



Soneri Bank

ASCENDING
HEIGHTS

HALF YEARLY REPORT
JUNE 2024 (UN-AUDITED)



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JUNE 2024 (UN-AUDITED)



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CORPORATE INFORMATION



CHAIRMAN

MR. AMIN A. FEERASTA

PRESIDENT & CHIEF EXECUTIVE OFFICER

MR. MUHTASHIM AHMAD ASHAI

DIRECTORS

MR. NOORUDDIN FEERASTA

MR. AHMED A. FEERASTA

MR. MANZOOR AHMED (NIT NOMINEE)

MR. JAMIL HASSAN HAMDANI

MR. TARIQ HAFEEZ MALIK

MS. NAVIN SALIM MERCHANT

CHIEF FINANCIAL OFFICER

MR. MIRZA ZAFAR BAIG

COMPANY SECRETARY

MR. MUHAMMAD ALTAF BUTT

AUDITORS

A.F. FERGUSON & CO.

CHARTERED ACCOUNTANTS

SHARI'AH BOARD

MUFTI EHSAN WAQUAR AHMAD - CHAIRMAN

MUFTI MUHAMMAD ZAHID - RSBM

MUFTI BILAL AHMED QAZI

MUFTI SYED ABID SHAH

MUFTI SAMI ULLAH

LEGAL ADVISORS

M/S MANNAN LAW ASSOCIATES

REGISTERED OFFICE

2ND FLOOR, 307 – UPPER MALL SCHEME,
LAHORE, PUNJAB – 54000

CENTRAL OFFICE

10TH FLOOR, PNSC BUILDING,
M.T. KHAN ROAD, KARACHI-74000

SHARES REGISTRAR AND TRANSFER AGENT

THK ASSOCIATES (PRIVATE) LIMITED
PLOT NO. 32 – C, JAMI COMMERCIAL,
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DIRECTORS' REVIEW

On behalf of the Board of Directors, we are pleased to present the Directors' Review of Soneri Bank Limited ('the Bank') along with the condensed interim financial statements for the half year ended 30 June 2024.

Economic Review:

In the first half of 2024, Pakistan's economy moved towards stability with improvement in various important economic indicators and the conclusion of the International Monetary Fund's (IMF) Stand-By Arrangement (SBA). The country witnessed declining inflation, growth in real GDP, a negligible current account deficit, enhanced remittances and foreign exchange reserves, and a stable Pakistan Rupee. To further strengthen the economy, the Government recently reached a staff level agreement with the IMF on a 37-month Extended Fund Facility Arrangement (EFF) for USD 7 billion, which is likely to unlock financial inflows through bilateral and multilateral arrangements that will help to further supplement our foreign exchange reserves.

Year on year (YoY) inflation was recorded at 12.6% in June 2024, as compared to 29.7% YoY in December 2023. Average inflation for the fiscal year 2024 declined to 23.9% versus 29.0% in the fiscal year 2023. This decline in inflation can be attributed to a combination of factors including tight monetary policy stance, fiscal consolidation, improved food supplies, favourable global commodity prices, as well as high-base effects.

The Monetary Policy Committee (MPC) of the State Bank of Pakistan (SBP) acknowledged that the decline in inflation in the later part of the fiscal year was better than anticipated earlier and accordingly decided to reduce the policy rate by 150 basis points to 20.5% in June 2024. Inflationary budgetary measures and anticipated future energy price upward adjustments present some risks to inflation expectations, however, MPC noted that the overall impact of the earlier monetary tightening is expected to keep inflationary pressures under control. As the real interest rate still remains significantly positive, which is important to drive inflation towards the medium-term target of 5 to 7 percent.

The latest economic data suggests a moderate uptick in economic activity as Pakistan's real GDP recorded a growth of 2.4% in fiscal year 2024, which had contracted by 0.2% in the previous fiscal year. The growth was mainly driven by a rebound in agricultural sector output that was impacted by floods in the previous year. Additionally, large-scale manufacturing (LSM) is also on a path of recovery.

Foreign exchange reserves with SBP were recorded at USD 9.4 billion as at 30 June 2024, up from USD 8.2 billion as on 31 December 2023. This increase is primarily due to inflows under the recent IMF SBA and better current account performance during the first half of 2024. Exports increased by USD 3.2 billion (11.5%) due to higher value-added textile and food shipments, while imports moderately rose by USD 472 million (0.9%). Workers' Remittances were a major source of foreign exchange and improved by USD 2.9 billion (10.7%). Accordingly on overall basis, the Pakistan's total reserves, including those held by the banks, have improved to USD 14.0 billion from USD 12.7 billion at the end of 2023. Current account deficit for the fiscal year 2024 closed at USD 0.7 billion (0.2% of GDP) against USD 3.3 billion (1.0% of GDP) in the preceding period.

Parity of Pakistan Rupee with US Dollar remained relatively stable, improving slightly to PKR 278.34/USD as of 30 June 2024 from PKR 281.86/USD on 31 December 2023. This was achieved on the backdrop of economic stability, better investor confidence and regularization of informal foreign exchange market.

During fiscal year 2024, improvement in fiscal balances was witnessed, as the primary balance turned into a surplus and the overall deficit declined from last year. However, amidst a shortfall in budgeted external and non-bank financing, the government's reliance on the domestic banking system increased significantly.

Under the new IMF EFF, the Government needs to tackle longstanding structural weaknesses in Pakistan's tax system, energy sector and state-owned enterprises, alongside a commitment to exchange rate flexibility and improvements in the monetary policy framework. The EFF arrangement targets a significant increase in tax revenues/GDP for the coming fiscal year, including through new taxes on the country's untaxed sectors, which is a major challenge that may have to be legislated at the provincial level. The IMF's board is expected to approve the EFF arrangement soon, which will help ensure continued macroeconomic stability and increase the confidence in the economy going forward.

On a closing note, while Pakistan's economy is showing signs of improvement, sustained recovery hinges on the effective implementation of economic reforms, prudent and stable fiscal policies, and adequate financial support. Key challenges such as inflation, fiscal consolidation, and external financing requirements need to be addressed with resolve, to enable Pakistan to navigate the path towards sustained long-term growth and stability.



The Bank's Financial Position and Operating Results:

The summarized financial position and operating results of the Bank for the half year ended 30 June 2024 are as follows:

FINANCIAL POSITION	As of	As of
	30 June 2024	31 Dec 2023
------(Rupees in 000s)-----		
Advances	215,052,733	205,753,709
Investments	420,492,544	310,340,877
Total Assets	750,964,959	658,561,672
Total Deposits	597,335,700	517,868,984
Shareholders' Equity	28,532,300	28,613,166

FINANCIAL PERFORMANCE	Half year ended	Half year ended
	30 June 2024	30 June 2023
------(Rupees in 000s)-----		
Net mark-up / Interest income	11,598,445	10,123,981
Non markup / Interest income	3,605,670	2,887,536
Total income	15,204,115	13,011,517
Non markup / Interest Expenses	9,034,179	7,057,194
Profit before credit loss allowance	6,169,936	5,954,323
(Reversals) / credit loss allowance	(322,445)	747,043
Profit before taxation	6,492,381	5,207,280
Profit after taxation	3,203,501	2,526,655
Earnings per share (Rupees)	2.9058	2.2918

The Bank posted Profit before tax (PBT) of Rs. 6,492.381 million and Profit after tax (PAT) of Rs. 3,203.501 million for the half year ended 30 June 2024, as compared to Rs. 5,207.280 million and Rs. 2,526.655 million respectively for the comparative period last year. Earnings per share (EPS) was recorded at Rs. 2.9058 per share for the current reporting period, as compared to Rs. 2.2918 per share for the comparative prior period, improving by 26.79 percent.

The Bank's net interest income for the half year ended 30 June 2024 improved to Rs. 11,598.445 million from Rs. 10,123.981 million for the comparative prior period, indicating a growth of 14.56 percent, as spreads continued to improve. Non-interest income for the period end was reported at Rs. 3,605.670 million as against Rs. 2,887.536 million recorded for the comparative prior period, at the back of significantly improved trade business volumes that increased to Rs. 590.840 billion during the half year ended 30 June 2024 from Rs. 335.351 billion during the comparative period last year. Consequently, fee and commission income rose by 53.59% over prior period. This was partially offset by lower foreign exchange income. As a result, overall revenue of the Bank showed an improvement of Rs. 2,192.598 million, or 16.85 percent, year on year.

The Bank's average net investments ended at Rs. 345.757 billion for the half year ended 30 June 2024 as against Rs. 305.340 billion maintained in the comparative prior period. However, the Bank's income from investments increased to Rs. 33.975 billion for the current period, as against Rs. 26.666 billion for the comparative prior period, with net investment yields improved at 19.76 percent for the half year ended 30 June 2024 as against 17.61 percent for the comparative prior period.

At the same time, net yields on advances also improved year on year, ending at 20.22 percent for the half year ended 30 June 2024 as against 17.62 percent for the comparative prior period, reflecting the repricing effect of the continued gradual increase in policy rates by the State Bank of Pakistan over the earlier part of previous half year, whereas the policy rate remained largely stable during the current half year before reducing by 150 bps in June 2024. The Bank's average net advances book improved to Rs. 207.040 billion for the half year ended 30 June 2024, as against Rs. 176.883 billion for the prior comparative period, and overall income from advances ended higher at Rs. 20.813 billion for the current period as against Rs. 15.458 billion for the comparative prior period.

Period end deposits improved to Rs. 597.336 billion as at 30 June 2024, indicating a growth of 15.34 percent as against the year end 2023 position. In terms of averages, the portfolio grew by Rs. 121.019 billion, or 29.0 percent year on year. The Bank's cost of deposits increased to 14.32 percent for the half year ended 30 June 2024 as against 11.52 percent for the corresponding period last year. As at 30 June 2024, the Bank's CASA percentage stood at 82.62 percent (December 2023: 79.22 percent). For Current Accounts, the mix improved to 33.21 percent at 30 June 2024 from 30.42 percent in December 2023, and volumes grew by Rs. 40.831 billion or 25.92 percent from the year end levels. The Bank's focus remains on CASA mix improvement and retention of current accounts, whilst ensuring service levels of the highest quality. This has helped the Bank to rationalize its funding costs, thereby leading to improved margins.

The Bank's period end borrowings increased to Rs. 77.651 billion at 30 June 2024, while overall costs increased to 17.31 percent for the current period as against 16.16 percent for the comparative prior period. The Bank's net IDR has increased to 70.39 percent as against 59.93 percent at the year end. Overall Cost of funds increased to 14.71 percent for the half year ended 30 June 2024 as against 12.51 percent for the comparative prior period.

Non-Markup expenses were reported at Rs. 9.034 billion for the half year ended 30 June 2024 as against Rs. 7.057 billion in the comparative period of 2023, indicating a growth of 28.01 percent. Main driver for the increase was our branch expansion plan, which saw the number of our branches increase to 498 as at 30 June 2024 from 403 as at the end of prior period. However, in line with the directions set by the Board, the management remains committed on pursuing stringent cost discipline measures over the remaining course of the year.

Net reversals against loans and advances and investments considered for the half year ended 30 June 2024 amounted to Rs. 322.445 million, as against a net provision of Rs. 747.043 million booked in the comparative prior period. The reversals during the period are due to the effective recovery efforts from the remedial management unit; based on the targets set at the start of the year so as to bring down the infection ratio.

As at 30 June 2024, the Bank's Non-performing loans to total Advances ratio stands at 4.13 percent (December 2023: 4.90 percent), which has come down significantly on the basis of effective recovery efforts; while specific coverage has also improved significantly to 95.09 percent (December 2023: 80.01 percent) due to higher charge considered against Stage 3 Loans (comparing higher off provision at borrower level instead of Segment level) based on the clarification issued by SBP vide its BPRD Circular Letter No. 16 dated July 29, 2024.

The Bank remains adequately capitalized, with a Capital Adequacy Ratio of 17.36 percent at 30 June 2024. The Bank's Liquidity Coverage Ratio and Net Stable Funding Ratios currently stand at 180.21 percent and 174.56 percent respectively, which are comfortably above the regulatory requirements.

The SBP, through BPRD Circular Letter No. 07 of 2023 dated 13 April 2023 has set the implementation date of IFRS 9, Financial Instruments, for all Banks as 01 January 2024. Through the said circular, the SBP also prescribed the revised format for interim financial reporting. The impact of initial adoption of the standard and subsequent measurement requirements which predominantly require booking Credit Loss allowances on Expected Credit Loss basis instead of Incurred Credit Loss have accordingly been incorporated/disclosed in the relevant notes in the accompanying condensed interim financial statements. The implementation of the revised forms has resulted in certain changes to the presentation and disclosures of various elements of the condensed interim financial statements which have been detailed in the notes to condensed interim financial statements.

Credit Rating:

The Pakistan Credit Rating Agency (PACRA) has maintained the long term credit rating of 'AA-' (Double A Minus) and short term rating of 'A1+' (A One Plus) with Stable Outlook of the Bank through its notification dated 22 June 2024 [2023: long term 'AA-' (Double A Minus): short term 'A1+' (A One Plus)].

Furthermore, the Bank's unsecured, subordinated, rated, listed perpetual and non-cumulative Term Finance Certificates of Rs 4,000 million have been assigned the rating of 'A' with Stable Outlook by PACRA through their notification dated 28 June 2024 [2023: 'A'].



The Bank's unsecured, subordinated, rated, privately placed Term Finance Certificates of Rs 4,000 million, have been assigned a rating of 'A+' with Stable Outlook through PACRA's notification dated 28 June 2024 [2023: 'A+'].

The assigned ratings reflect the Bank's good corporate governance, diversified operations, healthy financial risk profile, strong sponsors, lending capacity and market presence. These ratings indicate a low expectation of credit risk, strong capacity for timely repayment of financial commitments in the long term and the highest capacity for timely repayment in the short term, respectively.

Dividend

The Board of Directors, in its meeting held on 23 August 2024, has declared an interim cash dividend of Rs 1.25 per share (12.5%) for the half year ended June 30, 2024.

