



**PAK BRUNEI INVESTMENT COMPANY LTD.**

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

**FOR THE PERIOD ENDED SEPTEMBER 30, 2014**

**PAK BRUNEI INVESTMENT COMPANY LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION - (UN-AUDITED)**  
**AS AT SEPTEMBER 30, 2014**

September 30, 2014 (Un-audited) ----- (US \$ in '000) -----	December 31, 2013 (Audited)		September 30, 2014 (Un-audited) Note ----- (Rupees in '000) -----	December 31, 2013 (Audited)
<b>ASSETS</b>				
841	938	Cash and balances with treasury banks	86,395	96,317
6,534	2,294	Balances with other banks	671,030	235,581
-	-	Lendings to financial institutions	-	-
236,899	266,962	Investments - net	24,329,494	27,416,962
61,449	66,232	Advances - net	6,310,843	6,802,019
394	508	Operating fixed assets	40,440	52,142
-	-	Deferred tax assets - net	-	-
8,860	8,689	Other assets	909,970	892,311
<b>314,977</b>	<b>345,622</b>		<b>32,348,172</b>	<b>35,495,332</b>
<b>LIABILITIES</b>				
-	-	Bills payable	-	-
196,468	256,981	Borrowings from financial institutions	20,177,277	26,391,995
30,424	5,522	Deposits and other accounts	3,124,545	567,070
-	-	Sub-ordinated loans	-	-
-	-	Liabilities against assets subject to finance lease	-	-
205	144	Deferred tax liabilities - net	21,076	14,787
4,670	2,871	Other liabilities	479,570	294,815
<b>231,767</b>	<b>265,518</b>		<b>23,802,468</b>	<b>27,268,667</b>
<b>83,210</b>	<b>80,104</b>	<b>NET ASSETS</b>	<b>8,545,704</b>	<b>8,226,665</b>
<b>REPRESENTED BY</b>				
58,423	58,423	Share capital	6,000,000	6,000,000
7,566	6,787	Reserves	776,984	697,026
17,866	15,272	Unappropriated profit	1,834,830	1,568,385
83,854	80,481		8,611,814	8,265,411
(644)	(377)	Deficit on revaluation of assets - net of deferred tax	(66,110)	(38,746)
<b>83,210</b>	<b>80,104</b>		<b>8,545,704</b>	<b>8,226,665</b>
<b>CONTINGENCIES AND COMMITMENTS</b>				
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The annexed notes 1 to 14 form an integral part of these consolidated condensed interim financial statements.

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

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

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**Director**

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**Chairman**

**PAK BRUNEI INVESTMENT COMPANY LIMITED**  
**CONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)**  
**FOR THE QUARTER AND PERIOD ENDED SEPTEMBER 30, 2014**

