
11,224	12,131	Other assets	14	1,759,632	1,901,552
383,613	309,290			60,131,548	48,481,093
LIABILITIES					
-	-	Bills payable		-	-
305,712	231,625	Borrowings	15	47,920,325	36,307,199
638	4,628	Deposits and other accounts	16	100,000	725,403
-	-	Liabilities against assets subject to finance lease		-	-
-	-	Subordinated debt		-	-
-	-	Deferred tax liabilities		-	-
12,938	8,829	Other liabilities	17	2,028,522	1,383,916
319,288	245,082			50,048,847	38,416,518
64,325	64,208	NET ASSETS		10,082,701	10,064,575
REPRESENTED BY					
38,278	38,278	Share capital		6,000,000	6,000,000
9,005	8,976	Reserves		1,411,456	1,406,995
(2,755)	(4,295)	Deficit on revaluation of assets	18	(431,920)	(673,212)
19,782	21,235	Unappropriated profit		3,100,814	3,328,566
64,310	64,194	Total equity attributable to the equity holders of the holding company		10,080,350	10,062,349
15	14	Non-controlling interest		2,351	2,226
64,325	64,208			10,082,701	10,064,575

CONTINGENCIES AND COMMITMENTS 19

The annexed notes 1 to 35 forms an integral part of these financial statements.

President/Chief Executive

Chief Financial Officer

Director

Director

Director

PAK BRUNEI INVESTMENT COMPANY LIMITED
CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE QUARTER AND PERIOD ENDED SEPTEMBER 30, 2019

Period Ended		Quarter Ended		Period Ended			
September 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018		
----- USD in '000 -----		----- Rupees in '000 -----					
23,432	10,780	Mark-up / return / interest earned	20	1,406,675	718,302	3,673,038	1,689,839
18,553	6,495	Mark-up / return / interest expensed	21	1,146,271	476,116	2,908,165	1,018,127
4,879	4,285	Net mark-up / interest income		260,404	242,186	764,873	671,712
Non mark-up / interest income							
772	1,070	Fee and commission income	22	38,465	25,624	121,027	167,772
181	149	Dividend income		8,294	9,717	28,338	23,362
(2,939)	(83)	(Loss) / gain on securities	23	(226,288)	6,289	(460,705)	(12,999)
51	1	Other income	24	4,005	181	8,051	228
(1,935)	1,137	Total non-markup / interest income		(175,524)	41,811	(303,289)	178,363
2,944	5,422	Total income		84,880	283,997	461,584	850,075
Non mark-up / interest expenses							
2,141	2,109	Operating expenses	25	97,954	111,370	335,652	330,527
30	6	Sindh Workers' Welfare Fund	26	2,442	(3,146)	4,636	902
2,171	2,115	Total non mark-up / interest expenses		100,396	108,224	340,288	331,429
773	3,307	Profit before provisions		(15,516)	175,773	121,296	518,646
(212)	1,932	Provisions and write offs - net	27	(262,834)	42,621	(33,275)	302,912
-	-	Extraordinary / unusual items		-	-	-	-
986	1,375	Profit before taxation		247,318	133,152	154,571	215,734
496	625	Taxation	28	36,127	67,005	77,737	98,037
490	749	Profit after taxation		211,191	66,147	76,834	117,697
Attributable to:							
489	750	Equity shareholders of the holding company		210,848	65,908	76,709	117,505
1	1	Non-controlling interest		344	239	125	192
490	751			211,191	66,147	76,834	117,697
----- USD -----		----- Rupees -----					
0.00082	0.00125	Basic and diluted earnings per share	29	0.35	0.11	0.13	0.20

The annexed notes 1 to 35 forms an integral part of these financial statements.

President/Chief Executive

Chief Financial Officer

Director

Director

Director

PAK BRUNEI INVESTMENT COMPANY LIMITED
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER AND PERIOD ENDED SEPTEMBER 30, 2019

Period Ended			Quarter Ended		Period Ended	
September 30, 2019	September 30, 2018		September 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018
----- USD in '000 -----			----- Rupees in '000 -----			
490	749	Profit after taxation for the year	211,191	66,147	76,834	117,697
		Other comprehensive loss				
		<i>Items that may be reclassified to profit and loss account in subsequent periods:</i>				
1,539	731	Movement in deficit on revaluation of investments - net of tax	96,621	114,612	241,292	114,612
		<i>Items that will not be reclassified to profit and loss account in subsequent periods:</i>				
-	-	Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-
<u>2,029</u>	<u>1,480</u>	Total comprehensive (loss) / income	<u>307,812</u>	<u>180,759</u>	<u>318,126</u>	<u>232,309</u>

The annexed notes 1 to 35 forms an integral part of these financial statements.

President/Chief Executive

Chief Financial Officer

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PAK BRUNEI INVESTMENT COMPANY LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER AND PERIOD ENDED SEPTEMBER 30, 2019

