



**PAK BRUNEI INVESTMENT COMPANY LTD.**

**FINANCIAL STATEMENTS  
(UN-AUDITED)**

**FOR THE PERIOD ENDED SEPTEMBER 30, 2013**

**PAK BRUNEI INVESTMENT COMPANY LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT SEPTEMBER 30, 2013**

September 30, 2013 (Un-audited) ----- (US \$ in '000') -----	December 31, 2012 (Audited)		September 30, 2013 (Un-audited) ----- (Rupees in '000') -----	December 31, 2012 (Audited)
<b>ASSETS</b>				
609	519	Cash and balances with treasury banks	64,246	54,755
189	2,989	Balances with other banks	19,962	315,314
4,739	-	Lendings to financial institutions	500,000	-
116,372	67,502	Investments - net	12,277,251	7,121,490
47,896	54,749	Advances - net	5,053,006	5,776,014
437	516	Operating fixed assets	46,113	54,476
-	126	Deferred tax assets-net	-	13,302
7,459	6,732	Other assets	786,877	710,260
<b>177,701</b>	<b>133,134</b>		<b>18,747,455</b>	<b>14,045,611</b>
<b>LIABILITIES</b>				
-	-	Bills payable	-	-
93,051	22,911	Borrowings	9,816,863	2,417,139
6,917	26,777	Deposits and other accounts	729,691	2,824,924
-	-	Sub-ordinated loans	-	-
-	-	Liabilities against assets subject to finance lease	-	-
40	-	Deferred tax liabilities-net	4,183	-
2,397	2,114	Other liabilities	252,905	223,013
<b>102,404</b>	<b>51,802</b>		<b>10,803,642</b>	<b>5,465,076</b>
<b>75,297</b>	<b>81,332</b>	<b>NET ASSETS</b>	<b>7,943,813</b>	<b>8,580,535</b>
<b>REPRESENTED BY</b>				
56,872	56,872	Share capital	6,000,000	6,000,000
6,135	5,269	Reserves	647,264	555,884
13,166	19,180	Unappropriated profit	1,389,055	2,023,533
<b>76,174</b>	<b>81,321</b>		<b>8,036,319</b>	<b>8,579,417</b>
(877)	11	Deficit on revaluation of assets - net of tax	(92,506)	1,118
<b>75,297</b>	<b>81,332</b>		<b>7,943,813</b>	<b>8,580,535</b>

**CONTINGENCIES AND COMMITMENTS** 11

The annexed notes 1 to 15 form an integral part of these unconsolidated financial statements.

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

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Director

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Director

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Chairman

**PAK BRUNEI INVESTMENT COMPANY LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT - (UN-AUDITED)**  
**FOR THE QUARTER AND PERIOD ENDED SEPTEMBER 30, 2013**

Period Ended September 30, 2013 ----- (US \$ in '000') -----	Period Ended September 30, 2012		Note	Quarter Ended September 30, 2013	Period Ended September 30, 2013	Quarter Ended September 30, 2012	Period Ended September 30, 2012
				----- (Rupees in '000') -----			
9,384	23,085	Mark-up / Return / Interest earned		330,790	990,023	804,883	2,435,519
6,098	16,926	Mark-up / Return / Interest expensed		260,742	643,331	582,116	1,785,645
3,286	6,160	Net mark-up / Interest income		70,048	346,692	222,767	649,874
(1)	(171)	(Reversal)/Provision against non-performing loans and advances		-	(102)	(80)	(18,013)
224	(185)	Provision for diminution in the value of investments		(268)	23,613	(675)	(19,570)
-	-	Bad debts written off directly		-	-	-	-
223	(356)			(268)	23,511	(755)	(37,583)
3,063	6,516	Net mark-up / interest income after provisions		70,316	323,181	223,522	687,457
<b>NON MARK-UP/ INTEREST INCOME</b>							
242	299	Fee, commission and brokerage income		10,878	25,569	4,121	31,597
2,218	666	Dividend income		91,800	233,948	8,901	70,242
1,858	1,496	Gain on sale of securities		72,634	196,070	89,919	157,872
-	-	Unrealized gain / (loss) on revaluation of investments classified as held for trading		(2,258)	(3,464)	1,440	396
(33)	4			6,400	22,568	499	499
214	5	Other income					
4,499	2,470	Total non-mark-up / interest income		179,454	474,691	104,880	260,606
7,563	8,986			249,770	797,872	328,402	948,063
<b>NON MARK-UP/ INTEREST EXPENSES</b>							
1,532	1,360	Administrative expenses		59,181	161,594	48,014	143,493
-	-	Other provisions / write offs - net		-	-	-	-
-	4	Other charges		-	-	(299)	468
1,532	1,365	Total non-mark-up / interest expenses		59,181	161,594	47,715	143,961
6,031	7,622			190,589	636,278	280,687	804,102
-	-	Extra ordinary/unusual items		-	-	-	-
6,031	7,622	<b>PROFIT BEFORE TAXATION</b>		190,589	636,278	280,687	804,102
1,490	651	Taxation - Current		53,730	157,178	54,099	68,698
-	-	- Prior years		-	-	-	-
210	1,584	- Deferred		-	22,198	-	167,124
1,700	2,235			53,730	179,376	54,099	235,822
4,331	5,387	<b>PROFIT AFTER TAXATION</b>		136,859	456,902	226,588	568,280
19,180	15,133	Unappropriated profit brought forward		2,343,576	2,023,533	1,938,219	1,596,527
23,511	20,519	<b>Profit available for appropriation</b>		2,480,435	2,480,435	2,164,807	2,164,807
0.0072	0.0090	<b>Earnings per share - Basic and diluted (in Rupees)</b>	12	0.23	0.76	0.38	0.95