Period Ended September 30, 2014	Period Ended September 30, 2013		Quarter Ended September 30, 2014	Period Ended September 30, 2014	Quarter Ended September 30, 2013	Period Ended September 30, 2013	
----- (US \$ in '000) -----			Note ----- (Rupees in '000) -----				
18,184	9,644	Mark-up / return / interest earned	687,507	1,867,470	331,013	990,414	
15,125	6,264	Mark-up / return / interest expensed	562,425	1,553,379	260,742	643,331	
3,058	3,380	Net mark-up / interest income	125,082	314,091	70,271	347,083	
0	(1)	(Reversal)/provision against non-performing loans and advances	67	25	1	(101)	
(28)	230	(Reversal)/Provision for diminution in the value of investments	541	(2,860)	(268)	23,613	
-	-	Bad debts written off directly	-	-	-	-	
(28)	229		608	(2,835)	(267)	23,512	
3,086	3,151	Net mark-up / interest income after provisions	124,474	316,926	70,538	323,571	
<b>NON MARK-UP/ INTEREST INCOME</b>							
739	608	Fee, commission and brokerage income	44,234	75,904	25,842	62,433	
252	2,278	Dividend income	9,240	25,899	91,800	233,948	
1,224	1,985	Gain on sale of securities - net	(242)	125,735	80,041	203,858	
-	-	Unrealized gain on revaluation of investments classified as held for trading	(2,428)	(3,060)	(2,728)	(3,934)	
(30)	(38)	Other income	425	2,647	6,450	22,709	
26	221						
2,212	5,054	Total non-markup / interest income	51,229	227,125	201,405	519,014	
5,297	8,204		175,703	544,051	271,943	842,585	
<b>NON MARK-UP/ INTEREST EXPENSES</b>							
2,277	1,834	Administrative expenses	98,819	233,853	68,775	188,301	
-	-	Other provisions / write offs	-	-	-	-	
-	4	Other charges	-	-	252	360	
2,277	1,837	Total non-markup / interest expenses	98,819	233,853	69,027	188,661	
3,020	6,367		76,884	310,198	202,916	653,924	
3,219	-	Share of profit/(loss) of associates	120,516	330,570	24,074	17,112	
6,239	6,367	<b>PROFIT BEFORE TAXATION</b>	197,400	640,768	226,990	671,036	
741	1,566	Taxation - Current	43,106	76,067	55,767	160,844	
-	-	- Prior years	-	-	-	-	
178	217	- Deferred	-	18,299	(330)	22,261	
919	1,783		43,106	94,366	55,437	183,105	
5,320	4,584	<b>PROFIT AFTER TAXATION</b>	154,294	546,402	171,553	487,931	
-----US Dollar-----			-----Rupees-----				
0.0089	0.0079	Earnings Per Share - Basic and Diluted (Rs)	11	0.26	0.91	0.29	0.81

The annexed notes 1 to 14 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 QUARTER AND PERIOD ENDED SEPTEMBER 30, 2014**

<b>Period Ended</b> <b>September 30,</b> <b>2014</b> ----- (US \$ in '000) -----	<b>Period Ended</b> <b>September 30,</b> <b>2013</b>		<b>Quarter Ended</b> <b>September 30,</b> <b>2014</b>	<b>Period Ended</b> <b>September 30,</b> <b>2014</b>	<b>Quarter Ended</b> <b>September 30,</b> <b>2013</b>	<b>Period Ended</b> <b>September 30,</b> <b>2013</b>	----- (Rupees in '000) -----
<b>5,320</b>	4,584	Profit after taxation for the period	<b>154,294</b>	<b>546,402</b>	171,553	487,931	
-	-	Other comprehensive income	-	-	-	-	
<b>5,320</b>	<b>4,584</b>	<b>Total comprehensive income for the period</b>	<b>154,294</b>	<b>546,402</b>	<b>171,553</b>	<b>487,931</b>	

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 14 form an integral part of these consolidated condensed interim financial statements.