	Share capital	Capital reserve Statutory reserve (a)	Deficit on revaluation of investments	Revenue reserve Unappropriated profit	Non-controlling interest	Total
----- Rupees in '000 -----						
Opening Balance as at January 01, 2018 (as restated)	6,000,000	1,351,812	(201,744)	3,412,835	2,178	10,565,081
Comprehensive income for the year						
Profit after taxation for the period/half year ended September 30, 2018	-	-	-	117,505	192	117,697
Other comprehensive loss						
- Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-
- Movement in deficit on revaluation of investments - net of tax	-	-	114,612	-	-	114,612
	-	-	114,612	117,505	192	232,309
Transfer to statutory reserve	-	29,582	-	(29,582)	-	-
Opening Balance as at October 01, 2018	6,000,000	1,381,394	(87,132)	3,500,758	2,370	10,797,390
Comprehensive income for the year						
Profit after taxation (December 31, 2018)	-	-	-	153,594	181	153,775
Other comprehensive loss						
- Remeasurement loss on defined benefit obligations - net of tax	-	-	-	(185)	-	(185)
- Movement in deficit on revaluation of investments - net of tax	-	-	(586,080)	-	-	(586,080)
	-	-	(586,080)	153,409	181	(432,490)
Transfer to statutory reserve	-	25,601	-	(25,601)	-	-
Transactions with owners, recorded directly in equity						
Final cash dividend paid for the year ended December 31, 2017 @ Re. 0.50 per share	-	-	-	(300,000)	-	(300,000)
Dividend payout by Awwal Modaraba @ Rs. 1.48 per certificate	-	-	-	-	(325)	(325)
Opening Balance as at January 01, 2019	6,000,000	1,406,995	(673,212)	3,328,566	2,226	10,064,575
Comprehensive income for the year						
Profit after taxation for the period/half year ended September 30, 2019	-	-	-	76,709	125	76,834
Other comprehensive loss						
- Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-
- Movement in deficit on revaluation of investments - net of tax	-	-	241,292	-	-	241,292
	-	-	241,292	76,709	125	318,126
Transfer to statutory reserve	-	4,461	-	(4,461)	-	-
Transactions with owners, recorded directly in equity						
Final cash dividend paid for the year ended December 31, 2018 @ Re. 0.50 per share	-	-	-	(300,000)	-	(300,000)
Closing Balance as at September 30, 2019	6,000,000	1,411,456	(431,920)	3,100,814	2,351	10,082,701

(a) This represents reserve created under section 21(i)(a) of the Banking Companies Ordinance, 1962.

The annexed notes 1 to 35 forms an integral part of these financial statements.

President/Chief Executive

Chief Financial Officer

Director

Director

Director

PAK BRUNEI INVESTMENT COMPANY LIMITED
CONSOLIDATED CASH FLOW STATEMENT
FOR THE QUARTER AND PERIOD ENDED SEPTEMBER 30, 2019

September 30, September 30,

2019 2018

----- USD in '000 -----

		CASH FLOWS FROM OPERATING ACTIVITIES	
986	1,376	Profit before taxation	
181	149	Less: Dividend income	
<u>805</u>	<u>1,227</u>		
Adjustments:			
231	55	Depreciation	
18	6	Amortisation	
24	17	Provision for Sindh Workers' Welfare Fund	
(212)	1,932	Provision and write-offs	
(11)	-	Gain on sale of fixed assets	
	(176)	Return on COIs and TDRs	
(39)	114	Unrealized gain on revaluation of investments classified as held for trading - net	
<u>11</u>	<u>1,948</u>		
<u>816</u>	<u>3,175</u>		
(Increase) / decrease in operating assets			
(57,481)	1,436	Lendings to financial institutions	
(56,181)	(644)	Held-for-trading securities	
11,499	(332)	Advances	
1,975	(4,668)	Others assets (excluding advance taxation)	
<u>(100,188)</u>	<u>(4,208)</u>		
Increase/ (decrease) in operating liabilities			
74,087	142,580	Borrowings from financial institutions	
(3,990)	(19,296)	Deposits	
4,143	1,369	Other liabilities (excluding current taxation)	
74,240	124,653		
(2,202)	(953)	Income tax paid	
<u>(27,334)</u>	<u>122,667</u>	Net cash flow generated from / (used in) operating activities	
CASH FLOWS FROM INVESTING ACTIVITIES			
32,399	(128,635)	Net investments in available-for-sale securities	
(1,865)	469	Net investments in held-to-maturity securities	
137	114	Dividends received	
(1,098)	(82)	Investments in operating fixed assets	
2	-	Investments in operating intangible assets	
21	-	Proceeds from sale of fixed assets	
<u>29,596</u>	<u>(128,134)</u>	Net cash flow (used in) / generated from investing activities	
CASH FLOWS FROM FINANCING ACTIVITIES			
(1,914)	(1,914)	Dividend paid	
<u>(1,914)</u>	<u>(1,914)</u>	Net cash flow used in financing activities	
348	(7,381)	Decrease in cash and cash equivalents	
2,848	10,637	Cash and cash equivalents at beginning of the year	
<u>3,196</u>	<u>3,256</u>	Cash and cash equivalents at end of the year	

September 30, September 30,

2019 2018

----- Rupees in '000 -----

154,571	215,734	Profit before taxation	
28,338	23,362	Less: Dividend income	
<u>126,233</u>	<u>192,372</u>		
36,182	8,626	Depreciation	
2,874	981	Amortisation	
3,834	2,683	Provision for Sindh Workers' Welfare Fund	
(33,275)	302,912	Provision and write-offs	
(1,790)	(27)	Gain on sale of fixed assets	
	(27,532)	Return on COIs and TDRs	
(6,098)	17,860	Unrealized gain on revaluation of investments classified as held for trading - net	
<u>1,727</u>	<u>305,503</u>		
<u>127,960</u>	<u>497,875</u>		
(9,010,220)	225,052	Lendings to financial institutions	
(8,806,432)	(100,956)	Held-for-trading securities	
1,802,455	(52,022)	Advances	
309,647	(731,771)	Others assets (excluding advance taxation)	
<u>(15,704,550)</u>	<u>(659,697)</u>		
11,613,126	22,349,374	Borrowings from financial institutions	
(625,403)	(3,024,683)	Deposits	
649,448	214,607	Other liabilities (excluding current taxation)	
11,637,171	19,539,298		
(345,180)	(149,380)	Income tax paid	
<u>(4,284,599)</u>	<u>19,228,096</u>	Net cash flow generated from / (used in) operating activities	
5,078,990	(20,163,522)	Net investments in available-for-sale securities	
(292,396)	73,544	Net investments in held-to-maturity securities	
21,522	17,793	Dividends received	
(172,089)	(12,815)	Investments in operating fixed assets	
-	-	Investments in operating intangible assets	
3,314	44	Proceeds from sale of fixed assets	
<u>4,639,341</u>	<u>(20,084,956)</u>	Net cash flow (used in) / generated from investing activities	
(300,000)	(300,008)	Dividend paid	
<u>(300,000)</u>	<u>(300,008)</u>	Net cash flow used in financing activities	
54,742	(1,156,868)	Decrease in cash and cash equivalents	
446,461	1,667,367	Cash and cash equivalents at beginning of the year	
<u>501,203</u>	<u>510,499</u>	Cash and cash equivalents at end of the year	

The annexed notes 1 to 35 forms an integral part of these financial statements.