The annexed notes 1 to 15 form an integral part of these unconsolidated financial statements.

Chief Executive

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, 2013**

<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, 2013</b>	<b>September 30, 2012</b>		<b>September 30, 2013</b>	<b>September 30, 2013</b>	<b>September 30, 2012</b>	<b>September 30, 2012</b>
----- (US \$ in '000') -----			----- (Rupees in '000) -----			
<b>4,331</b>	5,387	Profit after taxation for the period	<b>136,859</b>	<b>456,902</b>	226,588	568,280
-	-	Other comprehensive income	-	-	-	-
<b><u>4,331</u></b>	<b><u>5,387</u></b>	<b>Total comprehensive income for the period</b>	<b><u>136,859</u></b>	<b><u>456,902</u></b>	<b><u>226,588</u></b>	<b><u>568,280</u></b>

Deficit arising 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 15 form an integral part of these unconsolidated financial statements.

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

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**Director**

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**Director**

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**Chairman**

**PAK BRUNEI INVESTMENT COMPANY LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2013**

Period Ended September 30, 2013 ----- (US \$ in '000') -----	Period Ended September 30, 2012		Period Ended September 30, 2013 ----- (Rupees in '000) -----	Period Ended September 30, 2012
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
<b>6,031</b>	7,622	Profit before taxation	<b>636,278</b>	804,102
<b>2,218</b>	666	Less: Dividend Income	<b>233,948</b>	70,242
<b>3,814</b>	6,956		<b>402,330</b>	733,860
Adjustments				
<b>108</b>	58	Depreciation	<b>11,420</b>	6,145
<b>7</b>	7	Amortization	<b>789</b>	750
<b>(1)</b>	(171)	(Reversal)/Provision against Non Performing Loans & Advances	<b>(102)</b>	(18,013)
<b>224</b>	(185)	Provision for diminution in value of investments	<b>23,613</b>	(19,570)
<b>(0.46)</b>	(0.01)	Loss/(Gain) on sale of fixed assets	<b>(49)</b>	(1)
<b>33</b>		Unrealized loss/(Gain) on revaluation of investments-HFT	<b>3,464</b>	
<b>-</b>	(5)	Unrealized loss/(Gain) on interest rate swap contracts	<b>-</b>	(501)
<b>-</b>	1	Unrealized loss/(Gain) on derivative	<b>-</b>	105
<b>371</b>	(295)		<b>39,135</b>	(31,085)
<b>4,185</b>	6,661		<b>441,465</b>	702,775
(Increase) / decrease in operating assets				
<b>(4,739)</b>	5,951	Landings to financial institutions	<b>(500,000)</b>	627,841
<b>(118)</b>	65,523	Held -for-trading securities	<b>(12,451)</b>	6,912,637
<b>6,854</b>	(11,522)	Advances	<b>723,109</b>	(1,215,571)
<b>(293)</b>	502	Other assets (excluding current taxation)	<b>(30,898)</b>	52,936
<b>1,704</b>	60,453		<b>179,760</b>	6,377,843
Increase in operating liabilities				
<b>70,140</b>	(70,875)	Borrowings	<b>7,399,724</b>	(7,477,306)
<b>(19,860)</b>	17,174	Deposits and other accounts	<b>(2,095,233)</b>	1,811,865
<b>283</b>	(157)	Other liabilities (excluding current taxation)	<b>29,890</b>	(16,604)
<b>50,563</b>	(53,858)		<b>5,334,381</b>	(5,682,045)
<b>56,451</b>	13,257		<b>5,955,606</b>	1,398,573
<b>-</b>	-	Financial charges paid	<b>-</b>	-
<b>(2,433)</b>	(2,899)	Income tax paid	<b>(256,702)</b>	(305,842)