Acknowledgement:

On behalf of the Board, we thank the State Bank of Pakistan, the Ministry of Finance, the Securities and Exchange Commission of Pakistan, and other regulatory authorities for their continued guidance. We remain indebted to our valued customers for their patronage, and express our gratitude to our shareholders for their unwavering trust and support.

On behalf of the Board of Directors,

MUHTASHIM AHMAD ASHAI
President & Chief Executive Officer

AMIN A. FEERASTA
Chairman

Karachi : 23 August 2024



ساہک کی درجہ بندی (کریڈٹ ریٹنگ):

پاکستان کریڈٹ ریٹنگ ایجنسی (پاکرا) نے اپنے 22 جون 2024 کے نوٹیفکیشن کے ذریعے بینک کی طویل المیعاد کریڈٹ ریٹنگ کو 'AA' (ڈبل اے مائسنس) اور قلیل المیعاد ریٹنگ '+A1' (اے ون پلس) کو مستحکم منظر نامے کے ساتھ برقرار رکھا ہے۔ [2023: 'AA' (ڈبل اے مائسنس): قلیل المیعاد '+A1' (اے ون پلس)]۔

مزید برآں پاکرا نے اپنے 28 جون 2024 کے نوٹیفکیشن کے ذریعے بینک کے 4,000 ملین روپے کے غیر محفوظ، ذیلی، ریجنڈ، درجہ بند، دائمی اور غیر مجموعی ٹرم فنانس سرٹیفکیٹ کے اجراء کو مستحکم منظر نامے کے ساتھ 'A' (سنگل اے) ریٹنگ تفویض کی ہے [2023: 'A']۔

بینک کے غیر محفوظ، ذیلی، ریجنڈ، پرائیویٹ طور پر رکھے گئے 4,000 ملین روپے کے ٹرم فنانس سرٹیفکیٹس کو بھی PACRA کے 28 جون 2024 کے نوٹیفکیشن کے ذریعے مستحکم منظر نامے کے ساتھ '+A' کی ریٹنگ تفویض کی گئی ہے [2023: '+A']۔

تفویض کردہ ریٹنگ بینک کی کارپوریٹ گورننس، متنوع آپریشنز، مضبوط مالیاتی رسک پروفائل، بہترین اسپانسرز، قرض دینے کی صلاحیت کے ساتھ مارکیٹ میں بینک کی پائیدار اور مستحکم پوزیشن کی عکاسی کرتی ہے۔ یہ درجہ بندی کریڈٹ رسک کی کم توقع اور طویل مدت تک مالی وعدوں کی بروقت ادائیگی کی کافی صلاحیت اور قلیل مدت تک مالی وعدوں کی بروقت ادائیگی کی اعلیٰ صلاحیت کی نشاندہی کرتی ہے۔

ڈیویڈنڈ:

بورڈ آف ڈائریکٹرز نے 23 اگست 2024 کو منعقدہ اجلاس میں 30 جون 2024 کو ختم ہونے والے ششماہی کیلئے 12.5 فیصد یعنی 1.25 روپے فی حصص عبوری نقد منافع کا اعلان کیا ہے۔

ساتھی کلمات:

بورڈ کی جانب سے ہم اسٹیٹ بینک آف پاکستان، وزارت خزانہ، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور دیگر ریگولیٹری اتھارٹیز کی مسلسل رہنمائی کیلئے ان کے شکرگزار ہیں۔ ہم سرپرستی کیلئے اپنے قابل قدر صارفین اور مسلسل اعتماد اور حمایت کیلئے اپنے شیئرز، بولڈرز کا شکریہ بھی ادا کرنا چاہیں گے۔

منجانب بورڈ آف ڈائریکٹرز،

ایمن اے فیراستہ
چیئر مین

مختتم احمد اشانی
پریزیڈنٹ اور چیف ایگزیکٹو آفیسر
کراچی، 23 اگست 2024

30 جون 2024 کو ختم ہونے والی ششماہی کیلئے بینک کی اوسط خالص سرمایہ کاری 345.757 بلین روپے رہی جو گذشتہ تقابلی مدت میں 305.340 بلین روپے تھی۔ تاہم، بینک کی سرمایہ کاری سے آمدنی گذشتہ تقابلی مدت کے 26.666 بلین روپے سے بڑھ کر حالیہ مدت میں 33.975 بلین روپے ہو گئی، کیونکہ 30 جون 2024 کو ختم ہونے والی ششماہی میں خالص سرمایہ کاری پر منافع کی شرح گذشتہ تقابلی مدت کے 17.61 فیصد سے بڑھ کر 19.76 فیصد ہو گئی۔

اس کے ساتھ ہی ایڈوائسز پر خالص منافع بھی سال بسال بہتری کے ساتھ 30 جون 2024 کو ختم ہونے والی ششماہی کیلئے 20.22 فیصد ہے جو گذشتہ تقابلی مدت میں 17.62 فیصد تھا، یہ گذشتہ ششماہی کے ابتدائی حصے میں اسٹیٹ بینک آف پاکستان کی طرف سے پالیسی کی شرحوں میں بتدریج اضافے کے اثر کو ظاہر کرتا ہے، جبکہ جون 2024 میں 150 بی پی ایس کی کمی سے قبل موجودہ نصف سال کے دوران پالیسی کی شرح کافی حد تک مستحکم رہی۔ 30 جون 2024 کو ختم ہونے والی ششماہی کیلئے بینک کے اوسط خالص ایڈوائسز گذشتہ تقابلی مدت کے برقرار رہنے والے 176.883 بلین روپے کے مقابلے میں بڑھ کر 207.040 بلین روپے ہو گئے اور ایڈوائسز سے مجموعی آمدنی گذشتہ تقابلی مدت کے 9.332 بلین روپے کے مقابلے میں بڑھ کر 15.458 بلین روپے رہی۔

مدت کے اختتام پر ڈپازٹس بہتر ہو کر 30 جون 2024 کو 597.336 بلین روپے رہے جو سال 2023 کی پوزیشن سے 15.34 فیصد کی بہتری کی نشاندہی کرتا ہے۔ اوسط کے لحاظ سے، پورٹ فولیو میں 121.019 بلین روپے یا 29.0 فیصد سال بسال کا اضافہ ہوا۔ 30 جون 2024 کو ختم ہونے والی ششماہی کیلئے بینک ڈپازٹس کی لاگت بڑھ کر 14.32 فیصد ہو گئی جو گذشتہ سال اسی مدت میں 11.52 فیصد تھی۔ 30 جون 2024 کو، بینک کا CASA 82.62 فیصد (دسمبر 2023: 79.22 فیصد) رہا۔ کرنٹ اکاؤنٹس کس 30 جون 2024 کو 33.21 فیصد تک بہتر ہو گیا جو دسمبر 2023 میں 30.42 فیصد تھا اور حجم میں سال کے آخری سطح سے 40.831 بلین روپے یا 25.92 فیصد کا اضافہ ہوا۔ بینک کی توجہ CASA کس کی بہتری اور کرنٹ اکاؤنٹس کو برقرار رکھنے اور اعلیٰ سطح کی خدمات کو یقینی بنانے پر مرکوز ہے۔ اس سے بینک کو اپنے فنڈنگ کے اخراجات کو معقول بنانے میں مدد ملی ہے، جس سے مارجن میں بہتری آئی ہے۔

مدت کے اختتام پر 30 جون 2024 کو بینک کے قرضے بڑھ کر 77.651 بلین روپے ہو گئے، جبکہ مجموعی لاگت گذشتہ مدت کی 16.16 فیصد کے مقابلے میں موجودہ مدت میں بڑھ کر 17.31 فیصد ہو گئی۔ بینک کا خالص IDR گذشتہ سال کے آخر کے 59.93 فیصد کے مقابلے میں بڑھ کر 70.39 فیصد ہو گیا۔ 30 جون 2023 کو ختم ہونے والی ششماہی کیلئے فنڈنگ کی مجموعی لاگت بڑھ کر 14.71 فیصد ہو گئی جو گذشتہ تقابلی مدت میں 12.51 فیصد تھی۔

30 جون 2024 کو ختم ہونے والی ششماہی کیلئے نان مارک اپ اخراجات جو 2023 کی تقابلی مدت میں 7.057 بلین روپے تھے 9.034 بلین روپے رہے، یہ 28.01 فیصد کے اضافے کی نشاندہی کرتے ہیں۔ اس اضافے کی بنیادی وجہ براؤنج ورک میں توسیع تھی جس سے ہماری برانچز کی تعداد گذشتہ مدت کے اختتام پر 403 سے بڑھ کر 30 جون 2024 کو 498 ہو گئی۔ بورڈ کی طرف سے دی گئی ہدایات کے مطابق انتظامیہ سال کے بقیہ حصے میں اخراجات کو محدود کرنے کیلئے سخت نظم و ضبط کے اقدامات پر عمل کرنے کیلئے پُر عزم ہے۔

30 جون 2024 کو ختم ہونے والی ششماہی کیلئے قرضوں اور سرمایہ کاری کیلئے خالص ریورسلز گذشتہ تقابلی مدت کے 747.043 بلین روپے کی خالص پروویژن کے مقابلے میں 322.445 بلین روپے رہے۔ مدت کے دوران ریورسلز سال کے آغاز میں انفلیکشن کے تناسب کو کم کرنے کیلئے مقرر کردہ اہداف کی بنیاد پر ریویو کی جاتی ہے اور اس کے مطابق پروویژن کی کوششوں کی وجہ سے ہیں۔

30 جون 2024 کو بینک کا نان پرفارمنگ ایلوٹو ٹوٹل ایڈوائسز ریشو 4.13 فیصد (دسمبر 2023: 4.90 فیصد) ہے جس میں مؤثر بحالی کی کوششوں کی بنیاد پر کمی آئی ہے؛ جبکہ مخصوص کوریج میں بھی 95.09 فیصد (دسمبر 2023: 80.01) تک نمایاں بہتری ہو گئی ہے جس کی وجہ اسٹیٹ بینک کے BPRD سرکلر لیٹر نمبر 16 تاریخ 29 جولائی 2024 کے ذریعے جاری کردہ وضاحت کے مطابق اسٹیج 3 قرضوں کیلئے بلند چارج ہے۔

30 جون 2024 کو 17.36 فیصد کے کپٹل ایڈکویٹسی ریشو کے ساتھ بینک کافی سرمایہ رکھتا ہے۔ بینک کا لیکویڈیٹی کوریج ریشو اور نیٹ اسٹیبل فنڈنگ ریشو بالترتیب 180.21 فیصد اور 174.56 فیصد ہیں، جو ریگولیٹری ضروریات سے کافی زیادہ ہیں۔

اسٹیٹ بینک آف پاکستان نے 2023 کے BPRD سرکلر لیٹر نمبر 07 مورخہ 13 اپریل 2023 کے ذریعے تمام بینکوں کیلئے IFRS 9 انٹرنیشنل انشورمنٹس کے نفاذ کی تاریخ یکم جنوری 2024 مقرر کی ہے۔ اسٹیٹ بینک نے مذکورہ سرکلر کے ذریعے عبوری مالیاتی رپورٹنگ کا نظر ثانی شدہ فارمیٹ بھی تجویز کیا ہے۔ IFRS 9 کو پہلی دفعہ لگانے اور اس کے بعد کی ضروریات جن میں عبوری مالیاتی طور پر ہونے والے کرپٹ کے نقصان کے بجائے متوقع کرپٹ کے نقصان کی بنیاد پر الٹا ڈنسر کی بلنگ کی ضرورت ہوتی ہے، انہیں مختصر عبوری مالیاتی گوشواروں کے متعلقہ نوٹس میں شامل/بیان کیا گیا ہے۔ نظر ثانی شدہ شکل کے نفاذ کے نتیجے میں مختصر عبوری مالیاتی گوشواروں کے مختلف عناصر کے تعارف اور انکشاف میں کچھ تبدیلیاں ہوئیں، جن کی تفصیل مختصر عبوری مالیاتی گوشواروں کے نوٹس میں بیان کی گئی ہے۔



آخر میں، اگرچہ پاکستان کی معیشت میں بہتری کے آثار دکھائی دے رہے ہیں، لیکن پائیدار بحالی کا اٹھارہ اقتصادی اصلاحات کے مؤثر نفاذ بھٹا اور مستحکم مالیاتی پالیسیوں اور مناسب مالی معاونت پر ہے۔ پاکستان کو مستحکم طویل المدتی ترقی اور استحکام کی جانب بڑھنے کے قابل بنانے کیلئے افراط زر، مالیاتی استحکام اور بیرونی مالیاتی ضروریات جیسے، ہم مسائل کو فیصلہ کن طور پر حل کیا جانا چاہیے۔

بینک کی مالی پوزیشن اور آپریٹنگ نتائج:

30 جون 2024 کو ختم ہونے والی ششماہی کیلئے بینک کی مالیاتی پوزیشن اور آپریٹنگ نتائج کا خلاصہ مندرجہ ذیل ہے۔

30 جون 2024 کو	31 دسمبر 2023 کو	مالیاتی کیفیت
215,052,733	205,753,709	ایڈوانسز
420,492,544	310,340,877	سرمایہ کاری
750,964,959	658,561,672	مجموعی اثاثے
597,335,700	517,868,984	مجموعی ڈپازٹس
28,552,300	28,613,166	شیئرز ہولڈرز کی ایکویٹی
11,598,445	10,123,981	مالیاتی کارکردگی
3,605,670	2,887,536	خالص سودی آمدنی
15,204,115	13,011,517	نان مارک اپ آمدنی
9,034,179	7,057,194	مجموعی محصولات
6,169,936	5,954,323	نان مارک اپ اخراجات
(322,445)	747,043	پروویژنز اور ریکمیشن سے قبل منافع
6,492,381	5,207,280	ریورسلز (کریڈٹ لاس الاؤنسز)۔ نیٹ
3,203,501	2,526,655	منافع قبل از ٹیکس
2,9058	2,2918	منافع بعد از ٹیکس
		فی حصص آمدنی (روپے میں)