President/Chief Executive

Chief Financial Officer

Director

Director

Director

PAK BRUNEI INVESTMENT COMPANY LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND PERIOD ENDED SEPTEMBER 30, 2019

1 STATUS AND NATURE OF BUSINESS

The "Group" consists of:

Holding Company

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, 2018: 2) one located in Karachi and the other in Lahore.

Subsidiaries

- Awwal Modaraba Management Limited (AMML) - 100% holding

Awwal Modaraba Management Limited (the Company) was incorporated in Pakistan on June 05, 2014 as an unlisted public company under the (now repealed) Companies Ordinance, 1984. Subsequently, it was registered as a Modaraba Management Company with the Registrar of Modaraba Companies and Modarabas under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980. The Company is a wholly owned subsidiary of Pak Brunei Investment Company Limited (the Holding Company) with its registered office situated at Horizon Vista, Plot no. Commercial 10, Block 4, Scheme 5, Clifton, Karachi, Pakistan.

The principal activity of the Company is to engage in the business of floatation of Modarabas and to function as a Modaraba Company within the meaning of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980. Presently, the Company is managing Awwal Modaraba, the details of which have been provided below.

- Awwal Modaraba (AM) - 99.78% holding

AM has been floated under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the Rules framed thereunder. AM is managed by the AMML. After receiving certificate of minimum subscription, AM commenced its business operations with effect from February 10, 2016. The registered office is situated at Horizon Vista, Plot no. Commercial 10, Block 4, Scheme 5, Clifton, Karachi, Pakistan.

AM is a perpetual, multi purpose and multi dimensional Modaraba and is primarily engaged in providing working capital, Term Finance, Ijarah, Musharika, Morabaha and other Shari'ah compliant investments / instruments to credit worthy customers. AM is listed on the Pakistan Stock Exchange Limited.

- Primus Leasing Limited (PLL) - 100% holding

PLL was incorporated in Pakistan as a public unlisted company on July 13, 2017 under the Companies Act, 2017. The registered office of PLL is situated at Horizon Vista, Plot no. Commercial 10, Block 4, Scheme 5, Clifton, Karachi, Pakistan. PLL is licensed to carry out leasing business as a Non-Banking Finance Company (NBFC) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 issued by the Securities and Exchange Commission of Pakistan (SECP). PLL has 2 offices (2018: 2 offices) one located in Karachi and the other in Lahore.

The principal objective of PLL is to carry on and undertake the business of leasing of assets for any purpose whatsoever including but not being limited to industrial, commercial, agricultural and other development purposes on such terms, covenants and conditions and at such rentals as may be deemed fit.

2 BASIS OF PRESENTATION

2.1 Statement of compliance

These unconsolidated financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. These comprise of:

- International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;
- Provisions of and directives issued under the Banking Companies Ordinance, 1962;
- Provisions of and directives issued under the Companies Act, 2017; and
- Directives issued by the SBP and the Securities and Exchange Commission of Pakistan (SECP) from time to time.

Whenever the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017, or the directives issued by the SBP and the SECP differ with the requirements of IFRS, the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives shall prevail.

- 2.2** The condensed interim financial statements do not include all the information and disclosures required in the audited annual financial statements, and should be read in conjunction with the audited annual financial statements for the financial year ended December 31, 2018.

3 SIGNIFICANT ACCOUNTING POLICIES

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

3.1 Changes in Accounting Policies

3.1.1 Impact of IFRS 16: 'Leases'

During the period, IFRS 16: 'Leases' became applicable to the Group. IFRS 16 replaces existing guidance on accounting for leases, including IAS 17: 'Leases', IFRIC 4: 'Determining whether an arrangement contains a lease', SIC 15: 'Operating leases - incentive', and SIC 27: 'Evaluating the substance of transactions involving the legal form of a lease'. IFRS 16 introduces an on balance sheet lease accounting model for leases entered by the lessee. A lessee recognises a right-of-use asset representing its right of using the underlying asset and a corresponding lease liability representing its obligations to make lease payments. Lessor accounting remains similar to the current standard i.e. lessors continue to classify leases as either finance or operating lease.

The Group has adopted IFRS 16 from January 1, 2019, using the modified retrospective approach and has not restated comparatives for the 2018 reporting period, as permitted under the specific transitional provisions in the standard.

On adoption of IFRS 16, the associated right-of-use assets were measured at the amount equal to the lease liability, adjusted by the amount of prepaid lease payments recognised in the condensed interim consolidated statement of financial position immediately before the date of initial application.

The right-of-use assets recognised subsequent to the adoption are measured based on the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred. The right-of-use assets are depreciated on a straight line basis over the lease term as this method most closely reflects the expected pattern of consumption of future economic benefits. The right-of-use assets are reduced by impairment losses, if any, and adjusted for certain remeasurements of lease liability.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The basis for accounting estimates adopted in the preparation of this condensed interim unconsolidated financial information is the same as that applied in the preparation of the unconsolidated 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 unconsolidated financial statements for the year ended December 31, 2018.