<b>54,018</b>	10,358	Net cash from operating activities	<b>5,698,904</b>	1,092,731
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
<b>(51,753)</b>	(14,709)	Net investments in available-for-sale securities	<b>(5,459,951)</b>	(1,551,786)
<b>1,813</b>	(10)	Net investments in held-to-maturity securities	<b>191,230</b>	(1,052)
<b>2,728</b>	861	Dividend income received	<b>287,753</b>	90,881
<b>(37)</b>	(226)	Investments in operating fixed assets	<b>(3,927)</b>	(23,838)
<b>1</b>	1	Proceeds from disposal of fixed assets	<b>130</b>	58
<b>(47,249)</b>	(14,083)	Net cash used in investing activities	<b>(4,984,765)</b>	(1,485,737)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
<b>-</b>	-	Payments of lease obligations	<b>-</b>	-
<b>(9,479)</b>	(1,896)	Payment of dividend	<b>(1,000,000)</b>	(200,000)
<b>-</b>	-	Proceeds from issue of share capital	<b>-</b>	-
<b>(9,479)</b>	(1,896)	Net cash flows from financing activities	<b>(1,000,000)</b>	(200,000)
<b>(2,710)</b>	(5,621)	<b>Increase/(Decrease) in cash and cash equivalents</b>	<b>(285,861)</b>	(593,006)
<b>3,508</b>	6,975	Cash and cash equivalents at beginning of the period	<b>370,069</b>	735,892
<b>798</b>	1,354	Cash and cash equivalents at the end of the period	<b>84,208</b>	142,886

The annexed notes 1 to 15 form an integral part of these unconsolidated financial statements.

Chief Executive

Director

Director

Chairman

**PAK BRUNEI INVESTMENT COMPANY LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY - (UN-AUDITED)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2013**

	Share capital	Statutory reserve	Unappropriated profit	Total
	----- (Rupees in '000) -----			
Balance as at January 01, 2012	6,000,000	399,132	1,596,527	7,995,659
<b>Comprehensive income:</b>				
Profit after taxation for the period ended September 30, 2012	-	-	568,280	568,280
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	568,280	568,280
Transfer to statutory reserve		113,656	(113,656)	-
Final cash dividend for the year ended December 31, 2011 declared subsequent to the year end at Rs.0.33 per share			(200,000)	(200,000)
<b>Balance as at September 30, 2012</b>	<b>6,000,000</b>	<b>512,788</b>	<b>1,851,151</b>	<b>8,363,939</b>
Balance as at October 01, 2012	6,000,000	512,788	1,851,151	8,363,939
<b>Comprehensive income:</b>				
Profit after taxation for the period ended December 31, 2012	-	-	215,478	215,478
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	215,478	215,478
Transfer to statutory reserve	-	43,096	(43,096)	-
<b>Balance as at December 31, 2012</b>	<b>6,000,000</b>	<b>555,884</b>	<b>2,023,533</b>	<b>8,579,417</b>
Balance as at January 01, 2013	6,000,000	555,884	2,023,533	8,579,417
<b>Comprehensive income:</b>				
Profit after taxation for the period ended September 30, 2013	-	-	456,902	456,902
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	456,902	456,902
Transfer to statutory reserve		91,380	(91,380)	-
Final cash dividend for the year ended December 31, 2012 declared subsequent to the year end at Rs.1.67 per share			(1,000,000)	(1,000,000)
<b>Balance as at September 30, 2013</b>	<b>6,000,000</b>	<b>647,264</b>	<b>1,389,055</b>	<b>8,036,319</b>

The annexed notes 1 to 15 form an integral part of these unconsolidated financial statements.

