



PAK BRUNEI INVESTMENT COMPANY LTD.

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

FOR THE PERIOD ENDED SEPTEMBER 30, 2016

PAK BRUNEI INVESTMENT COMPANY LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION - (UN-AUDITED)
AS AT SEPTEMBER 30, 2016

September 30, **December 31,**
2016 **2015**
(Un-audited) **(Audited)**
----- (US \$ in '000) -----

September 30, **December 31,**
2016 **2015**
(Un-audited) **(Audited)**
Note ----- (Rupees in '000) -----

ASSETS

424	977	Cash and balances with treasury banks	44,451	102,304
5,681	4,658	Balances with other banks	595,120	487,887
-	-	Lendings to financial institutions	-	-
174,848	160,055	Investments - net	18,315,346	16,765,721
105,234	97,792	Advances - net	11,023,295	10,243,680
435	473	Operating fixed assets	45,535	49,584
957	635	Deferred tax assets - net	100,282	66,529
31,080	14,281	Other assets	3,255,595	1,495,943
318,660	278,870		33,379,624	29,211,648

LIABILITIES

-	-	Bills payable	-	-
186,335	138,841	Borrowings from financial institutions	19,518,574	14,543,592
28,480	40,270	Deposits and other accounts	2,983,289	4,218,289
-	-	Sub-ordinated loans	-	-
-	-	Liabilities against assets subject to finance lease	-	-
-	-	Deferred tax liabilities - net	-	-
5,757	6,762	Other liabilities	603,095	708,302
220,572	185,873		23,104,958	19,470,183
98,088	92,997	NET ASSETS	10,274,666	9,741,465

REPRESENTED BY

57,279	57,279	Share capital	6,000,000	6,000,000
11,539	10,171	Reserves	1,208,671	1,065,388
29,492	25,930	Unappropriated profit	3,089,304	2,716,198
98,310	93,380		10,297,975	9,781,586
(223)	(383)	Deficit on revaluation of assets - net of deferred tax	(23,309)	(40,121)
98,088	92,997		10,274,666	9,741,465

CONTINGENCIES AND COMMITMENTS

9

The annexed notes 1 to 13 form an integral part of these consolidated condensed interim financial statements.

Chief Executive

Director

Director

Chairman

PAK BRUNEI INVESTMENT COMPANY LIMITED
CONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER AND PERIOD ENDED SEPTEMBER 30, 2016

Period Ended September 30, 2016 ----- (US \$ in '000) -----	Period Ended September 30, 2015		Quarter Ended September 30, 2016 Note	Period Ended September 30, 2016 (Rupees in '000)	Quarter Ended September 30, 2015	Period Ended September 30, 2015
11,081	14,094	Mark-up / return / interest earned	324,986	1,160,706	436,550	1,476,314
7,421	9,663	Mark-up / return / interest expensed	222,848	777,358	290,936	1,012,150
3,660	4,431	Net mark-up / interest income	102,138	383,348	145,614	464,164
795	1,416	(Reversal)/provision against non-performing loans and advances	36,219	83,269	77,894	148,349
(157)	1	(Reversal)/Provision for diminution in the value of investments	(45,033)	(16,446)	281	90
-	-	Bad debts written off directly	-	-	-	-
638	1,417		(8,814)	66,823	78,175	148,439
3,022	3,014	Net mark-up / interest income after provisions	110,952	316,525	67,439	315,725
NON MARK-UP/ INTEREST INCOME						
1,523	624	Fee, commission and brokerage income	57,329	159,508	23,325	65,336
223	396	Dividend income	5,459	23,333	13,729	41,438
4,981	6,867	Gain on sale of securities - net	81,083	521,712	225,753	719,291
-	-	Unrealized gain on revaluation of investments classified as held for trading	-	-	-	-
(18)	(179)		(1,718)	(1,848)	(3,422)	(18,791)
12	0	Other income	1	1,244	1	52
6,720	7,707	Total non-markup / interest income	142,154	703,949	259,386	807,326
9,742	10,721		253,105	1,020,474	326,825	1,123,051
NON MARK-UP/ INTEREST EXPENSES						
2,966	2,685	Administrative expenses	101,783	310,709	88,363	281,246
-	-	Other provisions / write offs	-	-	-	-
-	-	Other charges	-	-	-	-
2,966	2,685	Total non-markup / interest expenses	101,783	310,709	88,363	281,246
6,776	8,036		151,323	709,765	238,462	841,805
3,093	-	Share of profit/(loss) of associates	59,359	323,997	62,783	436,848
9,869	8,036	PROFIT BEFORE TAXATION	210,681	1,033,762	301,245	1,278,653
2,861	4,357	Taxation - Current	50,491	299,717	179,011	456,352
464	227	- Prior years	11,720	48,605	(466)	23,782
(295)	(842)	- Deferred	(973)	(30,949)	101	(88,198)
3,030	3,742		61,238	317,373	178,646	391,936
6,839	4,295	PROFIT AFTER TAXATION	149,443	716,389	122,599	886,717
-----US Dollar-----						
0.0114	0.0141	Earnings Per Share - Basic and Diluted (Rupees)	10	0.25	0.20	1.48
-----Rupees-----						