6	CASH AND BALANCES WITH TREASURY BANKS	Note	(Audited)	
			September 30, 2019	December 31, 2018
			----- Rupees in '000 -----	
	Cash in hand		85	-
	With State Bank of Pakistan in:			
	Local currency current account	6.1	95,687	161,349
	With National Bank of Pakistan in:			
	Local currency current account	6.2	22,651	120,055
			<u>118,423</u>	<u>281,404</u>

6.1 This includes the minimum cash reserve required to be maintained with the SBP in accordance with the requirement of BSD Circular No. 04 dated May 22, 2004.

6.2 This carry mark-up at rates ranging from 8.00% per annum (2018: 5.00% to 6.15% per annum).

7	BALANCES WITH OTHER BANKS	Note	(Audited)	
			September 30, 2019	December 31, 2018
			----- Rupees in '000 -----	
	In Pakistan			
	In deposit accounts	7.1	382,780	160,077
	In current accounts		-	4,980
			<u>382,780</u>	<u>165,057</u>

7.1 These carry mark-up at rates ranging from 8.00% to 11.33% per annum (2018: 3.40% to 8.50% per annum).

8	LENDINGS TO FINANCIAL INSTITUTIONS	Note	(Audited)	
			September 2019	December 31, 2018
			----- Rupees in '000 -----	
	Investments against repurchase agreements	8.1	48,879	54,879
	Repurchase agreement lendings (reverse repo)	8.2	9,016,220	-
			<u>9,065,099</u>	<u>54,879</u>

8.1 On January 16, 2018, Awwal Modaraba entered into an agreement with a shareholder of a company (the investee company) for the purchase of 2,051,150 shares of the investee company. Concurrently, the Modaraba has entered into a separate agreement with another shareholder of the investee company for selling of underlying shares after a period of eighteen months from the date of purchase at an agreed price. The underlying shares have been transferred in the name of Modaraba. Subsequently, the tenor of facility was extended for one year.

8.2 These carried mark-up at rate of 13.05% to 13.30% (December 31, 2018: Nil) and will mature within 1 month.

8.3	Particulars of lending	(Audited)	
		September 2019	December 31, 2018
		----- Rupees in '000 -----	
	In local currency	9,065,099	54,879
	In foreign currencies	-	-
		<u>9,065,099</u>	<u>54,879</u>

Audited

9 INVESTMENTS

9.1 Investments by type:

	September 30, 2019				December 31, 2018			
	Cost / amortised cost	Provision for diminution	Surplus / (deficit)	Carrying value	Cost / amortised cost	Provision for diminution	Surplus / (deficit)	Carrying value
----- Rupees in '000 -----								
Held-for-trading securities								
Federal government securities	8,806,432	-	3,708	8,810,140	-	-	-	-
	8,806,432	-	3,708	8,810,140	-	-	-	-
Available-for-sale securities								
Federal government securities	14,582,976	-	26,586	14,609,562	19,817,801	-	(326,260)	19,491,541
Ordinary shares	1,976,742	(70,025)	(443,271)	1,463,446	2,140,824	(210,979)	(391,638)	1,538,207
Non-government debt securities	2,849,878	(269,076)	(16,433)	2,564,369	2,635,582	(225,725)	(3,684)	2,406,173
Units of mutual funds	908,040	-	(185,681)	722,359	802,419	-	(124,776)	677,643
Preference shares	3,250	(3,250)	-	-	3,250	(3,250)	-	-
	20,320,886	(342,351)	(618,799)	19,359,736	25,399,876	(439,954)	(846,358)	24,113,564
Held-to-maturity securities								
Commercial paper	292,396	-	-	292,396	-	-	-	-
	292,396	-	-	292,396	-	-	-	-
Total investments	29,419,714	(342,351)	(615,091)	28,462,272	25,399,876	(439,954)	(846,358)	24,113,564

9.1.1 Investments given as collateral

Pakistan Investment Bonds
Market Treasury Bills
Term finance / sukuks certificates

	(Un-audited) September 30, 2019	(Audited) December 31, 2018
	----- Rupees in '000 -----	
	2,838,267	16,927,851
	10,784,231	-
	739,824	739,824
	<u>14,362,322</u>	<u>17,667,675</u>

9.2 Provision for diminution in value of investments

Opening balance

439,954 364,171

Charge / reversals

Charge for the year

292,355 103,144

Reversal on disposals

(389,958) (27,361)

(97,603) 75,783

Closing balance

342,351 439,954

Particulars of provision against debt securities

Category of classification

Domestic

Loss

Category of classification	(Un-audited)			
	September 30, 2019		December 31, 2018	
	Non-performing investments	Provision	Non-performing investments	Provision
	----- (Rupees in '000) -----			
Domestic	269,076	269,076	269,366	225,725
Loss	<u>269,076</u>	<u>269,076</u>	<u>269,366</u>	<u>225,725</u>

10 ADVANCES

	Performing		Non-performing		Total	
	September 30, 2019	December 31, 2018	September 30, 2019	December 31, 2018	September 30, 2019	December 31, 2018
	----- Rupees in '000 -----					
Loans, cash credits, running finances, etc.	18,864,837	20,594,638	611,268	592,529	19,476,105	21,187,167
Islamic financing and related assets	651,077	742,470	-	-	651,077	742,470
Advances - gross	19,515,914	21,337,108	611,268	592,529	20,127,182	21,929,637
Provision against advances						
- Specific	-	-	370,713	309,684	370,713	309,684
- General	8,671	5,372	-	-	8,671	5,372
	8,671	5,372	370,713	309,684	379,384	315,056
Advances - net of provision	19,507,243	21,331,736	240,555	282,845	19,747,798	21,614,581

(Audited)
September 30, 2019 December 31, 2018
----- Rupees in '000 -----

10.1 Particulars of advances (gross)

In local currency	20,127,182	21,929,637
In foreign currencies	-	-
	20,127,182	21,929,637