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

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

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**Director**

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**Chairman**

**PAK BRUNEI INVESTMENT COMPANY LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2013**

**1. STATUS AND NATURE OF BUSINESS**

Pak Brunei Investment Company Limited (the Company) was incorporated in Pakistan as an un-listed public limited company under the 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 and the Brunei Investment Agency. The Company's objective interalia includes making investments in the industrial and agri based industrial fields in Pakistan on commercial basis through carrying out of industrial and agri 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 Company is situated at Horizon Vista, Plot No. Commercial-10, Block-4, Scheme-5, Clifton, Karachi, Pakistan.

**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. 105.50 to US Dollars has been used for both 2012 and 2013, as it was the prevalent rate as on September 30, 2013.

**2.3 Separate financial statements**

These unconsolidated financial statements are separate financial statements of Pak Brunei Investment Company Limited in which the investments in subsidiary are accounted for at cost and hence not on the basis of reported results and net assets of the investee.

**3. STATEMENT OF COMPLIANCE**

**3.1** These unconsolidated condensed interim financial statements of the Company for the period ended September 30, 2012 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 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, 2012.



#### 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, 2012.

#### 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, 2012.

	<b>September 30, 2013 (Un-audited)</b>	<b>December 31, 2012 (Audited)</b>
<b>Note</b>	----- <b>(Rupees in '000)</b> -----	-----

#### 7. LENDINGS TO FINANCIAL INSTITUTIONS

Repurchase agreement lendings	7.2	<b>500,000</b>	-
Term deposit receipts (TDRs)		-	-
		<u><b>500,000</b></u>	<u>-</u>

**7.1** All lendings of the Company are in local currency.

**7.2** These are short-term lendings to financial institution against government securities. This carry mark-up at the rate of 9.15% (December 31, 2012: NIL) per annum and maturing in 7 days (December 31, 2012 : NIL)

## 8. INVESTMENTS

		<b>Held by Bank</b>	<b>Given as collateral</b>	<b>Total</b>
.....Rupees in '000' .....				
Current period (September 30, 2013) - Un-audited	8.1	<u><b>9,897,709</b></u>	<u><b>2,379,542</b></u>	<u><b>12,277,251</b></u>
Prior year - Audited (December 31, 2012)	8.1	<u>7,121,490</u>	<u>-</u>	<u>7,121,490</u>
Prior year corresponding period - Un-Audited (September 30, 2012)		<u>7,310,570</u>	<u>13,218,163</u>	<u>20,528,733</u>

September 30, 2013 (Un-audited)			December 31, 2012 (Audited)		
Held by the Company	Given as collateral	Total	Held by the Company	Given as collateral	Total
----- (Rupees in '000) -----			----- (Rupees in '000) -----		

### 8.1 Investments by type:

#### Held-for-trading securities

Market Treasury Bills	-	-	-	-	-	-
Pakistan Investment Bonds	-	-	-	-	-	-
Ordinary shares of listed companies	<b>12,451</b>	-	<b>12,451</b>	-	-	-
	<b>12,451</b>	-	<b>12,451</b>	-	-	-

#### Available- for- sale securities

Market Treasury Bills	<b>913,520</b>	<b>1,785,053</b>	<b>2,698,573</b>	880,117	-	880,117
Pakistan Investment Bonds	<b>408,288</b>	<b>506,453</b>	<b>914,741</b>	-	-	-
Ordinary shares of listed companies	<b>682,057</b>	-	<b>682,057</b>	319,707	-	319,707
Ordinary shares of unlisted companies	<b>124,670</b>	-	<b>124,670</b>	121,375	-	121,375
Term Finance Certificates and SUKUK	<b>2,150,478</b>	<b>95,796</b>	<b>2,246,274</b>	2,511,797	-	2,511,797
Mutual funds	<b>28,835</b>	-	<b>28,835</b>	28,835	-	28,835
Preference shares	<b>95,510</b>	-	<b>95,510</b>	85,625	-	85,625
	<b>4,403,358</b>	<b>2,387,302</b>	<b>6,790,660</b>	3,947,456	-	3,947,456