The annexed notes 1 to 13 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, 2016

Period Ended September 30, 2016	Half Year Ended September 30, 2015		Quarter Ended September 30, 2016	Period Ended September 30, 2016	Quarter Ended September 30, 2015	Period Ended September 30, 2015
----- (US \$ in '000) -----			----- (Rupees in '000) -----			
6,839	4,295	Profit after taxation for the period	149,443	716,389	122,599	886,717
-	-	Other comprehensive income - net	-	-	-	-
-	-	Items that are not to be reclassified to profit or loss in subsequent periods	-	-	-	-
-	-	Items that may be reclassified to profit or loss in subsequent periods	-	-	-	-
6,839	4,295	Comprehensive income transferred to equity	149,443	716,389	122,599	886,717
		Components of comprehensive income not reflected in equity				
160	(3,375)	Surplus / (deficit) on revaluation of 'available-for-sale securities' - net of tax*	(29,332)	16,812	(204,204)	(353,519)
7,000	920	Total comprehensive income for the period	120,111	733,201	(81,605)	533,198

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

The annexed notes 1 to 13 form an integral part of these consolidated condensed interim financial statements.

Chief Executive

Director

Director

Chairman

PAK BRUNEI INVESTMENT COMPANY LIMITED
CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2016

Period Ended September 30, 2016 ----- (US \$ in '000) -----	Period Ended September 30, 2015		Period ended September 30, 2016 ----- (Rupees in '000) -----	Period ended September 30, 2015 ----- (Rupees in '000) -----
CASH FLOWS FROM OPERATING ACTIVITIES				
9,869	11,369	Profit before taxation	1,033,762	1,190,866
(223)	(519)	Less: Dividend income	(23,333)	(54,357)
<u>9,646</u>	<u>10,850</u>		<u>1,010,429</u>	<u>1,136,509</u>
Adjustments for non-cash charges				
160	126	Depreciation	16,812	13,203
11	14	Amortization	1,158	1,424
795	1,416	Provision against non performing advances	83,269	148,349
(157)	1	Provision for diminution in the value of investments	(16,446)	90
-	-	Gain on sale of investments	-	-
(11.72)	(0.16)	Gain on sale of propert & equipment	(1,228)	(17)
-	-	Interest income on investments	-	-
-	-	Return on bank balance	-	-
18	269	Unrealized gain on revaluation of investments classified as held for trading	1,848	28,191
-	-	Unrealized loss on interest rate swap contracts	-	-
-	-	Finance charges on leased assets	-	-
<u>815</u>	<u>1,826</u>		<u>85,413</u>	<u>191,240</u>
<u>10,461</u>	<u>12,675</u>		<u>1,095,842</u>	<u>1,327,749</u>
(Increase) / decrease in operating assets				
-	-	Lendings to financial institutions	-	-
1,277	3,993	Held-for-trading securities	133,716	418,223
(8,238)	(1,787)	Advances	(862,884)	(187,160)
(18,385)	(5,512)	Other assets (excluding advance taxation)	(1,925,798)	(577,334)
<u>(25,346)</u>	<u>(3,306)</u>		<u>(2,654,966)</u>	<u>(346,271)</u>
Increase in operating liabilities				
47,494	(58,627)	Borrowings from financial institutions	4,974,982	(6,141,146)