بینک نے 30 جون 2023 کو ختم ہونے والی ششماہی کیلئے منافع قبل از ٹیکس (PBT) 6,492,381 ملین روپے اور منافع بعد از ٹیکس (PAT) 3,203,501 ملین روپے حاصل کیا جو گذشتہ سال اسی مدت میں بالترتیب 5,207,280 ملین روپے اور 2,526,655 ملین روپے تھا۔ بینک کی فی حصص آمدنی جو گذشتہ تقابلی مدت میں 2,2918 روپے فی حصص تھی حالیہ مدت میں 26.79 فیصد کی بہتری کے ساتھ 2,9058 روپے فی حصص ہے۔

30 جون 2024 کو ختم ہونے والی ششماہی کیلئے بینک کی خالص سودی آمدنی جو گذشتہ تقابلی مدت کے 10,123,981 ملین روپے کے مقابلے میں 11,598,445 ملین روپے ہو گئی جو اسپریڈ میں مسلسل بہتری کی وجہ سے 14.56 فیصد کے اضافے کی نشاندہی کرتی ہے۔ ختم ہونے والی مدت کی غیر سودی آمدنی جو گذشتہ تقابلی مدت کے 2,887,536 ملین روپے کے مقابلے میں 3,605,670 ملین روپے رہی۔ یہ بہتری تجارتی حجم میں نمایاں اضافے کی وجہ سے ہوئی جو گذشتہ تقابلی مدت کے 335,351 ملین روپے سے بڑھ کر 30 جون 2024 کو ختم ہونے والی ششماہی میں 590,840 ملین روپے تک پہنچ گیا۔ نتیجتاً، فیس اور کمیشن کی آمدنی میں گذشتہ مدت کے مقابلے میں 53.59 فیصد کا شاندار اضافہ ہوا۔ یہ جزوی طور پر زرمبادلہ پراپیٹی کی کم آمدنی کی وجہ سے کم ہوئی۔ نتیجے کے طور پر، بینک کی مجموعی آمدنی میں 2,192,598 ملین روپے یا 16.85 فیصد سال بہتری نظر آئی۔

ڈائریکٹرز کی جائزہ رپورٹ

30 جون 2024 کو ختم ہونے والی ششماہی کیلئے ڈائریکٹرز کی جائزہ رپورٹ

ہم نہایت مسرت کے ساتھ بورڈ آف ڈائریکٹرز کی جانب سے 30 جون 2024 کو ختم ہونے والی ششماہی کیلئے مختصر عبوری مالیاتی گواہیوں کے ساتھ سویریویٹیک لمیٹڈ ('پینک') کے ڈائریکٹرز کا جائزہ پیش کر رہے ہیں۔

اقتصادی جائزہ:

پاکستانی معیشت 2024 کی پہلی ششماہی میں مختلف اہم اقتصادی اشاریوں میں بہتری اور بین الاقوامی مالیاتی فنڈ (IMF) کے اسٹینڈ بائی اریٹمنٹ (SBA) کے اختتام کے ساتھ استحکام کی جانب گامزن رہی۔ ملک میں افراط زر میں کمی، حقیقی جی ڈی پی میں اضافہ، نہ ہونے کے برابر کرنٹ اکاؤنٹ خسارہ، ترسیلات زراور زرمبادلہ کے ذخائر میں اضافہ اور پاکستانی روپے میں استحکام نظر آیا۔ معیشت کی مزید مضبوطی کیلئے حکومت نے حالیہ بی بی ایم IMF کے ساتھ 7 بلین ڈالر کے 37 ماہ کے توسیعی فنڈ کی سہولت کے انتظامات (EFF) کا اضافہ کیوں معاہدہ کیا ہے، جس سے دوطرفہ اور کثیر جہتی معاہدوں کے ذریعے مالیاتی بہاؤ کے دروازہ کھلیں گے اور ہمارے زرمبادلہ کے ذخائر میں مزید اضافہ ہوگا۔

جون 2024 میں سال بسال (YoY) مہنگائی دسمبر 2023 کی 29.7 فیصد سال بسال کے مقابلے 12.6 فیصد ریکارڈ کی گئی۔ مالی سال 2024 میں مہنگائی کی اوسط شرح مالی سال 2023 کی 29.0 فیصد سے کم ہو کر 23.9 فیصد ہو گئی۔ افراط زر میں کمی مالیاتی پالیسی کے سخت موقف، مالیاتی استحکام، خوراک کی بہتر فراہمی، سازگار عالمی اجناس کی قیمتوں کے ساتھ ساتھ ہائی میں اثرات کی وجہ سے ہوئی۔

اسٹیٹ بینک آف پاکستان (SBP) کی مانیٹری پالیسی کمیٹی (MPC) نے اعتراف کیا کہ مالی سال کی دوسری ششماہی میں مہنگائی میں کمی تو قعات سے بہتر تھی اور اس کے مطابق جون 2024 میں پالیسی ریٹ 150 پیسے پوائنٹس کم کر کے 20.5 فیصد کرنے کا فیصلہ کیا۔ افراط زر کے بجٹ اقدامات اور مستقبل میں توانائی کی قیمتوں میں متوقع اضافے سے افراط زر کی سطح کو برقرار رکھنے کے حوالے سے خطرات موجود ہیں، تاہم، MPC نے نوٹ کیا ہے کہ پینک کی مالیاتی ترقی کے مجموعی اثرات سے افراط زر کا دباؤ قابو میں رہنے کی توقع ہے۔ حقیقی شرح سود اب بھی نمایاں طور پر مثبت ہے جو افراط زر کو 5 سے 7 فیصد کے درمیانی مدت کے ہدف کی طرف لے جانے کیلئے اہم ہے۔

تازہ ترین معاشی اعداد و شمار اقتصادی سرگرمیوں میں معتدل اضافے کی نشاندہی کرتے ہیں کیونکہ پاکستان کی حقیقی جی ڈی پی میں مالی سال 2024 میں 2.4 فیصد کی نمو ریکارڈ کی گئی، جو گزشتہ مالی سال میں 0.2 فیصد کم ہو گئی تھی۔ نمو کی بنیادی وجہ گزشتہ سال سیلاب سے متاثرہ زرعی شعبے کی پیداوار میں بحالی ہے۔ مزید برآں، بڑے پیمانے پر مینوفیکچرنگ (LSM) بھی بحالی کی راہ پر گامزن ہے۔

30 جون 2024 کو ایس بی پی کے پاس زرمبادلہ کے ذخائر 31 دسمبر 2023 کے 8.2 بلین ڈالر سے بڑھ کر 9.4 بلین ڈالر ریکارڈ کئے گئے۔ یہ اضافہ بنیادی طور پر حالیہ IMF SBA کے تحت آنے والی رقم اور رواں سال 24 کی پہلی ششماہی کے دوران کرنٹ اکاؤنٹ کی بہتر کارکردگی کی وجہ سے ہوا۔ ویڈیو ڈیٹا سٹائل اور رکھنا کی مصنوعات کی ترسیل میں اضافے کی وجہ سے برآمدات میں 3.2 بلین امریکی ڈالر (11.5 فیصد) کا اضافہ ہوا۔ جبکہ درآمدات میں 472 بلین ڈالر (0.9 فیصد) کا معمولی اضافہ ہوا ہے۔ زرمبادلہ کا ایک بڑا ذریعہ دیگر کرنٹ ترسیلات زرقیں۔ جس میں (10.7 فیصد) کی بہتری آئی۔ اس کے مطابق مجموعی بنیادوں پر پاکستان کے کل ذخائر بنیادوں کے پاس تھے، 2023 کے آخر کے 12.7 بلین ڈالر سے بڑھ کر 14.0 بلین ڈالر ہو گئے ہیں۔

امریکی ڈالر کے مقابلے میں پاکستانی روپے کی قدر نسبتاً مستحکم رہی اور 31 دسمبر 2023 کو 281.86 روپے/ڈالر سے قدرے بہتر ہو کر 30 جون 2024 کو 278.34 روپے/ڈالر ہو گئی۔ یہ معاشی استحکام، سرمایہ کاروں کے اعتماد اور غیر زرعی زرمبادلہ کی مارکیٹ کی باضابطگی سے حاصل ہوا۔

مالی سال 2024 کے دوران، مالیاتی پیلیٹنز میں بہتری نظر آئی، کیونکہ بنیادی پینلنس سرپلس میں تبدیل ہو گیا اور مجموعی خسارہ گزشتہ سال سے کم ہوا۔ تاہم، بجٹ میں بیرونی اور نان بینک فنانسنگ میں کمی سے کلکی بینکنگ سسٹم پر حکومتی انحصار میں نمایاں اضافہ ہوا ہے۔

نئے IMF EFF معاہدے کے تحت، زرمبادلہ کی شرح میں یک اور مانیٹری پالیسی کے فریم ورک میں بہتری کے عزم کے ساتھ حکومت کو پاکستان کے ٹیکس نظام، توانائی کے شعبے اور سرکاری اداروں کی پینتہ ڈھانچہ جاتی کمزوریوں سے ششماہی کی ضرورت ہے۔ EFF کا ہدف آئندہ مالی سال کیلئے ٹیکس ریویو/جی ڈی پی میں نمایاں اضافہ ہے، جس میں ملک کے ٹیکس سے مستثنیٰ شعبوں پر نئے ٹیکسز بھی شامل ہیں، جو ایک بڑا چیلنج ہے جس کیلئے صوبائی سطح پر قانون سازی کی ضرورت پڑ سکتی ہے۔ توقع ہے کہ IMF کا بورڈ جلد ہی EFF معاہدے کی منظوری دے گا، جس سے سیکر واکٹا ملک استحکام کو یقینی بنانے میں مدد ملے گی اور معیشت میں بہتری پر اعتماد میں اضافہ ہوگا۔

INDEPENDENT AUDITOR'S REVIEW REPORT



Introduction

We have reviewed the accompanying condensed interim statement of financial position of Soneri Bank Limited ("the Bank") as at June 30, 2024 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim cash flow statement, and notes to the condensed interim financial statements for the half year then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

The figures for the quarters ended June 30, 2024 and June 30, 2023 in the condensed interim profit and loss account and condensed interim statement of comprehensive income have not been subject to review and therefore, we do not express a conclusion thereon.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The financial statements of the Bank for the year ended December 31, 2023 and the half year ended June 30, 2023 were audited and reviewed by another firm of Chartered Accountants who had expressed an unmodified opinion / conclusion on those statements vide their reports dated February 12, 2024 and August 25, 2023 respectively.

The engagement partner on the review resulting in this independent auditor's review report is **Junaid Mesia**.

A.F. Ferguson & Co.
Chartered Accountants

Karachi: 28 August 2024

UDIN: RR202410611Q1bAGzpnH

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2024



	(Un-audited) 30 June 2024	(Audited) 31 December 2023
	----- (Rupees in '000) -----	
ASSETS		
Cash and balances with treasury banks	46,528,333	44,206,702
Balances with other banks	2,510,346	1,458,642
Lendings to financial institutions	10,865,998	-
Investments	420,492,544	310,340,877
Advances	215,052,733	205,753,709
Property and equipment	14,736,883	12,944,973
Right-of-use assets	5,070,593	4,249,619
Intangible assets	334,680	206,127
Deferred tax assets - net	-	-
Other assets	35,372,849	79,401,023
Total Assets	750,964,959	658,561,672
LIABILITIES		
Bills payable	9,271,889	8,737,971
Borrowings	77,651,299	68,741,646
Deposits and other accounts	597,335,700	517,868,984
Lease liabilities	5,942,674	5,113,794
Subordinated debt	7,997,600	7,998,400
Deferred tax liabilities - net	1,169,157	889,037
Other liabilities	23,064,340	20,598,674
Total Liabilities	722,432,659	629,948,506
NET ASSETS	28,532,300	28,613,166
REPRESENTED BY		
Share capital	11,024,636	11,024,636
Reserves	5,773,756	5,133,056
Surplus on revaluation of assets	3,005,641	1,661,082
Unappropriated profit	8,728,267	10,794,392
	28,532,300	28,613,166
CONTINGENCIES AND COMMITMENTS	23	

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

Amin A. Feerasta
Chairman

Muhtashim Ahmad Ashai
President & Chief Executive Officer

Mirza Zafar Baig
Chief Financial Officer

Jamil Hassan Hamdani
Director

Navin Salim Merchant
Director

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE QUARTER AND HALF YEAR ENDED 30 JUNE 2024



	Note	Quarter Ended		Half Year Ended	
		30 June 2024	30 June 2023	30 June 2024	30 June 2023
----- (Rupees in '000) -----					
Mark-up / Return / Interest earned	24	29,387,446	23,926,422	56,901,120	43,627,407
Mark-up / Return / Interest expensed	25	23,637,675	18,641,271	45,302,675	33,503,426
Net mark-up / Interest income		5,749,771	5,285,151	11,598,445	10,123,981
NON MARK-UP / INTEREST INCOME					
Fee and commission income	26	1,100,225	681,981	2,069,322	1,347,339
Dividend income		101,214	94,195	113,386	145,372
Foreign exchange income		576,211	390,048	1,085,846	1,445,535
Gain / (loss) on securities - net	27	202,972	(77,489)	288,598	(106,856)
Net gains / (loss) on derecognition of financial assets measured at amortised cost		-	-	-	-
Other income	28	21,940	28,667	48,518	56,146
Total non mark-up / interest Income		2,002,562	1,117,402	3,605,670	2,887,536
Total income		7,752,333	6,402,553	15,204,115	13,011,517
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	29	4,558,865	3,507,487	8,868,622	6,916,929
Workers Welfare Fund	30	57,475	52,439	132,498	112,816
Other charges	31	32,939	-	33,059	27,449
Total non mark-up / interest expenses		4,649,279	3,559,926	9,034,179	7,057,194
Profit before credit loss allowance		3,103,054	2,842,627	6,169,936	5,954,323
Credit loss allowance / provisions and write offs - net	32	165,065	329,808	(322,445)	747,043
Extra ordinary / unusual items		-	-	-	-
PROFIT BEFORE TAXATION		2,937,989	2,512,819	6,492,381	5,207,280
Taxation	33	1,494,519	1,475,177	3,288,880	2,680,625
PROFIT AFTER TAXATION		1,443,470	1,037,642	3,203,501	2,526,655
----- (Rupees) -----					
Basic / Diluted earnings per share	34	1.3093	0.9412	2.9058	2.2918