#### Held- to- maturity securities

Term Finance Certificates and SUKUK	-	-	-	191,230	-	191,230
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#### Investment in associates

	<b>5,581,240</b>	-	<b>5,581,240</b>	2,991,134	-	2,991,134
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#### Investment in subsidiary

	<b>250,000</b>	-	<b>250,000</b>	250,000	-	250,000
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#### Investment at cost

	<b>10,247,049</b>	<b>2,387,302</b>	<b>12,634,351</b>	7,379,820	-	7,379,820
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#### Less: Provision for diminution in value of Investments

	<b>(259,787)</b>	-	<b>(259,787)</b>	(262,815)	-	(262,815)
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#### Investments (net of provisions)

	<b>9,987,262</b>	<b>2,387,302</b>	<b>12,374,564</b>	7,117,005	-	7,117,005
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#### Surplus/(Deficit) on revaluation of held-for-trading securities

	<b>(3,464)</b>	-	<b>(3,464)</b>	-	-	-
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#### Surplus/(Deficit) on revaluation of available-for-sale securities

	<b>(86,089)</b>	<b>(7,760)</b>	<b>(93,849)</b>	4,485	-	4,485
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#### Total investments (Net of Provision)

	<b>9,897,709</b>	<b>2,379,542</b>	<b>12,277,251</b>	7,121,490	-	7,121,490
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**September 30,**    December 31,  
**2013**                    2012  
(Un-audited)        (Audited)  
----- (Rupees in '000) -----

**9. ADVANCES**

Loans, cash credits, running finances, etc. in Pakistan	3,727,306	4,292,836
LTFF scheme under State Bank of Pakistan	830,440	936,165
Margin financing - In Pakistan	-	-
Net investment in finance lease - inPakistan	497,797	549,651
	<b>5,055,543</b>	<b>5,778,652</b>
Advances - gross	(2,537)	(2,638)
Less: Provision for non-performing advances - specific	-	-
Provision for non-performing advances - general	(2,537)	(2,638)
	<b>5,053,006</b>	<b>5,776,014</b>
Advances - net of provision	<b>5,053,006</b>	<b>5,776,014</b>

**9.1** Advances include Rs. 2.537 million (December 31, 2012 : Rs. 2.638 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) -----				
Substandard	-	-	-	-	-
Doubtful	-	-	-	-	-
Loss	2,537	-	2,537	2,537	2,537
	<b>2,537</b>	<b>-</b>	<b>2,537</b>	<b>2,537</b>	<b>2,537</b>
	<b>2,537</b>	<b>-</b>	<b>2,537</b>	<b>2,537</b>	<b>2,537</b>

**9.2 Movement of Provision**

	September 30, 2013			December 31, 2012		
	Specific	General	Total	Specific	General	Total
	----- (Rupees in '000) -----					
Opening balance	2,638	-	2,638	1,723	18,989	20,712
Charge for the period	-	-	-	1,268	-	1,268
Reversals	(101)	-	(101)	(353)	(18,989)	(19,342)
Closing Balance	<b>2,537</b>	<b>-</b>	<b>2,537</b>	<b>2,638</b>	<b>-</b>	<b>2,638</b>
	<b>2,537</b>	<b>-</b>	<b>2,537</b>	<b>2,638</b>	<b>-</b>	<b>2,638</b>

**10. SHARE CAPITAL**

**Authorized Capital**

600,000,000 (2011: 600,000,000) Ordinary shares of Rs. 10 each

**September 30,**    December 31,  
**2013**                    2012  
(Un-audited)        (Audited)  
----- (Rupees in '000) -----

**6,000,000**        6,000,000

**Issued, subscribed and paid up Capital**

600,000,000 (2011: 600,000,000) Ordinary shares of Rs. 10  
each fully paid in cash

**6,000,000**        6,000,000

September 30, December 31,  
2013 2012  
(Un-audited) (Audited)  
----- (Rupees in '000) -----

## 11. CONTINGENCIES AND COMMITMENTS

### 11.1 Transaction-related Contingent liability

Standby letter of credit

152,293      152,293

### 11.2 Commitments to extend credit

558,444      716,013

### 11.3 Commitments for trading in government securities

Purchases (reverse repo)

505,891      -

Sale (repo)

2,280,349      -

### 11.4 Other Contingencies

**11.4.1** In the year 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 to subscribe shares at a premium. Legal advisors of the Company are of the opinion that the possibility of the Company being subject to any liability in relation to the suit is negligible.