(11,790)	(2,494)	Deposits and other accounts	(1,235,000)	(261,200)
(1,004)	1,894	Other liabilities (excluding current taxation)	(105,207)	198,409
<u>34,700</u>	<u>(59,226)</u>		<u>3,634,775</u>	<u>(6,203,937)</u>
<u>19,815</u>	<u>(49,856)</u>		<u>2,075,651</u>	<u>(5,222,459)</u>
-	-	Financial charges paid	-	-
(3,132)	(3,582)	Income tax paid	(328,030)	(375,169)
<u>16,684</u>	<u>(53,438)</u>	Net cash flows from operating activities	<u>1,747,621</u>	<u>(5,597,628)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
(46,793)	57,746	Net investments in available-for-sale securities	(4,901,607)	6,048,895
1,966	-	Net investments in held-to-maturity securities	205,957	-
28,675	-	Net Investment in Associates	3,003,716	-
1,959	1,162	Dividend income received	205,194	121,683
(127)	(324)	Investment in operating fixed assets	(13,307)	(33,893)
17	24	Sale proceeds from disposal of property and equipment	1,806	2,505
<u>(14,303)</u>	<u>58,608</u>	Net cash used in investing activities	<u>(1,498,241)</u>	<u>6,139,190</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
-	-	Payments of lease obligations	-	-
(1,909)	(1,909)	Dividend paid	(200,000)	(200,000)
<u>(1,909)</u>	<u>(1,909)</u>	Net cash flows from financing activities	<u>(200,000)</u>	<u>(200,000)</u>
471	3,261	Increase / (decrease) in cash and cash equivalents	49,380	341,562
5,634	2,833	Cash and cash equivalents at beginning of the period	590,191	296,798
<u>6,106</u>	<u>6,094</u>	Cash and cash equivalents at end of the period	<u>639,571</u>	<u>638,360</u>

The annexed notes 1 to 13 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, 2016

	Share capital	Statutory reserve	Unappropriated profit	Total
	----- (Rupees in '000) -----			
Balance as at January 01, 2015	6,000,000	878,000	2,174,895	9,052,895
Comprehensive income - Profit after taxation for the period ended September 30, 2015	-	-	886,717	886,717
Other comprehensive income			(1,138)	(1,138)
Transfer to statutory reserve	-	171,527	(171,527)	-
Final cash dividend for the year ended December 31, 2014 declared subsequent to the year end at Re. 0.33 per share	-		(200,000)	(200,000)
Balance as at September 30, 2015	6,000,000	1,049,527	2,688,947	9,738,474
Comprehensive income - Profit after taxation for the three months ended December 31, 2015	-	-	43,112	43,112
Transfer to statutory reserve	-	15,861	(15,861)	-
Balance as at December 31, 2015	6,000,000	1,065,388	2,716,198	9,781,586
Comprehensive income - Profit after taxation for the period ended September 30, 2016	-	-	716,389	716,389
Transfer to statutory reserve	-	143,283	(143,283)	-
Final cash dividend for the year ended December 31, 2015 declared subsequent to the year end at Re. 0.33 per share			-	-
			(200,000)	(200,000)
Balance as at September 30, 2016	6,000,000	1,208,671	3,089,304	10,297,975

The annexed notes 1 to 13 form an integral part of these consolidated condensed interim financial statements.