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

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**Director**

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**Director**

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

**PAK BRUNEI INVESTMENT COMPANY LIMITED**  
**CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2014**

Period Ended September 30, 2014 ----- (US \$ in '000) -----	Period Ended September 30, 2013		Period ended September 30, 2014 ----- (Rupees in '000) -----	Period ended September 30, 2013 ----- (Rupees in '000) -----
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
6,239	6,367	Profit before taxation	640,768	653,925
(252)	(2,278)	Less: Dividend income	(25,899)	(233,948)
<u>5,987</u>	<u>4,089</u>		<u>614,869</u>	<u>419,977</u>
<b>Adjustments for non-cash charges</b>				
119	119	Depreciation	12,196	12,250
24	17	Amortization	2,439	1,783
0	(1)	Provision against non performing advances	25	(102)
(28)	230	Provision for diminution in the value of investments	(2,860)	23,613
(49)	-	Gain on sale of investments	(4,989)	-
(1.26)	(0.48)	Loss/(Gain) on sale of fixed assets	(129)	(49)
-	-	Interest income on investments	-	-
(3)	-	Return on bank balance	(286)	-
30	38	Unrealized gain on revaluation of investments classified as held for trading	3,060	3,934
-	-	Finance charges on leased assets	-	-
<u>92</u>	<u>403</u>		<u>9,456</u>	<u>41,429</u>
<u>6,079</u>	<u>4,493</u>		<u>624,325</u>	<u>461,406</u>
<b>(Increase) / decrease in operating assets</b>				
-	(4,869)	Lendings to financial institutions	-	(500,000)
(1,006)	(121)	Held-for-trading securities	(103,297)	(12,451)
4,782	7,045	Advances	491,150	723,511
82	(387)	Other assets (excluding advance taxation)	8,418	(39,735)
<u>3,859</u>	<u>1,668</u>		<u>396,271</u>	<u>171,325</u>
<b>Increase in operating liabilities</b>				
(60,513)	72,052	Borrowings from financial institutions	(6,214,718)	7,399,724
24,902	(20,401)	Deposits and other accounts	2,557,475	(2,095,233)
1,785	348	Other liabilities (excluding current taxation)	183,365	35,712
<u>(33,825)</u>	<u>51,998</u>		<u>(3,473,878)</u>	<u>5,340,203</u>
<u>(23,888)</u>	<u>58,159</u>		<u>(2,453,282)</u>	<u>5,972,934</u>
-	-	Financial charges paid	-	-
(1,460)	(2,543)	Income tax paid	(149,990)	(261,185)
<u>(25,348)</u>	<u>55,616</u>	Net cash flows from operating activities	<u>(2,603,272)</u>	<u>5,711,749</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
23,004	(28,033)	Net investments in available-for-sale securities	2,362,477	(2,879,006)
-	1,862	Net investments in held-to-maturity securities	-	191,230
7,990	(25,220)	Net Investment in Associates	820,590	(2,590,106)
-	-	Net Investment in subsidiary	-	-
5	-	Return on bank balance	468	-
458	2,802	Dividend income received	47,030	287,753
(19)	(82)	Investment in operating fixed assets	(1,906)	(8,436)
1	1	Sale proceeds from disposal of property and equipment	140	130
<u>31,439</u>	<u>(48,670)</u>	Net cash used in investing activities	<u>3,228,799</u>	<u>(4,998,435)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
-	-	Payments of lease obligations	-	-
(1,947)	(9,737)	Proceeds from issue of share capital	-	-
<u>(1,947)</u>	<u>(9,737)</u>	Dividend paid	(200,000)	(1,000,000)
<u>4,143</u>	<u>(2,791)</u>	Net cash flows from financing activities	<u>(200,000)</u>	<u>(1,000,000)</u>
<u>3,232</u>	<u>3,622</u>	<b>Increase / (decrease) in cash and cash equivalents</b>	<u>425,527</u>	<u>(286,686)</u>
<u>7,375</u>	<u>831</u>	Cash and cash equivalents at beginning of the period	<u>331,898</u>	<u>371,985</u>
		Cash and cash equivalents at end of the period	<u>757,425</u>	<u>85,299</u>

The annexed notes 1 to 14 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 PERIOD ENDED SEPTEMBER 30, 2014**

	Share capital	Statutory reserve	Unappropriated profit	Total
----- (Rupees in '000) -----				
<b>Balance as at January 01, 2013</b>	6,000,000	555,884	2,022,531	8,578,415
<b>Comprehensive income</b> - Profit after taxation for the period ended September 30, 2013	-	-	487,931	487,931
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>1,419,082</b>	<b>8,066,346</b>
<b>Comprehensive income</b> - Profit after taxation for the six months ended December 31, 2013	-	-	199,065	199,065
Transfer to statutory reserve	-	49,762	(49,762)	-
<b>Balance as at December 31, 2013</b>	<b>6,000,000</b>	<b>697,026</b>	<b>1,568,385</b>	<b>8,265,411</b>
<b>Comprehensive income</b> - Profit after taxation for the period ended September 30, 2014	-	-	546,402	546,402
Transfer to statutory reserve	-	79,958	(79,958)	-
Final cash dividend for the year ended December 31, 2013 declared subsequent to the year end at Rs. 0.33 per share			(200,000)	(200,000)
<b>Balance as at September 30, 2014</b>	<b>6,000,000</b>	<b>776,984</b>	<b>1,834,828</b>	<b>8,611,814</b>