10.2 Advances include Rs. 611.268 million (2018: Rs. 592.529 million) which have been placed under the non-performing status as detailed below:

Category of classification	Note	(Audited)			
		September 30, 2019		December 31, 2018	
		Non Performing Loans	Provision	Non Performing Loans	Provision
		----- Rupees in '000 -----			
Domestic					
Other Assets Especially Mentioned	10.2.1	22,186	2,219	12,451	1,245
Substandard		11,628	2,908	-	-
Doubtful		7,840	3,921	81,477	29,739
Loss		569,614	361,665	498,601	278,700
Total		611,268	370,713	592,529	309,684

10.2.1 The 'Other Assets Especially Mentioned' category pertains to small enterprise finance.

10.3 Particulars of provision against advances

	(Audited)					
	September 30, 2019			December 31, 2018		
	Specific	General	Total	Specific	General	Total
	----- Rupees in '000 -----					
Opening balance	309,684	5,372	315,056	287,826	1,408	289,234
Charge for the year	69,916	3,299	73,215	193,853	5,212	199,065
Reversals	(8,887)	-	(8,887)	(171,995)	(1,248)	(173,243)
	61,029	3,299	64,328	21,858	3,964	25,822
Amounts written off	-	-	-	-	-	-
Closing balance	370,713	8,671	379,384	309,684	5,372	315,056

10.3.2 The Company has availed the benefit of Forced Sale Value (FSV) of certain mortgaged properties held as collateral against non-performing advances as allowed under BSD Circular 1 of 2011. Had the benefit under the said circular not been taken, the specific provision against non-performing advances would have been higher by Rs. 207.943 million (December 31, 2018: Rs. 230.901 million). The FSV benefit availed - net of tax is not available for the distribution as either cash or stock dividend to the shareholders.

		September 2019	(Audited) December 31, 2018
	Note	----- Rupees in '000 -----	
11	FIXED ASSETS		
	Property and equipment	50,694	23,949
	Capital work-in-progress	-	4,528
	Right-of-use assets	114,959	-
		<u>165,653</u>	<u>28,477</u>
11.1	Capital work-in-progress		
	Advance against purchase of motor vehicle	-	4,528
11.2	These represent right-of-use assets recognised due to adoption of IFRS 16 .		
12	INTANGIBLE ASSETS		
	Computer Software	14,162	5,402
	Capital work-in-progress	1,469	1,469
		<u>15,631</u>	<u>6,871</u>
12.1	Capital work-in-progress		
	Software	1,469	1,469
13	DEFERRED TAX ASSETS		
	Deductible temporary differences on		
	- Post retirement employee benefits	671	671
	- Provision for diminution in the value of investments	172,489	99,035
	- Provision against advances, other assets, etc.	96,301	91,367
	- Deficit on revaluation of investments	175,741	173,146
	- Preliminary expenses	-	2,053
	- Excess of minimum tax and ACT over corporate tax	-	588
	- Lease liability on right-of-use assets	40,546	-
	- Provision for bonus	2,810	9,926
		<u>488,558</u>	<u>376,786</u>
	Taxable temporary differences on		
	- Accelerated tax depreciation	(36,758)	(3,949)
	- Net investment in finance lease	(29,988)	2,578
	- Unrealized gain on revaluation of HFT investments	(19)	-
	- Amortization of discount on investments	(7,533)	(60,707)
		<u>(74,298)</u>	<u>(62,078)</u>
		<u>414,260</u>	<u>314,708</u>
14	OTHER ASSETS		
	Income/ mark-up accrued in local currency	731,728	926,168
	Advances, deposits, advance rent and other prepayments	19,593	79,458
	Advance taxation (payments less provisions)	445,200	277,473
	Advance against subscription of term finance certificates	-	350,000
	Receivable against sale of shares	160,588	164,044
	Receivable against advisory fee	100,714	70,291
	Non-banking asset acquired in satisfaction of claims	294,235	28,525
	Dividend receivable	7,574	5,593
	Others	-	-
		<u>1,759,632</u>	<u>1,901,552</u>
	Less: Provision held against other assets	-	-
		<u>1,759,632</u>	<u>1,901,552</u>
14.1	This denotes investments of Rs. 300 million and Rs. 50 million made in the pre-IPO of Term Finance Certificates issued by United Bank Limited and Dubai Islamic Bank Pakistan Limited respectively.		
14.2	Non-banking asset acquired in satisfaction of claims		
	Opening balance	28,525	-
	Additions during the year	265,710	28,525
	Disposals during the year	-	-
	Closing balance	<u>294,235</u>	<u>28,525</u>

15	BORROWINGS	Note	(Audited)	
			September 30, 2019	December 31, 2018
			----- Rupees in '000 -----	
	Secured			
	Borrowings from State Bank of Pakistan			
	- Long-Term Finance Facility (LTFF) scheme	15.1	4,983,284	5,347,670
	- Power Plants Using Renewable Energy (PPRE) scheme		159,822	183,156
	- Finance for Storage of Agriculture Produce (FSAP) scheme		256,614	320,981
	- Working capital scheme		2,000	-
			5,401,720	5,851,807
	Repurchase agreement borrowings	15.2	13,608,170	4,954,100
	Borrowings from banks	15.3	26,608,021	16,301,946
	Total secured		45,617,911	27,107,853
	Unsecured			
	Letters of placement:			
	- Others	15.4	2,302,414	9,199,346
			47,920,325	36,307,199

15.1 The Company has entered into agreements for financing with the SBP for Long-Term Financing under Export Oriented Projects to customers. According to the terms of the respective agreements, the SBP has the right to receive the outstanding amount from the Company at the due date by directly debiting the current account maintained by the Company with SBP. The rate of return ranges from 2.00% to 8.40% per annum (2018: 2.00% to 8.40% per annum). These are secured against demand promissory notes and are repayable within 9 years (2018: 10 years).