Chief Executive

Director

Director

Chairman

PAK BRUNEI INVESTMENT COMPANY LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2016

1. STATUS AND NATURE OF BUSINESS

The Group comprises of Pak Brunei Investment Company Limited (the "holding company" or "parent") and its subsidiaries, Primus Investment Management Ltd. and Awwal Modaraba Management Ltd. 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 companies for the period ended September 30, 2016. The accounting policies used by the subsidiaries in preparation of their financial statements are consistent with that of the holding company, wherever possible.

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. 104.75 to US Dollars has been used for both 2015 and 2016, as it was the prevalent rate as on September 30, 2016.

3. STATEMENT OF COMPLIANCE

3.1 These consolidated condensed interim financial statements of the Company for the period ended September 30, 2016 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 IFRS 10 "Consolidated Financial Statements" was made applicable from periods beginning on or after January 01, 2015 vide S.R.O 633(I)/2014 dated July 10, 2014 by Securities and Exchange Commission of Pakistan (SECP). However, vide S.R.O 56(I) /2016 dated January 28, 2016, SECP has directed that the requirements of consolidation under section 237 of the Companies Ordinance 1984 and IFRS-10 "Consolidated Financial Statements" are not applicable in case of investment by companies in mutual funds established under trust structure. Accordingly, the requirements of this standard have not been considered in the preparation of the consolidated condensed interim financial information.

3.4 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, 2015.

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, 2015.

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, 2015.

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, 2015.

7. INVESTMENTS - net

	Note	Held by Company	Given as collateral (Rupees in '000)	Total
Current period September 30, 2016) - Un-audited	7.1	8,799,098	9,516,248	18,315,346
Prior year (December 31, 2015) - Audited	7.1	11,476,726	5,288,995	16,765,721
Prior year corresponding period (September 30, 2015) - Un-audited		8,711,220	6,104,207	14,815,427

September 30, 2016 (Un-audited)			December 31, 2015 (Audited)		
Held by Company	Given as collateral (Rupees in '000)	Total	Held by Company	Given as collateral (Rupees in '000)	Total

7.1 Investments by type:

Held-for-trading securities

Market Treasury Bills	-	-	-	-	-
Pakistan Investment Bonds	-	-	-	5,828	5,828
Ordinary shares of listed companies	32,365	-	32,365	168,069	168,069
	32,365	-	32,365	173,897	173,897

Available- for- sale securities

Market Treasury Bills	1,916,039	9,517,703	11,433,742	737,760	480,243	1,218,003
Pakistan Investment Bonds	984,079	-	984,079	877,849	4,808,752	5,686,601
Ordinary shares of listed companies	1,222,275	-	1,222,275	854,393	-	854,393
Ordinary shares of un-listed companies	40,581	-	40,581	146,001	-	146,001
Term Finance Certificates and Sukuks	1,588,177	-	1,588,177	2,461,249	-	2,461,249
Mutual Funds	-	-	-	1,000	-	1,000
Preference Shares	67,260	-	67,260	67,260	-	67,260
	5,818,411	9,517,703	15,336,114	5,145,512	5,288,995	10,434,507

Held-to-maturity securities

Commercial paper	-	-	-	205,957	-	205,957
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Investment in associates	3,240,669	-	3,240,669	6,244,385	-	6,244,385
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Investments at cost	9,091,445	9,517,703	18,609,148	11,769,751	5,288,995	17,058,746
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Less: Provision for diminution in value of Investments	(292,319)	-	(292,319)	(258,766)	-	(258,766)
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Investments (net of provisions)	8,799,126	9,517,703	18,316,829	11,510,985	5,288,995	16,799,980
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Surplus on revaluation of held-for-trading securities	(1,051)	-	(1,051)	(7,019)	-	(7,019)
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(Deficit) / surplus on revaluation of available-for-sale securities - net	1,023	(1,455)	(432)	(27,240)	-	(27,240)
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Total investments at market value	8,799,098	9,516,248	18,315,346	11,476,726	5,288,995	16,765,721
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		September 30, 2016 (Un-audited) ----- (Rupees in '000) -----	December 31, 2015 (Audited)
8. ADVANCES - net			
Loans, cash credits, running finances, etc. - In Pakistan		7,093,511	8,088,942
Advances under State Bank of Pakistan (SBP):			
- Long-Term Finance Facility (LTFF) Scheme		2,310,823	951,045
- Power Plants Using Renewable Energy (PPRE) Scheme		126,778	172,582
- Financing for Storage of Agriculture Produce (FFSAP) Scheme		414,254	17,672
Net investment in finance lease - in Pakistan		1,317,571	1,169,812
Advances - gross		11,262,937	10,400,053
Provision for non-performing advances - Specific	8.1	(238,868)	(155,854)
Provision for non-performing advances - General		(774)	(519)
		(239,642)	(156,373)
Advances - net of provision		11,023,295	10,243,680