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

Amin A. Feerasta
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Jamil Hassan Hamdani
Director

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Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER AND HALF YEAR ENDED 30 JUNE 2024



	Quarter Ended		Half Year Ended	
	30 June 2024	30 June 2023	30 June 2024	30 June 2023
	----- (Rupees in '000) -----			
Profit after taxation for the period	1,443,470	1,037,642	3,203,501	2,526,655
Other comprehensive income / (loss)				
Items that may be reclassified to profit and loss account in subsequent periods:				
Movement in surplus on revaluation of debt investments through FVOCI - net of tax	775,253	-	195,219	-
Movement in surplus on revaluation of investments -net of tax	-	951,706	-	38,639
Items that will not be reclassified to profit and loss account in subsequent periods:				
Movement in deficit on revaluation of equity investments -net of tax	(16,942)	-	(71,313)	-
Movement in surplus on revaluation of property and equipment - net of tax	-	(142,098)	-	(142,098)
Movement in surplus on revaluation of non-banking assets - net of tax	-	(6,929)	-	(6,929)
Impact of change in applicable tax rate on remeasurement gain on defined benefit obligations	-	5,900	-	5,900
	(16,942)	(143,127)	(71,313)	(143,127)
Total comprehensive income	2,201,781	1,846,221	3,327,407	2,422,167

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

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Chairman

Muhtashim Ahmad Ashai
President & Chief Executive Officer

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Chief Financial Officer

Jamil Hassan Hamdani
Director

Navin Salim Merchant
Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE QUARTER AND HALF YEAR ENDED 30 JUNE 2024



	Note	30 June 2024	30 June 2023
----- (Rupees in '000) -----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		6,492,381	5,207,280
Less: dividend income		113,386	145,372
		6,378,995	5,061,908
Adjustments:			
Net mark-up / Interest income		(11,598,445)	(10,123,981)
Depreciation	29	602,581	403,449
Depreciation on right-of-use assets	29	516,472	441,400
Amortisation	29	67,305	123,102
Depreciation on non-banking assets	29	7,062	1,621
Finance charge on lease liability against right-of-use assets	18	425,875	301,277
Gain on termination of lease	28	(2,445)	(11,032)
Credit loss allowance and write offs - net	32	(322,445)	747,043
Gain on sale of property and equipment - net	28	(25,643)	(19,927)
Loss on sale of non-banking assets - net	28	3,360	-
Workers welfare fund	30	132,498	112,816
Unrealised (gain) / loss on revaluation of investments measured at FVPL	27	(245,651)	151
		(10,439,476)	(8,024,081)
		(4,060,481)	(2,962,173)
Decrease in operating assets			
Lendings to financial institutions		(10,868,288)	47,462,406
Securities measured at FVPL		(1,524,538)	(4,805,910)
Advances		(11,405,141)	21,784,538
Others assets (excluding advance taxation and mark-up receivable)		49,770,673	(9,920,254)
		25,972,706	54,520,780
Increase / (decrease) in operating liabilities			
Bills payable		533,918	1,271,505
Borrowings from financial institutions		10,324,937	(84,537,674)
Deposits		79,466,716	64,500,259
Other liabilities (excluding mark-up payable)		2,447,031	8,776,672
		92,772,602	(9,989,238)
Mark-up / Interest received		52,385,012	39,048,066
Mark-up / Interest paid		(44,359,090)	(32,286,659)
Income taxes paid		(4,374,556)	(2,036,331)
Net cash flow generated from operating activities		118,336,193	46,294,445
CASH FLOWS FROM INVESTING ACTIVITIES			
Net Investments in securities measured at FVOCI		(79,384,973)	(130,205)
Net investments in amortized cost securities		(26,341,566)	(24,620,351)
Dividends received		113,386	145,372
Investments in property and equipment		(3,931,285)	(1,736,118)
Proceeds from sale of non-banking assets		175,000	-
Proceeds from sale of property and equipment		26,474	22,190
Net cash flow used in investing activities		(109,342,964)	(26,319,112)
CASH FLOWS FROM FINANCING ACTIVITIES			
Payments of subordinated debt		(800)	(800)
Payments of lease obligations against right-of-use assets		(931,996)	(627,924)
Dividend paid		(3,269,790)	(1,092,815)
Net cash flow used in financing activities		(4,202,586)	(1,721,539)
Increase in cash and cash equivalents		4,790,643	18,253,794
Impact of ECL on adoption of IFRS 9 on cash and cash equivalents		(2,024)	-
Cash and cash equivalents at the beginning of the period		43,740,403	27,921,618
Cash and cash equivalents at end of the period	35	48,529,022	46,175,412

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

Amin A. Feerasta
Chairman

Muhtashim Ahmad Ashai
President & Chief Executive Officer

Mirza Zafar Baig
Chief Financial Officer

Jamil Hassan Hamdani
Director

Navin Salim Merchant
Director

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE QUARTER AND HALF YEAR ENDED 30 JUNE 2024



	Share capital	Statutory reserve (a)	Surplus / (deficit) on revaluation of		Unappropriated profit (b)	Total
			Investments	Property & Equipment / Non Banking Assets		
----- (Rupees in '000) -----						
Opening balance as at 1 January 2023 (Audited)	11,024,636	3,917,964	(2,916,231)	2,132,027	6,987,795	21,146,191
Profit after taxation for the half year ended 30 June 2023	-	-	-	-	2,526,655	2,526,655
Other comprehensive income for the half year ended 30 June 2023 - net of tax						
- Movement in surplus on revaluation of investments - net of tax	-	-	38,639	-	-	38,639
- Impact of change in applicable tax rate on remeasurement gain on defined benefit obligations	-	-	-	-	5,900	5,900
- Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	(142,098)	-	(142,098)
- Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	(6,929)	-	(6,929)
	-	-	38,639	(149,027)	2,532,555	2,422,167
Transfer to statutory reserve	-	505,331	-	-	(505,331)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	(37,640)	37,640	-
Transaction with owners, recorded directly in equity						
Final cash dividend for the year ended 31 December 2022 at Re. 1.00 per share	-	-	-	-	(1,102,463)	(1,102,463)
Balance as at 30 June 2023	11,024,636	4,423,295	(2,877,592)	1,945,360	7,950,196	22,465,895
Profit after taxation for the half year ended 31 December 2023	-	-	-	-	3,548,805	3,548,805
Other comprehensive income for the half year ended 31 December 2023 - net of tax						
- Movement in surplus on revaluation of investments - net of tax	-	-	1,742,433	-	-	1,742,433
- Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	(30,698)	(30,698)
- Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	876,515	-	876,515
- Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	10,216	-	10,216
	-	-	1,742,433	886,731	3,518,107	6,147,271
Transfer to statutory reserve	-	709,761	-	-	(709,761)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	(35,850)	35,850	-
Balance as at 31 December 2023	11,024,636	5,133,056	(1,135,159)	2,796,241	10,794,392	28,613,166
Impact of reclassification on adoption of IFRS 9 - net of tax (note 4.2.9)	-	-	1,278,717	-	-	1,278,717
Impact of adoption of IFRS 9 - net of tax (note 4.2.9)	-	-	-	-	(1,379,598)	(1,379,598)
Balance as at 1 January 2024 after adoption of IFRS 9	11,024,636	5,133,056	143,558	2,796,241	9,414,794	28,512,285
Profit after taxation for the half year ended 30 June 2024	-	-	-	-	3,203,501	3,203,501
Other comprehensive income for the half year ended 30 June 2024 - net of tax						
- Movement in surplus on revaluation of investments in debt instruments - net of tax	-	-	195,219	-	-	195,219
- Movement in deficit on revaluation of investments in equity instruments - net of tax	-	-	(71,313)	-	-	(71,313)
	-	-	123,906	-	3,203,501	3,327,407
Transfer to statutory reserve	-	640,700	-	-	(640,700)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	(52,755)	52,755	-
Transfer from surplus on revaluation of assets to unappropriated profit on disposal- net of tax	-	-	-	(5,309)	5,309	-
Transaction with owners, recorded directly in equity						
Final cash dividend for the year ended 31 December 2023 at Rs. 3.00 per share	-	-	-	-	(3,307,392)	(3,307,392)
Balance as at 30 June 2024	11,024,636	5,773,756	267,464	2,738,177	8,728,267	28,532,300

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

(b) As explained in note 10.3.1 to these condensed interim financial statements, unappropriated profit includes an amount of Rs. 467.166 million - net of tax as at 30 June 2024 (31 December 2023: Rs.729.318 million) representing additional profit arising from availing forced sales value benefit for determining provisioning requirement which is not available for distribution either as cash or stock dividend to shareholders and bonus to employees.

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

Amin A. Feerasta Chairman	Muhtashim Ahmad Ashai President & Chief Executive Officer	Mirza Zafar Baig Chief Financial Officer	Jamil Hassan Hamdani Director	Navin Salim Merchant Director
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NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER AND HALF YEAR ENDED 30 JUNE 2024



1 STATUS AND NATURE OF BUSINESS

Soneri Bank Limited (the Bank) was incorporated in Pakistan on 28 September 1991 as a public limited company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). Its registered office and central office are situated at 2nd Floor, 307- Upper Mall Scheme, Lahore, Punjab and at 10th Floor, PNSC Building, M.T. Khan Road, Karachi respectively. The shares of the Bank are quoted on Pakistan Stock Exchange Limited. The Bank is engaged in banking services as described in the Banking Companies Ordinance, 1962 and operates with 498 branches including 58 Islamic banking branches, 15 Islamic banking windows (2023: 443 branches including 45 Islamic banking branches, 15 Islamic banking windows in Pakistan). The credit rating of the Bank is disclosed in note 36 to the financial statements.

2 BASIS OF PREPARATION

2.1 These condensed interim financial statements have been prepared in conformity with the format of financial statements prescribed by the State Bank of Pakistan (SBP) vide BPRD Circular No. 2 dated 9 February 2023.

2.2 In accordance with the directives of the Federal Government regarding the shifting of the banking system to Islamic modes, the State Bank of Pakistan has issued various circulars from time to time. Permissible forms of trade-related modes of financing include purchase of goods by banks from their customers and immediate resale to them at appropriate mark-up in price on deferred payment basis. The purchases and sales arising under these arrangements are not reflected in these financial statements as such but are restricted to the amount of facility actually utilised and appropriate portion of mark-up thereon.

2.3 The financial results of all Islamic banking branches and windows of the Bank have been consolidated in these condensed interim financial statements for reporting purposes, after eliminating material intra branch transactions / balances. The financial results of Islamic banking branches and windows are disclosed in note 41 to these condensed interim financial statements.

3 STATEMENT OF COMPLIANCE

3.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard 34 "Interim Financial Reporting" and International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Companies Act, 2017;
- Provisions of and directives issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (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 IAS 34, IFRS or IFAS, the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives shall prevail.

3.2 The SBP has deferred the applicability of International Accounting Standard (IAS) 40, 'Investment Property' for banking companies through BSD Circular Letter No. 10 dated August 26, 2002 till further instructions. Further, the SECP has deferred the applicability of International Financial Reporting Standard (IFRS) 7, 'Financial Instruments: Disclosures' on banks through its notification S.R.O 411(I)/2008 dated April 28, 2008. The State Bank of Pakistan through BPRD Circular No. 04 of 2015 dated February 25, 2015 has deferred the applicability of Islamic Financial Accounting Standard (IFAS) 3, 'Profit and Loss Sharing on Deposits' issued by the Institute of Chartered Accountants of Pakistan (ICAP) and notified by the SECP, vide their S.R.O. No. 571/2013 dated June 12, 2013 for Institutions offering Islamic Financial Services (IIFS). Accordingly, the requirements of these standards have not been considered in the preparation of these condensed interim financial statements.

3.3 The disclosures made in these condensed interim financial statements have been limited based on a format prescribed by the SBP vide BPRD Circular No. 2 dated 09 February 2023 and the requirements of International Accounting Standard 34, "Interim Financial Reporting". These do not include all the disclosures required for annual financial statements, and these condensed interim financial statements should be read in conjunction with the financial statements of the Bank for the year ended 31 December 2023.



3.4 The Bank believes that there is no significant doubt on the Bank's ability to continue as a going concern. Accordingly, these condensed interim financial statements have been prepared on a going concern basis.

3.5 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain new and amended standards, issued by the International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after 1 January 2024 but are considered not to be relevant or do not have any material effect on the Bank's operations and are therefore not detailed in these condensed interim financial statements except for IFRS 9 (Financial Instruments), the impact of which is disclosed under note 4.2.

3.6 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective

There are certain new and amended standards, issued by the International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after 1 January 2025 but are considered not to be relevant or will not have any material effect on the Bank's financial statements except for:

- the new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of 1 January 2027 by IASB. IFRS 18 is yet to be adopted in Pakistan. IFRS 18 when adopted and applicable shall impact the presentation of 'Statement of Profit and Loss Account' with certain additional disclosures in the financial statements.
- amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

4 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual audited financial statements of the Bank for the year ended 31 December 2023 except for changes mentioned in notes 4.1 and 4.2.

4.1 Adoption of revised forms for the preparation of the condensed interim financial statements

The SBP, vide its BPRD Circular No. 02 dated 9 February 2023, issued the revised forms for the preparation of the condensed interim quarterly / half yearly financial statements of the Banks / DFIs which are applicable for quarterly / half yearly periods beginning on or after 1 January 2024 as per BPRD Circular Letter No. 07 of 2023 dated 13 April 2023. The implementation of the revised forms has resulted in certain changes to the presentation and disclosures of various elements of the condensed interim financial statements. The significant change is relating to right of use assets and corresponding lease liability which are now presented separately on the face of the statement of financial position. Previously, these were presented under property and equipment (earlier titled as fixed assets) and other liabilities respectively. There is no impact of this change on the condensed interim financial statements in terms of recognition and measurement of assets and liabilities.

The Bank has adopted the above changes in the presentation and made additional disclosures to the extent applicable to its operations and corresponding figures have been rearranged / reclassified to correspond to the current period presentation, as presented in note 4.3.