**11.4.2** There has been no change in the status of tax contingencies and contingency relating to WWF as disclosed in last annual audited financial statements for the year ended December 31, 2012.

## 12. BASIC AND DILUTED EARNINGS PER SHARE

	Quarter Ended September 30, 2013 (Un-audited)	Period Ended September 30, 2013 (Un-audited)	Quarter Ended September 30, 2012 (Un-audited)	Period Ended September 30, 2012 (Un-audited)
Profit after taxation for the period attributable to ordinary shareholders (Rupees in '000)	<u>136,859</u>	<u>456,902</u>	<u>226,588</u>	<u>568,280</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>0.23</u>	<u>0.76</u>	<u>0.38</u>	<u>0.95</u>

### 13. RELATED PARTY TRANSACTIONS

The Company has related party relationship with:

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

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

	For the period ended September 30, 2013 (Un-audited)				For the year ended December 31, 2012 (Audited)			
	Key management personnel	Other related parties	Subsidiary	Associates	Key management personnel	Other related parties	Subsidiary	Associates
----- (Rupees in '000) -----								
<b>Advances</b>								
At beginning of the period / year	15,520	701,671	-	-	23,286	474,000	-	-
Addition during the period / year	617	87,570	-	-	-	-	-	-
Given during the period / year	13,530	-	-	-	8,634	300,000	-	-
Transfer	-	-	-	-	(8,106)	8,106	-	-
Deleted during the period / year	(1,949)	(300,000)	-	-	-	-	-	-
Repaid during the period / year	(2,533)	(70,806)	-	-	(8,294)	(80,435)	-	-
At end of the period / year	<b>25,185</b>	<b>418,435</b>	-	-	15,520	701,671	-	-
<b>Investments</b>								
At beginning of the period / year	-	94,975	250,000	2,991,134	-	15,000	250,000	-
Addition during the period / year	-	344,554	-	-	-	-	-	-
Investments made during the period / year	-	244,348	-	6,274,985	-	98,437	-	3,975,000
Transfer	-	-	-	-	-	(15,000)	-	-
Redemption during the period / year	-	(214,139)	-	(3,755,025)	-	(3,462)	-	(983,866)
At end of the period / year	-	<b>469,738</b>	<b>250,000</b>	<b>5,511,094</b>	-	94,975	250,000	2,991,134
<b>Borrowing</b>								
At beginning of the period / year	-	-	-	-	-	-	-	-
Taken during the period / year	-	-	-	2,740,000	-	-	-	500,000
Repaid during the period / year	-	-	-	(1,940,000)	-	-	-	(500,000)
At end of the period / year	-	-	-	<b>800,000</b>	-	-	-	-

	For the period ended September 30, 2013 (Un-audited)				For the period ended September 30, 2012 (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	<u>468</u>	<u>103,925</u>	<u>-</u>	<u>-</u>	<u>530</u>	<u>51,501</u>	<u>-</u>	<u>-</u>
Mark-up / return / interest expensed	<u>-</u>	<u>20,332</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,342</u>	<u>-</u>	<u>-</u>
Gain on sale of securities - net	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,189</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Dividend Income	<u>-</u>	<u>-</u>	<u>-</u>	<u>221,019</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Salaries and other benefits	<u>57,484</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>51,653</u>	<u>-</u>	<u>539</u>	<u>-</u>
Contribution to Provident Fund	<u>2,073</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,121</u>	<u>-</u>	<u>-</u>	<u>-</u>
Re-imburement of expenses	<u>2,376</u>	<u>-</u>	<u>1,953</u>	<u>-</u>	<u>6,508</u>	<u>-</u>	<u>-</u>	<u>-</u>

**14. GENERAL**

**14.1 Credit Rating**

The 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 JCR-VIS Credit Rating Agency Limited, SBP approved rating agency. Outlook on the assigned rating is "Stable".

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

**15. DATE OF AUTHORIZATION FOR ISSUE**

These unconsolidated condensed interim financial statements were authorized for issue on **29-October-2013** by Board of Directors of the Company.

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

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

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

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