8.1 Advances include Rs. 458.426 million (December 31, 2015: Rs. 311.707 million), which have been placed under non-performing status as detailed below:

<u>Category of Classification</u>	September 30, 2016 (Un-audited)				
	Rupees in '000				
	Non-performing loans			Provision Required	Provision Held
	Domestic	Overseas	Total		
Other assets especially mentioned	1,987	-	1,987	199	199
Substandard	19,118	-	19,118	4,780	4,780
Doubtful	125,614	-	125,614	3,332	62,807
Loss	311,707	-	311,707	30,457	171,082
	458,426	-	458,426	38,768	238,868

<u>Category of Classification</u>	December 31, 2015 (Audited)				
	Rupees in '000				
	Non-performing loans			Provision Required	Provision Held
	Domestic	Overseas	Total		
Other assets especially mentioned	-	-	-	-	-
Substandard	-	-	-	-	-
Doubtful	311,707	-	311,707	155,854	155,854
Loss	-	-	-	-	-
	311,707	-	311,707	155,854	155,854

9. 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, 2015, except as follows:

	September 30, 2016 (Un-audited)	December 31, 2015 (Audited)
	----- (Rupees in '000) -----	
9.1 Commitments for trading in government securities		
Sale (repo)	<u>9,519,604</u>	<u>5,183,360</u>
9.2 Commitments to extend credit	<u>6,633,388</u>	<u>3,468,396</u>
9.3 Other commitments		
sale of shares	<u>-</u>	<u>169,891</u>
sale of Govt. securities	<u>-</u>	<u>5,183,360</u>
purchase of Modaraba certificates	<u>-</u>	<u>250,000</u>
9.4 Transaction related contingent liability	<u>471,805</u>	<u>849,964</u>

10. EARNINGS PER SHARE - BASIC AND DILUTED

	Quarter Ended September 30, 2016	Period Ended September 30, 2016	Quarter Ended September 30, 2015	Period Ended September 30, 2015
	----- (Un-audited) -----			
Profit after taxation for the period attributable to ordinary shareholders (Rupees in '000)	<u>149,443</u>	<u>716,389</u>	<u>122,599</u>	<u>886,717</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>0.25</u>	<u>1.19</u>	<u>0.20</u>	<u>1.48</u>

11. RELATED PARTY TRANSACTIONS

The Company has related party relationship with:

- associates (collective investment schemes of Primus Investment Management Ltd. and Modaraba fund managed by Awwal Modaraba)
- its employee defined benefit plan and defined contribution plan;
- its key management personnel;
- state controlled entities i.e. the entities which are owned and / or controlled by the Government of Pakistan and the Government of Brunei or where these governments may exercise significant influence
- other related parties include Omer Jibran Engineering Industries Ltd., Nimir Industrial Chemicals Limited, Bunny's Private Limited due to common directorship.