4.2 IFRS 9 - 'Financial Instruments'

As per SBP BPRD Circular Letter No. 07 of 2023 dated 13 April 2023, IFRS 9 is applicable on banks with effect from 1 January 2024. IFRS 9 brings fundamental changes to the accounting for financial assets and to certain aspects of accounting for financial liabilities. To determine appropriate classification and measurement category, IFRS 9 requires all financial assets, except equity instruments, to be assessed based on combination of the entity's business model for managing the assets and the instruments' contractual cash flow characteristics. The adoption of IFRS 9 has also fundamentally changed the impairment method of financial assets with a forward-looking Expected Credit Losses (ECL) approach.

The SBP through its BPRD Circular Letter No. 16 dated July 29, 2024 has made certain amendments and extended the timelines of SBP's IFRS 9 Application Instructions to address most of the matters raised by the banks with a direction to ensure compliance by the extended timeline.



There are a few matters which include maintenance of general provision, income recognition on Islamic financings and fair valuation of subsidized loans, the treatments of which are still under deliberation with the SBP. The Bank has continued to follow the treatment adopted in respect of these matters in the prior periods till the time SBP issues the relevant guidance / clarification.

4.2.1 Classification

Financial assets

Under IFRS 9, existing categories of financial assets: Held for trading (HFT), Available for sale (AFS), Held to maturity (HTM) and loans and receivables have been replaced by:

- Financial assets at fair value through profit or loss (FVTPL)
- Financial assets at fair value through other comprehensive income (FVOCI)
- Financial assets at amortised cost.

Financial liabilities

Under IFRS 9, the accounting for financial liabilities remains largely the same as before adoption of IFRS 9 and thus financial liabilities are being carried at amortised cost except for derivatives which are being measured at FVTPL.

4.2.2 Business model assessment

The Bank determines its business model at the level that best reflects how it manages groups of financial assets to achieve its business objective.

The Bank's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios and is based on observable factors such as:

- The objectives for the portfolio, in particular, whether the management's strategy focuses on earning contractual revenue, maintaining a particular yield profile, matching the duration of the financial assets to the duration of the liabilities that are funding those assets or realising cash flows through the sale of the assets;
- How the performance of the business model and the financial assets held within that business model are evaluated and reported to the Bank's key management personnel;
- The risks that affect the performance of the business model (and the financial assets held within that business model) and, in particular, the way those risks are managed; and
- The expected frequency, value and timing of sale are also important aspects of the Bank's assessment. However, information about sales activity is not considered in isolation, but as part of an overall assessment of how the Bank's stated objective for managing the financial assets is achieved and how cash flows are realised.

The business model assessment is based on reasonably expected scenarios without taking 'worst case' or 'stress case' scenarios into account.

Eventually, the financial assets fall under either of the following three business models:

- Hold to Collect (HTC) business model: Holding assets in order to collect contractual cash flows
- Hold to Collect and Sell (HTC&S) business model: Collecting contractual cash flows and selling financial assets
- Other business models: Resulting in classification of financial assets as FVTPL.

4.2.3 Assessments whether contractual cash flows are solely payments of principal and interest / profit (SPPI)

As a second step of its classification process, the Bank assesses the contractual terms of financial assets to identify whether they meet the SPPI test. 'Principal' for the purpose of this test is defined as the fair value of the financial asset at initial recognition and may change over the life of the financial asset (for example, if there are repayments of principal or amortisation of the premium / discount). The most significant elements of interest / profit within a financing arrangement are typically the consideration for the time value of money and credit risk. To make the SPPI assessment, the Bank applies judgment and considers relevant factors such as, but not limited to, the currency in which the financial asset is denominated, and the period for which the interest / profit rate is set. Where the contractual terms introduce exposure to risk or volatility that are inconsistent with basic lending arrangement, the related financial asset is classified and measured at FVTPL.



4.2.4 Application to the Bank's financial assets

Debt based financial assets

Debt based financial assets held by the Bank include: advances, lending to financial institutions, investment in federal government securities, corporate bonds and other private sukuk, cash and balances with treasury banks, balances with other banks, and other financial assets.

a) These are measured at amortised cost if they meet both of the following conditions and are not designated as FVTPL:

- the assets are held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest / profit on the principal amount outstanding.

The Bank's business model for these financial assets can still be HTC even when sales of these financial assets occur. However, if more than an infrequent number of sales of significant value are made, the Bank assesses whether and how the sales are consistent with the HTC objective.

b) Debt based financial assets are measured at FVOCI only if these meet both of the following conditions and are not designated as FVTPL:

- the asset are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest / profit on the principal amount outstanding.

c) Debt based financial assets if these are held for trading purposes are classified as measured at FVTPL.

In addition, on initial recognition, the Bank may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

The application of these policies resulted in the reclassifications and consequent remeasurements of certain investments in federal government securities held under available for sale portfolio as of 31 December 2023 to the measurement category of amortised cost based on the business model assessment. Additionally, certain investments in non government debt securities and equity securities held under available for sale portfolio as of 31 December 2023 were reclassified to the measurement category of fair value through profit or loss. The following table reconciles their carrying amounts as reported on 31 December 2023 to the carrying amounts under IFRS 9 on transition to IFRS 9 on 1 January 2024:

Investment type and category	Balances as of 31 December 2023 (Audited)	IFRS 9 Classification	Balances as of 31 December 2023	Remeasurements	Balances as of 1 January 2024 - Before ECL
----- (Rupees in '000) -----					
Debt Securities					
Federal Government Securities					
- Pakistan Investment Bonds - AFS	186,112,106	FVOCI Amortised Cost	162,416,940 23,695,166	- 2,652,941	162,416,940 26,348,107
- Non Government Debt Securities - AFS	2,778,318	FVOCI FVPL	1,537,129 1,241,189	- -	1,537,129 1,241,189
Equity Securities					
- Equity Securities - AFS	901,852	FVOCI FVPL	61,598 840,254	- -	61,598 840,254
- Units of Mutual Funds - AFS	500,000	FVPL	500,000	-	500,000
	<u>190,292,276</u>		<u>190,292,276</u>	<u>2,652,941</u>	<u>192,945,217</u>



Equity based financial assets

An equity instrument held by the Bank for trading purposes is classified as measured at FVTPL. On initial recognition of an equity investment that is not held for trading, the Bank may irrevocably elect to present subsequent changes in fair value in OCI. This election is made on an investment-by-investment basis. The Bank has decided to classify Rs 61,598.231 million out of its available for sale equity investment portfolio as of December 31, 2023 as FVOCI. The remaining portfolio of Rs 840,253.630 million was classified as FVTPL out of available for sale as of December 31, 2023.

IFRS 9 has eliminated impairment assessment requirements for investments in equity instruments. Accordingly, the Bank has reclassified impairment of Rs. 27.837 million on listed equity investments as at December 31, 2023 to surplus / deficit on revaluation of investments through remeasurements.

The measurement category and carrying amount of financial assets in accordance with the accounting and reporting standards as applicable in Pakistan before and after adoption of IFRS 9 as at 1 January 2024 are compared as follows:

Financial assets	Before adoption of IFRS 9		After adoption of IFRS 9	
	Measurement category	Carrying amount as at 31 December 2023	Measurement category	Carrying amount as at 1 January 2024
------(Rupees in '000)-----				
Cash and balances with treasury banks	Loans and receivables	44,206,702	Amortised cost	44,206,702
Balances with other banks	Loans and receivables	1,458,642	Amortised cost	1,458,642
Lending to financial institutions	Loans and receivables	-	Amortised cost	-
Investments - net	Held for trading	2,870	Fair value through profit or loss	2,870
	Available for sale	293,631,280	Fair value through profit or loss	2,581,444
			Fair value through other comprehensive income	267,354,669
		293,631,280	Amortised cost	26,348,107
	Held to maturity	16,706,727	Amortised cost	296,284,220
Advances - net	Loans and receivables	205,753,709	Amortised cost	16,706,727
Other assets	Loans and receivables	79,401,023	FVTPL / amortised cost	205,753,709
		641,160,953		79,401,023
				643,813,893

4.2.5 Initial recognition, subsequent measurement and derecognition

Financial assets and financial liabilities are recognised when the entity becomes party to the contractual provisions of the instrument. Regular way purchases and sales of financial assets are recognised on trade date, the date on which the Bank purchases or sells the asset. Other financial assets and liabilities like advances, lending to financial institutions, deposits etc. are recognised when funds are transferred to the customers' account or financial institutions. However, for cases, where funds are transferred on deferred payment basis, recognition is done when underlying asset is purchased.

a) Amortised cost (AC)

Financial assets and financial liabilities under amortised cost category are initially recognised at fair value adjusted for directly attributable transaction cost. These are subsequently measured at amortised cost. An expected credit loss allowance (ECL) is recognised for financial assets in the condensed interim statement of profit and loss account. Interest income / profit / expense on these assets / liabilities are recognised in the condensed interim statement of profit and loss account. On derecognition of these financial assets and liabilities, capital gain / loss will be recognised in the condensed interim statement of profit and loss account.



b) Fair value through other comprehensive income (FVOCI)

Financial assets under FVOCI category are initially recognised at fair value adjusted for directly attributable transaction cost. These assets are subsequently measured at fair value with changes recorded in OCI. An expected credit loss allowance (ECL) is recognised for debt based financial assets in the condensed interim statement of profit and loss account. Interest / profit / dividend income on these assets are recognised in the condensed interim statement of profit and loss account. On derecognition of debt based financial assets, capital gain / loss will be recognised in the condensed interim statement of profit and loss account. For equity based financial assets classified as FVOCI, capital gain / loss is transferred from surplus / deficit to unappropriated profit.

c) Fair value through profit or loss (FVTPL)

Financial assets under FVTPL category are initially recognised at fair value. Transaction cost will be directly recorded in the condensed interim statement of profit and loss account. These assets are subsequently measured at fair value with changes recorded in the condensed interim statement of profit and loss account. Interest / dividend income on these assets are recognised in the condensed interim statement of profit and loss account. On derecognition of these financial assets, capital gain / loss will be recognised in the condensed interim statement of profit and loss account. An expected credit loss allowance (ECL) is not recognised for these financial assets.

Derecognition

Financial assets

The Bank derecognises a financial asset when:

- a) the contractual rights to the cash flows from the financial asset expire;
- b) it transfers the rights to receive the contractual cash flows in a transaction in which either:
 - substantially all of the risks and rewards of ownership of the financial asset are transferred; or
 - the Bank neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

Where the Bank enters into transactions in which it transfers assets recognised in its condensed interim statement of financial position, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

Financial liabilities

The Bank derecognises a financial liability when its contractual obligations are discharged, cancelled or expired. The Bank also derecognises a financial liability when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognised at fair value.

On derecognition of a financial liability, the difference between the carrying amount extinguished and the consideration paid (including any non-cash assets transferred or liabilities assumed) is recognised in the condensed interim statement of profit and loss account.

4.2.6 Expected Credit Loss (ECL)

The Bank assesses on a forward-looking basis the expected credit losses ('ECL') associated with all advances and other debt financial assets not held at FVTPL, together with letter of credit, guarantees and unutilised financing commitments hereinafter referred to as "Financial Instruments". The Bank recognises a loss allowance for such losses at each reporting date. The measurement of ECL reflects:

- an unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- the time value of money; and
- reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.



The ECL allowance is based on the credit losses expected to arise over the life of the asset (the lifetime expected credit loss or LTECL), unless there has been no significant increase in credit risk since origination, in which case, the allowance is based on the 12 months' expected credit loss (12mECL). The 12mECL is the portion of LTECLs that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date. Both LTECLs and 12mECLs are calculated at facility level.

The Bank has established a policy to perform an assessment, at the end of each reporting period, of whether a financial instrument's credit risk has increased significantly since initial recognition, by considering the change in the risk of default occurring over the remaining life of the financial instrument. The Bank considers an exposure to have significantly increased in credit risk when there is considerable deterioration in the internal rating grade for subject customer. The Bank also applies a secondary qualitative method for triggering a significant increase in credit risk for an asset, such as moving a customer / facility to the watch list, or the account becoming forborne. Regardless of the change in credit grades, generally, the Bank considers that there has been a significant increase in credit risk when contractual payments are more than 60 days past due.

Based on the above process, the Bank groups its financial instruments into Stage 1, Stage 2 and Stage 3 as described below:

Stage 1:	When financial instruments are first recognised, the Bank recognises an allowance based on 12mECLs. Stage 1 financial instruments also include facilities where the credit risk has improved and these have been reclassified from Stage 2. The 12mECL is calculated as the portion of LTECLs that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date. The Bank calculates the 12mECL allowance based on the expectation of a default occurring in the 12 months following the reporting date. These expected 12-month default probabilities are applied to a forecast Exposure At Default (EAD) and multiplied by the expected LGD and discounted by an approximation to the original Effective Interest Rate (EIR). This calculation is made for all the scenarios.
Stage 2:	When a financial instrument has shown a significant increase in credit risk since origination, the Bank records an allowance for the LTECLs. Stage 2 also includes facilities, where the credit risk has improved and the instrument has been reclassified from Stage 3. The mechanics are similar to those explained above, including the use of multiple scenarios, but PDs are applied over the lifetime of the instrument. The expected cash flows are discounted by an approximation to the original EIR.
Stage 3:	For financial instruments considered credit-impaired, the Bank recognises the LTECLs for these instruments. The Bank uses a PD of 100% and LGD as computed for each portfolio or as prescribed by the SBP.
Undrawn financing commitments	When estimating LTECLs for undrawn financings commitments including revolving facilities the Bank estimates the expected portion of the financings commitment that will be drawn down over its expected life. The ECL is then based on the present value of the expected cash flows if the financings is drawn down, based on a probability-weighting of the three scenarios.
Guarantee and letters of credit contracts	The Bank estimates ECLs based on the BASEL driven and internally developed credit conversion factor (CCF) for guarantee and letter of credit contracts respectively. The calculation is made using a probability-weighting of the three scenarios. The ECLs related to guarantee and letter of credit contracts are recognised within other liabilities.