The annexed notes 1 to 14 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 ENDED SEPTEMBER 30, 2014**

**1. STATUS AND NATURE OF BUSINESS**

The Group comprises of Pak Brunei Investment Company Limited (the "holding company" or "parent" ) and a subsidiary, Primus Investment Management Limited. Brief profile of the holding company and its subsidiary is as follows:

**Holding Company**

Pak Brunei Investment Company Limited (the "holding company" or "parent" ) is 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.

**Subsidiary Companies**

**Primus Investment Management Limited**

Primus Investment Management Limited is a public unlisted company incorporated in Pakistan on August 10, 2011 under the Companies Ordinance, 1984. The registered office of the Company is situated at 4th Floor, Horizon Vista, Plot No. Commercial-10, Block No. 4, Scheme No. 5, Clifton, Karachi, Pakistan. The Company has obtained the license of an "Investment Advisor" and "Asset Management Company" (AMC) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and intends to launch mutual funds in near future.

**Awwal Modaraba Management Limited**

Awwal Modaraba Management Limited is a public unlisted company incorporated in Pakistan on June 05, 2014 under the Companies Ordinance, 1984. The registered office of the Company is situated at 6th Floor, Horizon Vista, Plot No. Commercial-10, Block No. 4, Scheme No. 5, Clifton, Karachi, Pakistan. The objectives of the Company is to carry on the business of modaraba floatation and management in Pakistan and to initiate, sponsor, promote, float, organize, manage, administer and operate modaraba companies, modaraba funds, multipurpose and specific purpose modaraba and modarabas of all types and description as per Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980.

**2. BASIS OF PRESENTATION AND CONSOLIDATION**

**2.1 Basis of presentation**

These consolidated financial statements have been prepared from the information available in the un-audited financial statements of the holding company and subsidiary company for the period ended September 30, 2014. The accounting policies used by the subsidiary in preparation of their financial statements are consistent with that of the holding company.

**2.2 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).

### **2.3 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. 102.70 to US Dollars has been used for both 2013 and 2014, as it was the prevalent rate as on September 30, 2014.

### **3. STATEMENT OF COMPLIANCE**

**3.1** These consolidated condensed interim financial statements of the Company for the period ended September 30, 2014 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, 2013.

### **4. ACCOUNTING POLICIES**

The accounting policies and the methods of computation adopted in preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of the financial statements for the year ended December 31, 2013.

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

The estimates/judgments and associated assumptions used in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual financial statements of the Company for the year ended December 31, 2013.

### **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, 2013.



## 7. INVESTMENTS - net

	Note	Held by Company	Given as collateral	Total
		(Rupees in '000)		
Current period (September 30, 2014) - Un-audited	7.1	<u>10,600,827</u>	<u>13,728,666</u>	<u>24,329,493</u>
Prior year (December 31, 2013) - Audited	7.1	<u>9,801,481</u>	<u>17,615,481</u>	<u>27,416,962</u>
Prior year corresponding period (September 30, 2013) - Un-audited		<u>9,912,434</u>	<u>2,379,542</u>	<u>12,291,976</u>

September 30, 2014 (Un-audited)			December 31, 2013 (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	4,905	-	4,905	-	-	-
Pakistan Investment Bonds	-	-	-	-	-	-
Ordinary shares of listed companies	101,452	-	101,452	-	-	-
	<b>106,357</b>	<b>-</b>	<b>106,357</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### Available- for- sale securities