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

	For the half year ended September 30, 2016 (Un-audited)				For the year ended December 31, 2015 (Audited)			
	Key management personnel	Other related parties	State controlled entities	Associates	Key management personnel	Other related parties	State controlled entities	Associates
	----- (Rupees in '000) -----							
Advances								
At beginning of the period / year	67,983	540,232	53,466	-	49,513	566,259	160,825	-
Given during the period	6,318	284,976	62,454	-	24,102	105,981	9,514	-
Transfer to / from other related party	(22,422)	22,422	-	-	6,991	(6,991)	-	-
Deleted during the period (Deletion of Director ship)		(400,200)						
Repaid during the period	(14,433)	(63,950)	(22,043)	-	(12,623)	(125,017)	(116,873)	-
At end of the period	<u>37,446</u>	<u>383,480</u>	<u>93,877</u>	<u>-</u>	<u>67,983</u>	<u>540,232</u>	<u>53,466</u>	<u>-</u>
Borrowings								
At beginning of the period	-	-	6,605,818	630,000	-	-	15,880,124	690,000
Received during the period	-	-	201,144,966	1,100,000	-	-	207,469,362	2,645,000
Redemption during the period	-	-	(202,235,512)	(1,580,000)	-	-	(216,743,668)	(2,705,000)
At end of the period	<u>-</u>	<u>-</u>	<u>5,515,272</u>	<u>150,000</u>	<u>-</u>	<u>-</u>	<u>6,605,818</u>	<u>630,000</u>
Placements								
At beginning of the period	-	-	-	-	-	-	-	-
Placements made during the period	-	-	48,047	-	-	-	19,307,119	-
Placements matured during the period	-	-	(48,047)	-	-	-	(19,307,119)	-
At end of the period	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Investments								
At beginning of the period	-	187,309	7,063,565	6,872,342	-	338,989	15,508,620	4,952,497
Investments made during the period	-	268,782	15,511,561	53,049,366	-	734,186	44,042,066	27,692,032
Redemption during the period	-	(362,038)	(18,489,711)	(48,154,393)	-	(885,866)	(52,487,121)	(25,772,187)
At end of the period	<u>-</u>	<u>94,053</u>	<u>4,085,415</u>	<u>11,767,315</u>	<u>-</u>	<u>187,309</u>	<u>7,063,565</u>	<u>6,872,342</u>

For the period ended September 30, 2016
(Un-audited)

For the half year ended September 30, 2015
(Un-audited)

	Key management personnel	Other related parties	State controlled entities	Associates	Key management personnel	Other related parties	State controlled entities	Associates
----- (Rupees in '000) -----								
Mark-up / return / interest earned	<u>1,986</u>	<u>11,538</u>	<u>413,203</u>	<u>-</u>	<u>1,837</u>	<u>40,028</u>	<u>693,765</u>	<u>-</u>
Mark-up / return / interest expensed	<u>-</u>	<u>-</u>	<u>155,632</u>	<u>22,875</u>	<u>21</u>	<u>-</u>	<u>312,529</u>	<u>-</u>
Gain on sale of securities - net	<u>-</u>	<u>12,732</u>	<u>489,521</u>	<u>157,276</u>	<u>-</u>	<u>16,639</u>	<u>613,395</u>	<u>-</u>
Dividend Income	<u>-</u>	<u>-</u>	<u>4,970</u>	<u>184,039</u>	<u>-</u>	<u>899</u>	<u>9,997</u>	<u>-</u>
Salaries and other benefits	<u>83,864</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>85,664</u>	<u>-</u>	<u>-</u>	<u>-</u>
Contribution to Provident Fund	<u>4,536</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,046</u>	<u>-</u>	<u>-</u>	<u>-</u>
Contribution to Gratuity Fund	<u>2,141</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,391</u>	<u>-</u>	<u>-</u>	<u>-</u>
Re-imburement of expenses	<u>3,335</u>	<u>-</u>	<u>-</u>	<u>20,445</u>	<u>3,583</u>	<u>-</u>	<u>-</u>	<u>-</u>

12. GENERAL

12.1 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 The Pakistan Credit Rating (PACRA) in June 2016. Outlook on the assigned rating is "Stable".

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

13. DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were authorized for issue on **03-December-2016** by Board of Directors of the Company.

Chief Executive

Director

Director

Chairman