The calculation of ECLs

The Bank calculates ECLs based on a three probability-weighted scenarios to measure the expected cash flows, discounted at an approximation to the EIR.

The mechanics of the ECL calculations are outlined below and the key elements are, as follows:

PD	The Probability of Default (PD) is an estimate of the likelihood of default over a given time horizon. A default may only happen at a certain time over the assessed period, if the facility has not been previously derecognised and is still in the portfolio. PD is estimated based on statistical technique such as Transition Matrix approach. PDs for non advances portfolio is based on S&Ps global transition default matrices, PDs are then adjusted using Vicesek Model to incorporate forward looking information.
EAD	The Exposure at Default (EAD) is an estimate of the exposure at a future default date, taking into account expected changes in the exposure after the reporting date, including repayments of principal and profit, whether scheduled by contract or otherwise, expected drawdowns on committed facilities, and accrued interest / profit from missed payments. The maximum period for which the credit losses are determined



is the contractual life of a financial instrument unless the Bank has a legal right to call it earlier. The Bank's product offering includes a variety of corporate and retail facilities, in which the Bank has the right to cancel and / or reduce the facilities with one day notice. However, in case of revolving facilities, the Bank does not limit its exposure to credit losses to the contractual notice period, but, instead calculates ECL over a period that reflects the Bank's expectations of the customer behaviour, its likelihood of default and the Bank's future risk mitigation procedures, which could include reducing or cancelling the facilities.

LGD The Loss Given Default (LGD) is an estimate of the loss arising in the case where a default occurs at a given time. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, including from the realisation of any collateral. It is usually expressed as a percentage of the EAD.

The discount rate used to discount the ECLs is based on the effective interest rate that is expected to be charged over the expected period of exposure to the facilities. In the absence of computation of the effective interest rate (at reporting date), the Bank uses an approximation e.g. contractual rate (at reporting date).

Effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial asset or financial liabilities to the gross carrying amount of a financial asset or to the amortised cost of a financial liability.

To mitigate its credit risks on financial assets, the Bank seeks to use collateral, where possible. The Bank considers only those collaterals as eligible collaterals in the EAD calculation which have the following characteristics:

- History of legal certainty and enforceability
- History of enforceability and recovery.

When estimating the ECLs, the Bank considers three scenarios (a base case, an upside, a downside). Each of these is associated with different PDs.

The Bank's management has only considered cash, liquid securities, and Government of Pakistan guarantees as eligible collaterals, while calculating EADs.

The credit exposure (in local currency) that have been guaranteed by the Government and Government Securities are exempted from the application of ECL calculation.

As per BPRD Circular No. 03 of 2022 dated July 05, 2022, ECL of Stage 1 and Stage 2 is calculated as per IFRS 9, while ECL of Stage 3 has been calculated based on higher of either the Prudential Regulations or IFRS 9 at borrower / facility level for corporate / commercial / SME loan portfolios and at segment / product basis for retail portfolio.

Forward looking information

In its ECL models, the Bank relies on range of the following forward looking information as economic inputs, such as:

- GDP growth
- Volume of exports of goods
- Consumer price index

Definition of default

The concept of "impairment or "default" is critical to the implementation of IFRS 9 as it drives determination of risk parameters, i.e. PD, LGD and EAD.

As per BPRD Circular No. 03 of 2022 dated July 05, 2022 and BPRD Circular Letter No. 16 of 2024 dated July 29, 2024, ECL of Stage 1 and Stage 2 is calculated as per IFRS 9, while ECL of Stage 3 has been calculated based on higher of either the Prudential Regulations or IFRS 9 at borrower / facility level for corporate / commercial / SME loan portfolios and at segment / product basis for retail portfolio.

This implies that if one facility of a counterparty becomes 90+ DPD in repaying its contractual dues or as defined in PRs; all other facilities would deem to be classified as stage 3.



Write-offs

The Bank's accounting policy under IFRS 9 remains the same as it was under SBP regulations / existing reporting framework.

4.2.7 Significant increase in credit risk (SICR)

A SICR is assessed in the context of an increase in the risk of a default occurring over the life of the financial instrument when compared to that expected at the time of initial recognition. It is not assessed in the context of an increase in the ECL. The Bank uses a number of qualitative and quantitative measures in assessing SICR. Quantitative measures relate to deterioration of Obligor Risk Ratings (ORR) or where principal and / or interest payments are 60 days or more past due. Qualitative factors include unavailability of financial information and pending litigations.

Based on the level of increase in credit risk, the Bank shall calculate 12 month ECL for assets which did not have a SICR i.e., Stage 1 or a lifetime expected loss for the life of the asset (for assets which demonstrated a SICR) i.e., Stage 2.

At every reporting date, the Bank shall assess whether there has been a SICR since the initial recognition of the asset. If there is a SICR, the asset must be assigned to the appropriate stage of credit impairment (Stage 2 or 3).

Under the SBP's instructions, credit exposure (in local currency) guaranteed by the Government and Government Securities are exempted from the application of ECL Framework. Moreover, until implementation of IFRS 9 has stabilized, Stage 1 and stage 2 provisions would be made as per IFRS 9 ECL criteria and Stage 3 provisions would be made considering higher of IFRS 9 ECL or provision computed under existing PRs' requirements on borrower / facility level for corporate / commercial / SME loan portfolios and at segment / product basis for retail portfolio.

As required by the Application Instructions, financial assets may be reclassified out of stage 3 if they meet the requirements of Prudential Regulations (PR) issued by SBP. Financial assets in stage 2 may be reclassified to stage 1 if the conditions that led to a SICR no longer apply.

4.2.8 Additional requirements and exceptions introduced by SBP Instructions

State Bank of Pakistan has enforced the application of IFRS 9 in its entirety except for some exceptions and additional requirements. A high-level comparison of such exceptions that are relevant to the Bank is as follows:

(i) Use of Fair Value Option for financial assets

IFRS 9 allows entities to irrevocably designate, at initial recognition, a financial asset as measured at FVTPL if doing so eliminates or significantly reduces any 'accounting mismatch' that would otherwise arise from measuring assets or liabilities or recognising gains and losses on them on different bases. SBP instructions state that banks may apply the fair value option if, in addition to the IFRS 9 criterion, (a) it is consistent with a documented risk management strategy, and (b) fair values are reliable at inception and throughout life of the instrument. Nonetheless, banks should avoid this option for financial instruments that are categorized as Level 3 in terms of the IFRS 13 hierarchy.

(ii) Unquoted equity securities

SBP vide BPRD Circular Letter No. 16 of 2024 has allowed banks to continue measuring unquoted equity securities at the lower of cost or break-up value up to December 31, 2024. However, Banks will be required to measure unquoted equity securities at fair value, as required in the IFRS 9 application instructions, with effect from January 1, 2025.

(iii) Rebuttable presumptions about default and SICR

IFRS 9 includes a rebuttable presumption that a default does not occur later than 90 days past due and it also presumes that there is SICR if credit exposure is more than 30 days past due. In order to bring consistency, SBP has allowed the backstop to the rebuttable presumption of days past due of credit portfolio against a specific credit facility and its stage allocation under IFRS 9 as mentioned in Annexure-C of BPRD Circular no 3 of 2022. However, banks are free to choose more stringent days past due criteria.

(iv) Transfer out of stage 3

An exposure cannot be upgraded from Stage 3 to Stage 1 directly and should be upgraded to Stage 2 initially. For the purpose of reversal of provisions, the PRs requirements will be followed for Stage 3 assets in the transition phase.



(v) Income recognition on impaired assets

The Banks are advised to recognize income on impaired assets (loans classified under PRs i.e. OAEM and Stage 3 loans) on a receipt basis in accordance with the requirements of Prudential Regulations issued by SBP.

(vi) Expected Credit Loss Model (ECL)

Credit exposure (in local currency) guaranteed by the Government and Government Securities are exempted from the application of ECL Framework. Moreover, until implementation of IFRS 9 has stabilized, a two-track approach is required i.e. Stage 1 and stage 2 provisions are to be made as per IFRS 9 ECL while stage 3 provisions are to be made as higher of IFRS 9 ECL or PR's requirement.

(vii) Impact of Provisions on Regulatory Capital

The banks are allowed to include provisions for Stage 1 and Stage 2 in Tier 2 capital up to a limit of 1.25% of total credit risk-weighted assets. In order to mitigate the impact of ECL provisioning on capital, a transitional arrangement is allowed to the banks to absorb the impact on regulatory capital. Accordingly, banks, which choose to apply transitional arrangement, may implement this arrangement in accordance with SBP's Guideline for absorption of ECL for CAR Purposes as mentioned in Annexure-B of BPRD Circular no 3 of 2022. The Bank has chosen to apply the same and further details are incorporated in note 39 of these condensed interim financial statements.

4.2.9 Impact of adoption of IFRS 9

The Bank has adopted IFRS 9 effective from January 01, 2024 with modified retrospective approach as permitted under IFRS 9. The cumulative impact of initial application of Rs. 100.881 million has been recorded as an adjustment to equity at the beginning of the current accounting period. The details of the impacts of initial application are tabulated below:



Balances as of December 31, 2023 (Audited)	Impact due to:					Total impact - gross of tax	Taxation (current and deferred)	Total impact - net of tax	Balances as of January 01, 2024	IFRS 9 Category
	Recognition of expected credit losses	Adoption of revised classifications under IFRS 9	Classifications due to business model and SPPI assessments	Remeasurements	Reversal of provisions held					

-(Rupees in '000)

ASSETS

Cash and balances w/ treasury banks	44,206,702	(744)	-	-	-	(744)	-	(744)	44,205,958	Amortised Cost
Balances w/ other banks	1,458,642	(305)	-	-	-	(305)	-	(305)	1,458,337	Amortised Cost
Lending to financial institutions	-	-	-	-	-	-	-	-	-	-

Investments

- Classified as available for sale	293,631,280	-	(268,694,924)	(24,936,356)	-	(293,631,280)	-	(293,631,280)	-	
- Classified as fair value through other comprehensive income	-	(207,967)	267,354,670	-	-	267,146,703	-	267,146,703	267,146,703	Fair Value Through Other Comprehensive Income
- Classified as held to maturity	16,706,727	-	(16,706,727)	-	-	(16,706,727)	-	(16,706,727)	-	
- Classified as amortised cost	-	-	16,706,727	23,695,166	2,652,941	43,054,834	-	43,054,834	43,054,834	Amortised Cost
- Classified as held for trading	2,870	-	(2,870)	-	-	(2,870)	-	(2,870)	-	
- Classified as fair value through profit or loss	-	-	1,343,124	1,241,190	-	2,584,314	-	2,584,314	2,584,314	Fair Value Through Profit Or Loss
- Associates	-	-	-	-	-	-	-	-	-	
- Subsidiary	-	-	-	-	-	-	-	-	-	
	310,340,877	(207,967)	-	-	2,652,941	-	-	2,444,974	312,785,851	

Advances

- Gross amount	214,209,579	-	-	-	-	-	-	-	214,209,579	
- Provisions	(8,455,870)	(2,359,078)	-	-	-	(2,359,078)	-	(2,359,078)	(10,814,948)	
	205,753,709	(2,359,078)	-	-	-	(2,359,078)	-	(2,359,078)	203,394,631	Amortised Cost

Property and equipment	12,944,973	-	-	-	-	-	-	-	12,944,973	Outside the scope of FRS 9
Right-of-use assets	4,249,619	-	-	-	-	-	-	-	4,249,619	Outside the scope of FRS 9
Intangible assets	206,127	-	-	-	-	-	-	-	206,127	Outside the scope of FRS 9
Deferred tax asset	-	-	-	-	-	-	-	-	-	Outside the scope of FRS 9
Other assets - financial assets	79,024,859	-	-	-	-	-	-	-	79,024,859	Amortised Cost
Other assets - non financial assets	376,164	-	-	-	-	-	-	-	376,164	Outside the scope of FRS 9
	658,561,672	(2,568,094)	-	-	2,652,941	-	84,847	-	84,847	658,646,519

LIABILITIES

Bills payable	8,737,971	-	-	-	-	-	-	-	8,737,971	Amortised Cost
Borrowings	68,741,646	-	-	-	-	-	-	-	68,741,646	Amortised Cost
Deposits and other accounts	517,868,984	-	-	-	-	-	-	-	517,868,984	Amortised Cost
Lease liability against right-of-use assets	5,113,794	-	-	-	-	-	-	-	5,113,794	
Subordinated debt	7,998,400	-	-	-	-	-	-	-	7,998,400	Amortised Cost
Deferred tax liabilities	889,037	-	-	-	-	-	(96,925)	(96,925)	792,112	
Other liabilities - non financial liabilities	204,786	-	-	-	-	-	-	-	204,786	Outside the scope of FRS 9
Other liabilities - financial liabilities	20,393,888	282,653	-	-	-	282,653	-	282,653	20,676,541	Amortised Cost
	629,948,506	282,653	-	-	-	282,653	(96,925)	185,728	630,134,234	

NET ASSETS

	28,613,166	(2,850,747)	-	-	2,652,941	-	(197,806)	96,925	(100,881)	28,512,286
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REPRESENTED BY

Share capital	11,024,636	-	-	-	-	-	-	-	11,024,636	Outside the scope of FRS 9	
Reserves	5,133,056	-	-	-	-	-	-	-	5,133,056	Outside the scope of FRS 9	
Surplus on revaluation of assets - net of tax	1,661,082	-	(117,817)	-	2,652,941	(27,836)	2,507,288	(1,228,571)	1,278,717	2,939,799	Outside the scope of FRS 9
Unappropriated profit	10,794,392	(2,850,747)	117,817	-	-	27,836	(2,705,094)	1,325,496	(1,379,598)	9,414,795	Outside the scope of FRS 9
	28,613,166	(2,850,747)	-	-	2,652,941	-	(197,806)	96,925	(100,881)	28,512,286	



4.2.9.1 The following explains how applying the new classification requirements of IFRS 9 led to changes in classification of certain financial assets held by the Bank as shown in the table above:

(a) Debt instruments previously classified as available for sale (AFS) but which fail the SPPI test

The Bank holds a portfolio of debt instruments that failed to meet the 'solely payments of principal and interest' (SPPI) requirement for FVOCI classification under IFRS 9. These represent Bank's investment in Additional Tier 1 / Tier 2 TFCs / Sukuk issued by other Banks, and the repayments received on the same can not be termed as payment of principal since the call option on the same lies with the Issuer. As a result, available for sale instruments, which amounted to Rs. 1,241.190 million respectively, were classified as FVPL from the date of initial application.