Market Treasury Bills	1,179,490	4,756,327	5,935,817	1,156,667	16,787,541	17,944,208
Pakistan Investment Bonds	499,145	8,961,798	9,460,943	364,311	758,049	1,122,360
Ordinary shares of listed companies	926,119	-	926,119	312,981	-	312,981
Ordinary shares of un-listed companies	124,670	-	124,670	124,670	-	124,670
Term Finance Certificates and Sukuks	2,985,111	-	2,985,111	2,155,934	84,960	2,240,894
Mutual Funds	29,835	-	29,835	28,835	-	28,835
Preference Shares	95,510	-	95,510	95,510	-	95,510
	<b>5,839,880</b>	<b>13,718,125</b>	<b>19,558,005</b>	<b>4,238,908</b>	<b>17,630,550</b>	<b>21,869,458</b>

#### Held-to-maturity securities

Term Finance Certificates and Sukuks	-	-	-	-	-	-
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#### Investment in associates

	4,991,408	-	4,991,408	5,837,921	-	5,837,921
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#### Investments at cost

	<b>10,937,645</b>	<b>13,718,125</b>	<b>24,655,770</b>	<b>10,076,829</b>	<b>17,630,550</b>	<b>27,707,379</b>
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#### Less: Provision for diminution in value of Investments

	<b>(241,105)</b>	<b>-</b>	<b>(241,105)</b>	<b>(243,965)</b>	<b>-</b>	<b>(243,965)</b>
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#### Investments (net of provisions)

	<b>10,696,540</b>	<b>13,718,125</b>	<b>24,414,665</b>	<b>9,832,864</b>	<b>17,630,550</b>	<b>27,463,414</b>
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#### Surplus on revaluation of held-for-trading securities

	<b>(3,059)</b>	<b>-</b>	<b>(3,059)</b>	<b>-</b>	<b>-</b>	<b>-</b>
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#### (Deficit) / surplus on revaluation of available-for-sale securities - net

	<b>(92,654)</b>	<b>10,541</b>	<b>(82,113)</b>	<b>(31,383)</b>	<b>(15,069)</b>	<b>(46,452)</b>
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#### Total investments at market value

	<b>10,600,827</b>	<b>13,728,666</b>	<b>24,329,493</b>	<b>9,801,481</b>	<b>17,615,481</b>	<b>27,416,962</b>
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September 30, December 31,  
2014 2013  
(Un-audited) (Audited)  
----- (Rupees in '000) -----

**8. ADVANCES - net**

	Note	September 30, 2014 (Un-audited)	December 31, 2013 (Audited)
Loans, cash credits, running finances, etc. - In Pakistan		3,831,718	5,125,325
LTFE scheme under State Bank of Pakistan		1,489,698	805,659
Net investment in finance lease - in Pakistan		992,320	873,903
Advances - gross		<u>6,313,736</u>	<u>6,804,887</u>
Provision for non-performing advances - Specific	8.1	(2,537)	(2,537)
Provision for non-performing advances - General		(356)	(331)
		<u>(2,893)</u>	<u>(2,868)</u>
Advances - net of provision		<u><u>6,310,843</u></u>	<u><u>6,802,019</u></u>

**8.1** Advances include Rs. 2.537 million (December 31, 2013: Rs. 2.537 million), which have been placed under non-performing status as detailed below:

<u>Category of Classification</u>	September 30, 2014 (Un-audited)				
	Rupees in '000			Provision Required	Provision Held
	Non-performing loans				
	Domestic	Overseas	Total		
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>

<u>Category of Classification</u>	December 31, 2013 (Audited)				
	Rupees in '000			Provision Required	Provision Held
	Non-performing loans				
	Domestic	Overseas	Total		
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>

## 9. SHARE CAPITAL

### ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

September 30, 2014 (Un-audited) ----- (Number of shares) -----	December 31, 2013 (Audited)	Note	September 30, 2014 (Un-audited) ----- (Rupees in '000) -----	December 31, 2013 (Audited)
<u>600,000,000</u>	<u>600,000,000</u>	Ordinary shares of Rs. 10 each fully paid in cash	<u>6,000,000</u>	<u>6,000,000</u>

- 9.1 The Ministry of Finance and Secretary Economic Affairs Division holds 299,996,000 and 4,001 shares (December 31, 2013: 299,996,000 and 4,001 shares ) respectively on behalf of Government of Pakistan and remaining 300,000,000 shares (December 31, 2013: 300,000,000 shares) are held by Brunei Investment Agency.