15.2 These represent borrowings from various financial institutions at mark-up rates ranging from 13.60% to 13.75% per annum (2018: 5.49% to 10.51% per annum). Pakistan Investment Bonds having a face value of Rs. 2,850 million (2018: Rs. 5,000 million) and Treasury Bills having face value of Rs. 11,900 million (December 31, 2018: Nil) have been given as collateral against these borrowings.

15.3 These carry mark-up at rates ranging from 13.02% to 14.41% per annum (2018: 6.09% to 10.94% per annum) and are repayable within 4 year (2018: 5 years). These are secured against hypothecation of receivables and floating charge over term finance certificates and Pakistan Investment Bonds having a face value of Rs. 740 million (2018: 740 million) and Rs. 16,701 million (2018: Rs. 12,122 million) respectively.

15.4 These carry mark-up at rates ranging from 13.40% to 14.00% per annum (2018: 10.50% to 11.30% per annum) and are repayable within 4 months (2018: 2 months).

16 DEPOSITS AND OTHER ACCOUNTS

	September 30, 2019			December 31, 2018		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	----- Rupees in '000 -----					
Customers						
- Certificate of investments (COIs)	100,000	-	100,000	725,403	-	725,403
Financial Institutions						
- Certificate of investments (COIs)	-	-	-	-	-	-
	100,000	-	100,000	725,403	-	725,403

17	OTHER LIABILITIES	(Audited)	
		September 30, 2019	December 31, 2018
		----- Rupees in '000 -----	
	Mark-up / return / interest payable in local currency	835,308	279,907
	Unearned commission and income on bills discounted	22,426	25,976
	Accrued expenses	41,430	78,335
	Brokerage / commission payable	3,315	1,613
	Payable against purchase of shares	236,091	362,031
	Security deposits against advances	608,345	511,534
	Provision for Sindh Worker's Welfare Fund	107,947	103,466
	Payable to defined benefit plan - related party	12,331	261
	Lease liability against reight-of-use asset	96,045	-
	Sales tax payable on modaraba management fee	-	5,515
	Dividend payable	316	155
	Others	64,968	15,123
		2,028,522	1,383,916

	Note	September 2019	(Audited) December 2018
----- Rupees in '000 -----			
18 DEFICIT ON REVALUATION OF ASSETS			
Deficit on revaluation of			
- Available-for-sale securities	9.1	(618,799)	(846,358)
Deferred tax on deficit on revaluation of:			
- Available-for-sale securities		186,879	173,146
		<u>(431,920)</u>	<u>(673,212)</u>
19 CONTINGENCIES AND COMMITMENTS			
- Guarantees	19.1	602,446	765,541
- Commitments	19.2	34,868,138	7,246,111
- Other contingent liabilities	19.3	-	-
		<u>35,470,584</u>	<u>8,011,652</u>
19.1 Guarantees			
Financial guarantees		<u>602,446</u>	<u>765,541</u>
19.2 Commitments			
Documentary credits and short-term trade-related transactions			
- letters of credit		783,850	335,802
Commitments in respect of:			
- government securities	19.2.1	-	-
- repo transactions	19.2.2	14,352,802	5,004,044
- forward lendings	19.2.3	19,731,486	1,906,265
		<u>34,868,138</u>	<u>7,246,111</u>
19.2.1 Commitments in respect of government securities			
Sale		<u>-</u>	<u>-</u>
19.2.2 Commitments in respect of repo transactions			
Repurchase of government securities		<u>14,352,802</u>	<u>5,004,044</u>
19.2.3 Commitments in respect of forward lendings			
Forward repurchase agreement lending		17,870,508	-
Undrawn formal standby facilities, credit lines and other commitments to lend		1,860,978	1,906,265
		<u>19,731,486</u>	<u>1,906,265</u>

These represent commitments that are irrevocable because they cannot be withdrawn at the discretion of the Company without the risk of incurring significant penalty or expense.

19.3 Other contingent liabilities

- 19.3.1** In 2009, Burj Bank Limited (formerly Dawood Islamic Bank Limited) filed a legal suit amounting to Rs 200 million for damages against the Company for alleged non-performance of underwriting commitment in respect of issue of shares at a premium. The legal advisors of the Company are of the opinion that the Company has a strong case and that the matter will most likely be decided in favour of the Company.

	Note	September 30, September 30 2019 2018 ----- Rupees in '000 -----	
20	MARK-UP / RETURN / INTEREST EARNED		
	On:		
	a) Loans and advances	1,581,729	987,249
	b) Investments	1,915,367	620,732
	c) Lendings to financial institutions	152,141	66,584
	d) Sub-lease of premises	1,036	-
	d) Balances with banks	22,765	15,274
		<u>3,673,038</u>	<u>1,689,839</u>
21	MARK-UP / RETURN / INTEREST EXPENSED		
	Deposits	108,004	148,720
	Interest expense on lease liability	8,229	-
	Borrowings	2,791,932	869,407
		<u>2,908,165</u>	<u>1,018,127</u>
22	FEE AND COMMISSION INCOME		
	Advisory / arrangement fee	66,920	122,052
	Processing fee income	1,105	5,217
	Commitment fee	10,778	1,092
	Commission on letters of credit	-	3,703
	Trustee fee	40,989	34,619
	Front end fee	1,235	1,089
		<u>121,027</u>	<u>167,772</u>
23	(LOSS) / GAIN ON SECURITIES		
	Realised	(466,803)	4,861
	Unrealised - held for trading	6,098	(17,860)
		<u>(460,705)</u>	<u>(12,999)</u>
23.1	Realised (loss) / gain on:		
	Federal government securities	63,336	(5,998)
	Shares	(530,779)	10,804
	Non-government debt securities	640	55
		<u>(466,803)</u>	<u>4,861</u>
24	OTHER INCOME		
	Rent on property	4,925	150
	Gain on sale of fixed assets - net	1,790	27
	Others	1,336	51
		<u>8,051</u>	<u>228</u>