(b) Designation of Debt Instruments previously classified as Available for Sale (AFS) as measured at Amortized Cost on initial adoption

The Bank holds a portfolio of debt instruments (government securities) which were classified as Available for Sale under the previous framework; amounting to Rs. 26,348.107 million (Market Value - Rs. 23,695.166 million). On the date of Initial adoption, the Bank decided that these securities fall under the Hold to Collect business model instead of Hold to Collect and Sell; since the Bank has the intention and ability to hold the same till maturity and there was no trading pattern since their initial acquisition. As a result these were classified as measured at Amortized Cost and the resulting Deficit on revaluation amounting to Rs. 2,652.941 million (Rs. 1,353.000 million net of tax) was derecognised from Investments, Surplus on Revaluation (Equity) and Deferred Tax Liabilities accordingly. This treatment is consistent with the retrospective reclassification criteria prescribed by the standard under paragraphs 7.2.3 and 5.6.5.

(c) Designation of equity instruments as FVPL on initial adoption

The Bank holds / held a portfolio of equity securities which were classified as AFS under the previous framework for which the Bank decided to chose the default category of FVPL under IFRS 9 (since recycling is not allowed for equity securities designated as FVOCI); amounting to Rs. 1,340.254 million. As a result, surplus on these securities amounting to Rs. 60.086 million (net of tax) was transferred from Surplus on Revaluation of Investments (Equity) to Retained Earnings on Initial adoption. A substantial portion of these securities were disposed off during the 1st quarter and the profit and loss impact was reported on a net basis.

(d) Designation of equity instruments as FVOCI

The Bank has elected to irrevocably designate Rs. 61.598 million (Book Value) of unquoted / quoted equity securities as FVOCI as permitted under IFRS 9. These were previously classified as Available for Sale. The changes in fair value of such securities will never be reclassified to profit and loss account when they are disposed off. The Bank will measure these at fair value by applying appropriate valuation techniques; for which the initial relaxation of one year from the implementation date under the final implementation instructions is assumed to be applicable till December 31, 2024.

(e) Reclassification from retired categories with no change in measurement

In addition to the above, following debt instruments have been reclassified to new categories under IFRS 9, as their previous categories under existing local regulations were 'retired', with no changes to their measurement basis:

- (i) Those previously classified as available for sale and now classified as measured at FVOCI; and
- (ii) Those previously classified as held to maturity and now classified as measured at amortised cost.

5 BASIS OF MEASUREMENT AND FINANCIAL RISK MANAGEMENT

5.1 These condensed interim financial statements have been prepared under the historical cost convention except that certain property and equipment / non-banking assets acquired in satisfaction of claims have been stated at revalued amounts, certain investments and derivative financial instruments have been stated at fair value and net obligations in respect of defined benefit schemes and lease liability under IFRS 16 are carried at their present values.

5.2 Critical Accounting Estimates And Judgements

The preparation of condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make judgments, estimates and assumptions that affect the application of policies and reported amount of assets and liabilities and income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form basis of making the judgments about carrying values of assets and liabilities which are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of its revision and future periods if the revision affects both current and future periods.



The significant judgments made by the management in applying the Bank's accounting policies and the key sources of estimation were the same as those applied in the preparation of annual audited financial statements for the year ended 31 December 2023 except for matters related to adoption of IFRS 9 which have been disclosed in note 4.2 to the unconsolidated condensed interim financial statements.

5.3 Financial risk management

The financial risk management objectives and policies adopted by the Bank are consistent with those disclosed in the annual audited financial statements for the year ended 31 December 2023.

5.4 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupees, which is the Bank's functional and presentation currency. The amounts are rounded off to the nearest thousand rupees.

	(Un-audited) 30 June 2024	(Audited) 31 December 2023
----- (Rupees in '000) -----		
6 CASH AND BALANCES WITH TREASURY BANKS		
In hand		
- Local currency	9,658,200	10,251,296
- Foreign currencies	854,851	1,850,057
	10,513,051	12,101,353
With State Bank of Pakistan in		
- Local currency current accounts	28,497,716	26,541,383
- Foreign currency current accounts	1,491,913	1,327,568
- Foreign currency deposit accounts against foreign currency deposits mobilised	2,846,835	2,602,867
	32,836,464	30,471,818
With National Bank of Pakistan in		
- Local currency current accounts	3,137,270	1,577,832
Prize Bonds	42,557	55,699
Less: Credit loss allowance held against cash and balances with treasury banks	(1,009)	-
Cash and balances with treasury banks - net of credit loss allowance	46,528,333	44,206,702
7 BALANCES WITH OTHER BANKS		
In Pakistan		
- in current accounts	6,366	6,366
- in deposit accounts	32	32
	6,398	6,398
Outside Pakistan		
- in current accounts	2,504,476	1,452,244
Less: Credit loss allowance held against balances with other banks	(528)	-
Balances with other banks - net of credit loss allowance	2,510,346	1,458,642
8 LENDINGS TO FINANCIAL INSTITUTIONS		
Call money lendings	8,500,000	-
Reverse repo agreements	2,368,288	-
	10,868,288	-
Less: Credit loss allowance held against lending to financial institutions	(2,290)	-
Lendings to financial institutions - net of credit loss allowance	10,865,998	-



8.1 Lending to FIs- Particulars of credit loss allowance

		(Un-audited)	
		30 June 2024	
		Lending	Credit loss allowance held
----- (Rupees in '000) -----			
Performing	Stage 1	10,868,288	2,290
Under performing	Stage 2	-	-
Non-performing	Stage 3	-	-
Total		10,868,288	2,290

9 INVESTMENTS

(Un- Audited)			
30 June 2024			
Cost / Amortised cost	Credit loss Allowance	Surplus / (Deficit)	Carrying value

9.1 Investments by type

----- (Rupees in '000) -----

Fair Value Through Profit & Loss

Federal Government Securities	19,813	-	18	19,831
Units of Mutual Funds	491,265	-	245,633	736,898
Shares	11,100	-	-	11,100
Non Government Debt Securities	1,005,230	-	-	1,005,230
	1,527,408	-	245,651	1,773,059

Fair Value Through Other Comprehensive Income

Federal Government Securities	373,821,593	-	533,549	374,355,142
Shares	79,805	-	(12,382)	67,423
Non Government Debt Securities	1,465,339	(219,985)	3,273	1,248,627
	375,366,737	(219,985)	524,440	375,671,192

Amortised Cost

Federal Government Securities	43,048,293	-	-	43,048,293
Non Government Debt Securities	58,533	(58,533)	-	-
	43,106,826	(58,533)	-	43,048,293

Total Investments

	420,000,971	(278,518)	770,091	420,492,544
--	-------------	-----------	---------	-------------

(Audited)			
31 December 2023			
Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value

----- (Rupees in '000) -----

Investments by type

Held For Trading Securities

Federal Government securities	2,870	-	-	2,870
	2,870	-	-	2,870

Available For Sale Securities

Federal Government Securities	291,794,084	-	(2,342,976)	289,451,108
Shares	807,941	(33,537)	127,448	901,852
Non Government Debt Securities	2,885,131	(96,537)	(10,274)	2,778,320
Units of Mutual Funds	500,000	-	-	500,000
	295,987,156	(130,074)	(2,225,802)	293,631,280

Held To Maturity Securities

Federal Government Securities	16,706,727	-	-	16,706,727
Non Government Debt Securities	58,533	(58,533)	-	-
	16,765,260	(58,533)	-	16,706,727

Total Investments

	312,755,286	(188,607)	(2,225,802)	310,340,877
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9.2 Investments given as collateral

Market Treasury Bills
Pakistan Investment Bonds

	(Un-audited) 30 June 2024	(Audited) 31 December 2023
	------(Rupees in '000)-----	
	4,683,335	21,088,722
	53,123,271	23,637,724
	<u>57,806,606</u>	<u>44,726,446</u>

9.3 Credit loss allowance for diminution in value of investments

Opening balance
Impact of adoption of IFRS 9
Balance as at 1 January after adopting IFRS 9

Charge / (reversals)

Charge for the period / year
Reversal for the period / year

Amounts written off
Closing balance

	188,607	92,319
	180,130	-
	<u>368,737</u>	<u>92,319</u>
	-	96,537
	(84,519)	(249)
	(84,519)	96,288
	(5,700)	-
	<u>278,518</u>	<u>188,607</u>

9.4 Particulars of credit loss allowance against debt securities

Category of classification

Performing Stage 1
Underperforming Stage 2
Non-performing Stage 3
Substandard
Doubtful
Loss

	(Un-audited) 30 June 2024	
	Outstanding amount	Credit loss allowance
	------(Rupees in '000)-----	
	419,059,929	249
	-	-
	300,339	219,736
	-	-
	58,533	58,533
	<u>419,418,801</u>	<u>278,518</u>

Particulars of provision against debt securities

Category of classification

Substandard
Loss

	(Audited) 31 December 2023	
	Outstanding amount	Provision held
	------(Rupees in '000)-----	
	386,150	96,537
	58,533	58,533
	<u>444,683</u>	<u>155,070</u>

9.5 The market value of securities classified at amortised cost as at 30 June 2024 amounted to Rs. 39,605.038 million (31 December 2023: Rs. 14,103.460 million).

9.6 Federal Government Securities include Pakistan Investment Bonds having book value of Rs. 18.400 million (31 December 2023: Rs. 18.400 million) pledged with the State Bank of Pakistan to facilitate T. T. discounting facility for the branches of the Bank. Market Treasury Bills and Pakistan Investment Bonds under Federal Government Securities, are eligible for discounting with the State Bank of Pakistan.



10 **ADVANCES**

Loans, cash credits, running finances, etc.
Islamic financing and related assets
Bills discounted and purchased

Advances - gross

Credit loss allowance against advances

- Stage 1
- Stage 2
- Stage 3

Advances - net of credit loss allowance

Loans, cash credits, running finances, etc.
Islamic financing and related assets
Bills discounted and purchased

Advances - gross

Provision against advances

- Specific
- General

Advances - net of provision

(Un-audited)		
30 June 2024		
Performing	Non-Performing	Total

----- (Rupees in '000) -----

193,442,773	8,995,925	202,438,698
17,915,384	319,665	18,235,049
4,940,268	-	4,940,268
216,298,425	9,315,590	225,614,015
(600,619)	-	(600,619)
(1,102,271)	-	(1,102,271)
-	(8,858,392)	(8,858,392)
(1,702,890)	(8,858,392)	(10,561,282)
214,595,535	457,198	215,052,733

(Audited)		
31 December 2023		
Performing	Non-Performing	Total

----- (Rupees in '000) -----

181,081,012	8,953,925	190,034,937
16,848,624	1,542,583	18,391,207
5,783,435	-	5,783,435
203,713,071	10,496,508	214,209,579
-	(8,397,744)	(8,397,744)
(58,126)	-	(58,126)
(58,126)	(8,397,744)	(8,455,870)
203,654,945	2,098,764	205,753,709

(Un-audited) (Audited)
30 June 31 December
2024 2023

----- (Rupees in '000) -----

10.1 Particulars of advances - Gross

In local currency
In foreign currencies

217,430,473	207,450,007
8,183,542	6,759,572
225,614,015	214,209,579

10.2 Advances include Rs. 9,315.590 million (31 December 2023 Rs. 10,496.508 million) which have been placed under non-performing / stage 3 status as detailed below:

Category of Classification

Other Assets Especially Mentioned (OAEM)
Substandard
Doubtful
Loss

(Un-audited)		
30 June 2024		
Non Performing loans	Credit loss allowance	
Stage 3	14,759	3,593
	63,478	41,259
	71,985	45,313
	9,165,368	8,768,227
	9,315,590	8,858,392



Category of Classification

Other Assets Especially Mentioned (OAEM)
Substandard
Doubtful
Loss

(Audited)	
31 December 2023	
Non performing loans	Provision
------(Rupees in '000)-----	
7,161	-
24,589	6,086
1,196,285	572,704
9,268,473	7,818,954
10,496,508	8,397,744

10.2.1 The OAEM category pertains to agriculture finance, small enterprise finance and consumer finance amounting to Rs. 4.558 million (31 December 2023: Rs. 0.289 million), Rs. 2.897 million (31 December 2023: NIL) and Rs. 7.304 million (31 December 2023: Rs. 6.872 million) respectively.

10.3 Particulars of credit loss allowance / provision against advances

	30 June 2024 (Un-Audited)				31 December 2023 (Audited)		
	Stage 1	Stage 2	Stage 3	Total	Specific	General	Total
------(Rupees in '000)-----							
Opening balance	58,126	-	8,397,744	8,455,870	7,282,106	58,126	7,340,232
Impact of Adoption of IFRS 9	467,995	856,171	1,034,912	2,359,078	-	-	-
Balance as at 1 January after adopting IFRS 9	526,121	856,171	9,432,656	10,814,948	7,282,106	58,126	7,340,232
Charge for the period / year	211,141	359,716	7,385	578,242	2,531,570	-	2,531,570
Reversals for the period / year	(136,643)	(113,616)	(581,649)	(831,908)	(1,241,115)	-	(1,241,115)
	74,498	246,100	(574,264)	(253,666)	1,290,455	-	1,290,455
Amounts written off	-	-	-	-	(174,817)	-	(174,817)
Closing balance	600,619	1,102,271	8,858,392	10,561,282	8,397,744	58,126	8,455,870

10.3.1 The Bank has availed the benefit of forced sale value of pledged stocks, mortgaged residential and commercial properties held as collateral against non-performing advances as allowed under the Prudential Regulations issued by the State Bank of Pakistan. Had the benefit not been taken by the Bank, the specific provision against non-performing advances would have been higher by Rs. 916.012 million (31 December 2023: Rs. 1,430.036 million). The additional profit arising from availing this benefit - net of the tax amounts to Rs. 467.166 million (31 December 2023: Rs. 729.318 million). The FSV benefit is not available for distribution either as cash or stock dividend to shareholders and bonus to employees.