September 30, 2014 (Un-audited) ----- (Rupees in '000) -----	December 31, 2013 (Audited)

## 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, 2013, except as follows:

10.1 Transaction-related Contingent liability	<u>819,408</u>	<u>117,657</u>
10.2 Commitments to extend credit	<u>3,539,154</u>	<u>2,080,355</u>
10.3 Commitments for trading in government securities		
Purchases (reverse repo)	-	-
Sale (repo)	<u>13,707,154</u>	<u>17,542,178</u>
10.4 Other commitments		
Sale of T-bills	-	1,590,109
Sale of TFC	<u>21,194</u>	<u>-</u>

## 11. EARNINGS PER SHARE - BASIC AND DILUTED

	Quarter Ended September 30, 2014 ----- (Un-audited) -----	Period Ended September 30, 2014	Quarter Ended September 30, 2013	Period Ended September 30, 2013
Profit after taxation for the period attributable to ordinary shareholders (Rupees in '000)	<u>154,294</u>	<u>546,402</u>	<u>171,553</u>	<u>487,931</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>0.26</u>	<u>0.91</u>	<u>0.29</u>	<u>0.81</u>

## 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 Jibrán 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 period ended September 30, 2014 (Un-audited)				For the year ended December 31, 2013 (Audited)			
	Key management personnel	Other related parties	State controlled entities	Associates	Key management personnel	Other related parties	State controlled entities	Associates
	----- (Rupees in '000) -----							
<b>Advances</b>								
At beginning of the period / year	36,726	415,723	127,852	-	23,626	693,565	153,423	-
Given during the period	7,841	297,918	36,719	-	20,137	117,570	-	-
Deleted during the period	-	-	-	-	(1,949)	(300,000)	-	-
Repaid during the period	(10,095)	(106,707)	(25,808)	-	(5,088)	(95,412)	(25,571)	-
At end of the period	<u>34,472</u>	<u>606,934</u>	<u>138,763</u>	<u>-</u>	<u>36,726</u>	<u>415,723</u>	<u>127,852</u>	<u>-</u>
<b>Borrowings</b>								
At beginning of the period	-	-	13,263,851	575,000	-	-	2,909,539	-
Received during the period	-	-	349,082,413	5,610,000	-	500,000	150,837,364	5,715,000
Redemption during the period	-	-	(354,766,570)	(5,460,000)	-	(500,000)	(140,483,052)	(5,140,000)
At end of the period	<u>-</u>	<u>-</u>	<u>7,579,694</u>	<u>725,000</u>	<u>-</u>	<u>-</u>	<u>13,263,851</u>	<u>575,000</u>
<b>Placements</b>								
At beginning of the period	-	-	-	-	-	-	-	-
Placements made during the period	-	-	2,465,015	-	-	-	27,896,197	-
Placements matured during the period	-	-	(2,465,015)	-	-	-	(27,896,197)	-
At end of the period	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Investments</b>								
At beginning of the period	-	335,984	29,676	5,823,211	-	334,965	21,366	3,241,144
Investments made during the period	-	667,522	60,119,671	5,526,851	-	233,830	1,640,767	10,942,881
Redemption during the period	-	(503,663)	(44,593,780)	(6,456,156)	-	(232,811)	(1,632,457)	(8,360,814)
At end of the period	<u>-</u>	<u>499,843</u>	<u>15,555,567</u>	<u>4,893,906</u>	<u>-</u>	<u>335,984</u>	<u>29,676</u>	<u>5,823,211</u>



**13. GENERAL**

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

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

**14. DATE OF AUTHORIZATION FOR ISSUE**

These unconsolidated condensed interim financial statements were authorized for issue on **30-November-2014** by Board of Directors of the Company.

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

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

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

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