		September 30, September 30,	
		2019	2018
		----- Rupees in '000 -----	
25	OPERATING EXPENSES		
	Total compensation expense	192,329	192,162
	Property expense		
	Rent and taxes	1,792	26,477
	Insurance	3,363	5,103
	Security	1,214	1,073
	Utilities cost	2,639	3,150
	Repairs and maintenance (including janitorial charges)	4,662	3,701
	Depreciation	880	170
		14,550	39,674
	Information technology expenses		
	Software maintenance	6,603	4,361
	Hardware maintenance	2,253	603
	Depreciation	2,652	2,587
	Amortisation	4,957	980
		16,465	8,531
	Other operating expenses		
	Directors' fees and allowances	5,571	3,342
	Fees and subscription	2,410	1,549
	Legal and professional charges	12,732	13,886
	Outsourced services costs	12,049	11,365
	Travelling and conveyance	25,069	24,973
	Brokerage commission	6,939	6,969
	Depreciation	30,573	5,870
	Training and development	512	499
	Postage and courier charges	274	324
	Communication	3,962	2,386
	Stationery and printing	1,505	2,732
	Marketing, advertisement and publicity	976	695
	Donations	-	1,540
	Auditors' remuneration	1,772	4,942
	Others	7,964	9,088
		112,308	90,160
		<u>335,652</u>	<u>330,527</u>
26	PROVISION FOR SINDH WORKERS' WELFARE FUND		
	Provision for Sindh Workers' Welfare Fund	<u>4,636</u>	<u>902</u>

	Note	September 30, 2019	September 30, 2018
----- Rupees in '000 -----			
27	PROVISIONS AND WRITE OFFS - NET		
	Provision for diminution in value of investments - net	9.2	(97,603)
	Provisions against loans and advances	10.3	64,328
	Other provisions / write offs		-
		<u>(33,275)</u>	<u>302,912</u>
28	TAXATION		
	Current		177,288
	Prior years		-
	Deferred		(99,551)
			<u>77,737</u>
			<u>126,019</u>
			<u>31,000</u>
			<u>(58,982)</u>
			<u>98,037</u>
29	BASIC EARNINGS PER SHARE		
	Profit for the year		<u>76,834</u>
			<u>117,697</u>
	Weighted average number of ordinary shares		<u>600,000</u>
			<u>600,000</u>
	Basic earnings per share		<u>0.13</u>
			<u>0.20</u>

29.1 Diluted earnings per share

Diluted earnings per share has not been presented separately as the Company does not have any convertible instruments in issue.

30 FAIR VALUE MEASUREMENT

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

The fair value of unquoted debt securities, fixed term loans, other assets, other liabilities, fixed term deposits and borrowings cannot be calculated with sufficient reliability due to the absence of a current and active market for these assets and liabilities and reliable data regarding market rates for similar instruments.

30.1 Fair value of financial assets

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 assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

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

Valuation techniques and inputs used in determination of fair values

Item	Valuation techniques and input used
Fully paid-up ordinary shares	Fair values of investments in listed equity securities are valued on the basis of closing quoted market prices available at the stock exchange.
Pakistan Investment Bonds / Market Treasury Bills	Fair values of Pakistan Investment Bonds and Treasury Bills are derived using the PKRV rates (Reuters page).
Term finance / sukuks certificates	Investments in listed debt securities (comprising term finance certificates, bonds, sukuk certificates and any other security issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital) are valued on the basis of the prices announced by the Pakistan Stock Exchange Limited.
Units of mutual funds	Fair values of investments in units of mutual funds are determined based on redemption prices as at the close of the business day.

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:

June 30, 2019				
Carrying / notional value	Level 1	Level 2	Level 3	Total

----- Rupees in '000 -----

On balance sheet financial instruments

Financial assets - measured at fair value

Investments

Federal government securities	23,419,702	-	23,419,702	-	23,419,702
Shares	1,463,446	1,463,446	-	-	1,463,446
Non-Government debt securities	2,564,369	-	2,564,369	-	2,564,369
Units of mutual funds	722,359	722,359	-	-	722,359

Off-balance sheet financial instruments - measured at fair value

Commitments in respect of repo transactions	14,352,802	-	14,352,802	-	14,352,802
Commitments in respect of forward lendings	19,731,486	-	19,731,486	-	19,731,486

Audited December 31, 2018				
Carrying / notional value	Level 1	Level 2	Level 3	Total

----- Rupees in '000 -----

On balance sheet financial instruments

Financial assets - measured at fair value

Investments

Federal government securities	19,491,541	-	19,491,541	-	19,491,541
Shares	1,514,207	1,514,207	-	-	1,514,207
Non-Government debt securities	2,406,173	-	2,406,173	-	2,406,173
Units of mutual funds	677,643	677,643	-	-	677,643

Off-balance sheet financial instruments - measured at fair value

Commitments in respect of repo transactions	5,004,044	-	5,004,044	-	5,004,044
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September 30, 2019				
Corporate finance	Trading and sales	Commercial banking	Total	
Profit and Loss Account				
Net mark-up / return / profit	-	401,830	363,043	764,873
Non mark-up / return / interest income	142,740	(446,029)	-	(303,289)
Total income	142,740	(44,199)	363,043	461,584
Segment direct expenses	57,058	134,721	148,510	340,289
Total expenses	57,058	134,721	148,510	340,289
Provisions	-	(95,176)	61,900	(33,276)
Profit before tax	85,682	(83,744)	152,633	154,571
Statement of Financial Position				
Cash and bank balances	-	185,306	315,898	501,204
Lendings to financial institutions	-	9,065,099	-	9,065,099
Investments	-	28,462,272	-	28,462,272
Advances - performing	-	432,911	18,703,621	19,136,532
- non-performing	-	30,461	580,807	611,268
Others	7,141	1,255,207	1,092,825	2,355,173
Total assets	7,141	39,431,256	20,693,151	60,131,548
Borrowings	-	32,787,507	15,132,818	47,920,325
Deposits and other accounts	-	68,803	31,197	100,000
Others	-	1,198,878	829,645	2,028,523
Total liabilities	-	34,055,188	15,993,660	50,048,848
Equity	7,141	5,376,068	4,699,491	10,082,700
Total equity and liabilities	7,141	39,431,256	20,693,151	60,131,548
Contingencies and commitments	-	32,223,310	3,247,274	35,470,584

September 30, 2018				
Corporate finance	Trading and sales	Commercial banking	Total	
Profit and Loss Account				
Net mark-up / return / profit	-	279,280	392,432	671,712
Non mark-up / return / interest income	167,772	10,591	-	178,363
Total income	167,772	289,871	392,432	850,075
Segment direct expenses	65,411	113,015	153,002	331,428
Total expenses	65,411	113,015	153,002	331,428
Provisions	-	53,184	249,728	302,912
Profit before tax	102,361	123,672	(10,298)	215,735

December 31, 2018				
Corporate finance	Trading and sales	Commercial banking	Total	
Statement of Financial Position				
Cash and bank balances	-	305,512	140,948	446,460
Investments	-	24,113,564	-	24,113,564
Lendings to financial institutions	-	-	54,879	54,879
Advances - performing	-	1,140,880	20,190,856	21,331,736
- non-performing	-	11,304	271,541	282,845
Others	-	715,181	1,536,427	2,251,608
Total assets	-	26,286,441	22,194,651	48,481,092
Borrowings	-	18,579,125	17,728,074	36,307,199
Deposits and other accounts	-	365,335	360,068	725,403
Others	-	653,091	730,825	1,383,916
Total liabilities	-	19,597,551	18,818,967	38,416,518
Equity	-	6,688,890	3,375,684	10,064,574
Total equity and liabilities	-	26,286,441	22,194,651	48,481,092
Contingencies and commitments	-	5,004,044	3,007,608	8,011,652

32 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 state controlled entities.

There are no transactions with key management personnel other than those carried out as per their terms of employment. Contributions to approved defined benefit and contribution plans are made in accordance with the actuarial valuations / terms of scheme. Transactions with owners have been disclosed in 'Consolidated Statement of Changes in Equity'. All other transactions between the Company and its related parties are carried out under normal course of business except employee staff loans that are as per terms of employment.

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

	September 30, 2019			December 31, 2018		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
----- (Rupees in '000) -----						
Advances						
Opening balance	-	74,920	-	-	52,409	-
Addition during the year	-	4,852	-	-	37,302	-
Repaid during the year	-	(20,042)	-	-	(14,791)	-
Transfer in / (out) - net	-	30,483	-	-	-	-
Closing balance	-	90,213	-	-	74,920	-
Borrowings						
Opening balance	-	-	14,346	-	-	-
Borrowings during the year	-	-	204,788	-	-	428,564
Settled during the year	-	-	(212,538)	-	-	(414,218)
Transfer in / (out) - net	-	-	-	-	-	-
Closing balance	-	-	6,596	-	-	14,346
			(32,866)			
Other Liabilities						
Interest / mark-up payable	-	-	10	-	-	114
Other liabilities	-	-	17,249	-	-	7,415
	-	-	17,259	-	-	7,529

	September 30, 2019			September 30, 2018		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
----- (Rupees in '000) -----						
Income						
Mark-up / return / interest earned	-	4,244	-	-	3,869	-
Expense						
Mark-up / return / interest paid	-	-	1,783	-	-	1,738
Operating expenses	5,171	127,316	-	3,206	105,974	-
Reimbursement of expenses	-	8,442	-	-	9,372	-

33 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	September 30, 2019	(Audited) December 31, 2018
	----- Rupees in '000 -----	
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	6,000,000	6,000,000
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	8,055,934	8,452,473
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	8,055,934	8,452,473
Eligible Tier 2 Capital	-	-
Total Eligible Capital (Tier 1 + Tier 2)	8,055,934	8,452,473
Risk Weighted Assets (RWAs):		
Credit Risk	22,293,232	22,838,316
Market Risk	4,839,078	4,383,671
Operational Risk	1,745,474	1,745,474
Total	28,877,784	28,967,461
Common Equity Tier 1 Capital Adequacy ratio	27.90%	29.18%
Tier 1 Capital Adequacy Ratio	27.90%	29.18%
Total Capital Adequacy Ratio	27.90%	29.18%
Leverage Ratio (LR):		
Eligible Tier-1 Capital	8,055,934	8,452,473
Total Exposures	63,150,064	49,873,091
Leverage Ratio - percentage	12.76%	16.95%
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	3,064,687	5,625,751
Total Net Cash Outflow	3,970,511	8,561,213
Liquidity Coverage Ratio - percentage	77.19%	65.71%
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	24,951,757	19,869,638
Total Required Stable Funding	22,604,430	21,364,065
Net Stable Funding Ratio - percentage	110.38%	93.00%

34 GENERAL

- 34.1** Figures in these consolidated financial statements have been rounded off to the nearest thousand Rupees unless otherwise stated.
- 34.2** Comparative information has been re-classified, re-arranged or additionally incorporated in these unconsolidated financial statements, wherever necessary, to facilitate comparison and better presentation.

35 DATE OF AUTHORISATION FOR ISSUE

These consolidated financial statements were authorised for issue on **October 28, 2019** by the Board of Directors of the Holding Company.

President/Chief Executive

Chief Financial Officer

Director

Director

Director