10.3.2 Although the Bank has made provision against its non-performing portfolio as per the category of classification of the loan, the Bank holds enforceable collateral in the event of recovery through litigation. These securities comprise of charge against various tangible assets of the borrower including land, building and machinery, stock in trade etc.

10.4 Advances - Particulars of credit loss allowance

	(Un-Audited)			
	30 June 2024			
	Stage 1	Stage 2	Stage 3	Total
------(Rupees in '000)-----				
Opening balance	58,126	-	8,397,744	8,455,870
Impact of Adoption of IFRS 9	467,995	856,171	1,034,912	2,359,078
Balance as at 1 January after adopting IFRS 9	526,121	856,171	9,432,656	10,814,948
New Advances	52,689	43,602	-	96,291
Advances derecognised or repaid	(101,300)	(55,702)	(377,693)	(534,695)
Transfer to stage 1	50,766	(50,766)	-	-
Transfer to stage 2	(35,106)	230,285	(195,179)	-
Transfer to stage 3	(237)	(7,148)	7,385	-
	(33,188)	160,271	(565,487)	(438,404)
Amounts written off / charged off	-	-	-	-
Changes in risk parameters	107,686	85,829	(8,777)	184,738
Closing balance	600,619	1,102,271	8,858,392	10,561,282



10.4.2 Advances - Category of classification

Category of classification

Performing
Underperforming
Non-performing
Other Assets Especially Mentioned (OAEM)
Substandard
Doubtful
Loss

Stage 1
Stage 2
Stage 3

		(Un-audited)	
		30 June 2024	
		Outstanding amount	Credit loss allowance held
		------(Rupees in '000)-----	
	Stage 1	190,469,145	600,619
	Stage 2	25,829,280	1,102,271
	Stage 3	14,759	3,593
		63,478	41,259
		71,985	45,313
		9,165,368	8,768,227
		9,315,590	8,858,392
		225,614,015	10,561,282

Category of classification

Performing
Underperforming
Non-performing
Other Assets Especially Mentioned (OAEM)
Substandard
Doubtful
Loss

Stage 1
Stage 2
Stage 3

		(Audited)	
		31 December 2023	
		Outstanding amount	Provision
		------(Rupees in '000)-----	
	Stage 1	203,713,071	-
	Stage 2	-	-
	Stage 3	7,161	-
		24,589	6,086
		1,196,285	572,704
		9,268,473	7,818,954
		10,496,508	8,397,744
		-	58,126
		214,209,579	8,455,870

General Provision

11 PROPERTY AND EQUIPMENT

Capital work-in-progress
Property and equipment

		(Un-audited)	(Audited)
		30 June 2024	31 December 2023
		------(Rupees in '000)-----	
	Note		
	11.1	2,370,311	1,484,366
		12,366,572	11,460,607
		14,736,883	12,944,973

11.1 Capital work-in-progress

Civil works
Advances to suppliers and contractors
Advances against purchase of premises
Consultant's fee and other charges

	426,109	140,626
	1,613,193	1,230,731
	259,707	58,402
	71,302	54,607
	2,370,311	1,484,366



11.2 Additions to property and equipment

(Un-audited) (Un-audited)
30 June 30 June
2024 2023

------(Rupees in '000)-----

The following additions have been made to property and equipment during the period:

Capital work-in-progress - net of transferred out for capitalisation

885,945 1,009,423

Property and equipment

Freehold land	5,000	-
Buildling on freehold land	11,553	120
Buildling on leasehold land	154,188	77,532
Leasehold improvements	446,420	183,249
Furniture and fixture	102,698	44,528
Electrical office and computer equipment	430,618	203,747
Vehicles	358,900	164,729
	<u>1,509,377</u>	<u>673,905</u>
Total additions to property and equipment	<u>2,395,322</u>	<u>1,683,328</u>

11.3 Disposal of property and equipment

The net book value of property and equipment disposed off during the period is as follows:

Leasehold Improvement	-	5,155
Furniture and fixture	9	112
Electrical office and computer equipment	822	2,158
Total disposal of property and equipment	<u>831</u>	<u>7,425</u>

12 RIGHT-OF-USE ASSETS

(Un-audited) (Audited)
30 June 31 December
2024 2023

Buildings

------(Rupees in '000)-----

At 01 January

Cost	7,433,012	5,910,621
Accumulated depreciation	(3,183,393)	(2,272,486)
Net carrying amount at 01 January	<u>4,249,619</u>	<u>3,638,135</u>

Additions during the period / year	1,337,446	1,522,391
Depreciation charge for the period / year	(516,472)	(910,907)
Closing net carrying amount	<u>5,070,593</u>	<u>4,249,619</u>

13 INTANGIBLE ASSETS

(Un-audited) (Audited)
30 June 31 December
2024 2023

------(Rupees in '000)-----

Computer software	334,680	206,127
	<u>334,680</u>	<u>206,127</u>

13.1 Additions to intangible assets

(Un-audited) (Un-audited)
30 June 30 June
2024 2023

------(Rupees in '000)-----

The following additions have been made to intangible assets during the period:

Directly purchased	195,858	52,790
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13.1.1 There were no disposals of intangible assets during the periods ended June 30, 2024 and June 30, 2023.



	Note	(Un-audited)	(Audited)	
		30 June 2024	31 December 2023	
------(Rupees in '000)-----				
14 OTHER ASSETS				
Income / Mark-up accrued in local currency		21,777,930	17,274,210	
Income / Mark-up accrued in foreign currencies		69,445	57,057	
Advances, deposits, advance rent and other prepayments		890,526	529,459	
Advance taxation		1,492,491	91,087	
Non-banking assets acquired in satisfaction of claims	14.1.2	1,352,639	1,437,684	
Mark to market gain on forward foreign exchange contracts - net		92,347	-	
Stationery and stamps on hand		137,894	84,333	
Due from the State Bank of Pakistan		64,971	52,813,210	
Acceptances		7,259,869	6,103,700	
Clearing and settlement account		1,594,716	401,780	
Claims against fraud and forgeries	14.2	143,443	143,443	
Others		610,842	568,762	
		<u>35,487,113</u>	<u>79,504,725</u>	
Less: Credit loss allowance held against other assets	14.3	(238,811)	(238,811)	
Other assets (Net of credit loss allowance)		<u>35,248,302</u>	<u>79,265,914</u>	
Surplus on revaluation of non-banking assets acquired in satisfaction of claims		124,547	135,109	
Other assets - total		<u>35,372,849</u>	<u>79,401,023</u>	
14.1	Market value of non-banking assets acquired in satisfaction of claims	14.1.1	1,484,248	1,572,793
14.1.1	The non-banking assets acquired in satisfaction of claims by the Bank were revalued by independent and professional valuers in December 2023. The valuations were carried out by M/s Harvester Services (Pvt) Limited, M/s Arch-e-Decon, M/s. K.G. Traders, M/s. Oceanic Surveyors, M/s Indus Surveyors, M/s. Amir Evaluators, M/s Asrem (Private) Limited, M/s Tristar International Consultant (Pvt) Limited and M/s Al Hadi Financial & Legal Consultant on the basis of professional assessment of present market values.			
14.1.2	Non-banking assets acquired in satisfaction of claims	(Un-audited) 30 June 2024	(Audited) 31 December 2023	
------(Rupees in '000)-----				
	Opening balance	1,572,793	1,121,753	
	Acquired during the period / year	89,814	434,250	
	Disposal during the period / year	(178,359)	-	
	Revaluation	-	20,032	
	Depreciation	(7,062)	(3,242)	
	Closing balance	<u>1,477,186</u>	<u>1,572,793</u>	
14.2	This represents amount in respect of fraud and forgery claims relating to cash embezzlement made in the Bank. The Bank has initiated legal proceedings against the alleged and has also taken necessary steps to further strengthen its internal control system.			
14.3	Credit loss allowance held against other assets	(Un-audited) 30 June 2024	(Audited) 31 December 2023	
------(Rupees in '000)-----				
	Receivable against fraud and forgeries	143,443	143,443	
	Others	95,368	95,368	
		<u>238,811</u>	<u>238,811</u>	
14.3.1	For better understanding and analysis, the Expected Credit Loss (ECL) impact of Acceptances has been presented in Other Liabilities along with ECL provision required for other Off Balance Sheet obligations in note no 21.1. Moreover, the ECL impact on Profit Receivable on Advances, Investments and Lending to financial institutions has been presented under Advances, Investments and Lending to financial institutions respectively, since the same was made part of the Exposure at Default while computing the ECL as per the requirements of IFRS - 9 (Financial Instruments).			



15	BILLS PAYABLE	(Un-audited)	(Audited)
		30 June 2024	31 December 2023
------(Rupees in '000)-----			
	In Pakistan	9,271,889	8,737,971
		<u>9,271,889</u>	<u>8,737,971</u>
16	BORROWINGS		
	Secured		
	Borrowings from State Bank of Pakistan under		
	Export refinance scheme	11,440,653	14,931,546
	Long term financing facility for plant and machinery	2,256,230	2,468,723
	Temporary economic refinance scheme	1,937,304	2,031,100
	Financing facility for storage of agriculture produce	56,730	77,679
	Financing facility for Renewable Energy	912,008	902,692
	Under Rupee based discounting	1,938,332	1,900,614
	Repurchase agreement borrowings	25,000,000	-
		<u>43,541,257</u>	<u>22,312,354</u>
	Repurchase agreement borrowings - other banks	33,600,385	43,585,444
	Refinance from Pakistan Mortgage Refinance Company Limited	-	918,907
	Total secured	<u>77,141,642</u>	<u>66,816,705</u>
	Unsecured		
	Overdrawn nostro accounts	509,657	1,924,941
	Total unsecured	<u>509,657</u>	<u>1,924,941</u>
		<u>77,651,299</u>	<u>68,741,646</u>
16.1	Particulars of borrowings with respect to currencies		
	In local currency	77,141,642	66,816,705
	In foreign currencies	509,657	1,924,941
		<u>77,651,299</u>	<u>68,741,646</u>

17	DEPOSITS AND OTHER ACCOUNTS	(Un-audited)			(Audited)		
		30 June 2024			31 December 2023		
		In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
------(Rupees in '000)-----							
	Customers						
	Current deposits	144,915,318	13,897,672	158,812,990	119,390,313	12,807,720	132,198,033
	Savings deposits	182,411,556	8,391,908	190,803,464	162,868,454	6,901,701	169,770,155
	Term deposits	95,086,131	4,151,024	99,237,155	102,422,027	3,244,428	105,666,455
	Others	36,701,948	-	36,701,948	22,036,696	-	22,036,696
		<u>459,114,953</u>	<u>26,440,604</u>	<u>485,555,557</u>	<u>406,717,490</u>	<u>22,953,849</u>	<u>429,671,339</u>
	Financial Institutions						
	Current deposits	2,343,030	513,482	2,856,512	2,648,674	657,594	3,306,268
	Savings deposits	104,343,480	3	104,343,483	82,926,679	-	82,926,679
	Term deposits	4,579,648	-	4,579,648	1,964,698	-	1,964,698
	Others	500	-	500	-	-	-
		<u>111,266,658</u>	<u>513,485</u>	<u>111,780,143</u>	<u>87,540,051</u>	<u>657,594</u>	<u>88,197,645</u>
		<u>570,381,611</u>	<u>26,954,089</u>	<u>597,335,700</u>	<u>494,257,541</u>	<u>23,611,443</u>	<u>517,868,984</u>

17.1 Deposits eligible under Insurance arrangements

This includes deposits eligible to be covered under the State Bank of Pakistan's Depositor Protection Scheme. The amount of eligible deposits worked out based on the audited financial position of the Bank as at 31 December 2023 is 274,567 million.



18	LEASE LIABILITIES	Note	(Un-audited)	(Audited)
			30 June 2024	31 December 2023
------(Rupees in '000)-----				
	Outstanding amount at the start of the period		5,113,794	4,259,975
	Additions during the period / year		1,335,001	1,511,043
	Lease payments including interest		(931,996)	(1,305,863)
	Interest expense		425,875	648,639
	Outstanding amount at the end of the period		<u>5,942,674</u>	<u>5,113,794</u>
18.1	Liabilities Outstanding			
	Not later than one year		940,806	810,887
	Later than one year and upto five years		3,290,188	2,830,417
	Over five years		1,711,680	1,472,490
	Total at the period end		<u>5,942,674</u>	<u>5,113,794</u>
19	SUBORDINATED DEBT			
	Listed Term Finance Certificates - Additional Tier I	19.1	4,000,000	4,000,000
	Listed Term Finance Certificates - Tier II	19.2	3,997,600	3,998,400
			<u>7,997,600</u>	<u>7,998,400</u>
19.1	Listed Term Finance Certificates - Additional Tier I			

This denotes rated, listed and unsecured Term Finance Certificates (TFCs) issued as instrument of redeemable capital of Rs. 4,000 million issued under Section 66 of the Companies Act, 2017. The funds raised by the Bank through the issuance of these TFCs have contributed towards the Bank's Additional Tier 1 Capital for meeting its capital adequacy requirements as per Basel III Guidelines set by SBP under BPRD Circular Number 6 dated 15 August 2013. The instrument is sub-ordinated as to the payment of principal and profit to all other indebtedness of the Bank (including the listed term finance certificates - Tier II previously issued by the Bank) and is not redeemable without prior approval of SBP. Furthermore, these funds are intended to be utilized for the Bank's ongoing business operations in accordance with the Bank's Memorandum and Articles of Association. The key features of the issue are as follows:

Issue amount	Rs. 4,000 million
Issue date	06 December 2018
Maturity date	Perpetual
Rating (Note 36)	"A" with stable outlook by PACRA on 28 June 2024
Security	Unsecured
Profit payment frequency	Semi-annually
Redemption	No fixed or final redemption date
Mark-up	6 Months KIBOR + 2.00% per annum
Call option	The Bank may call the TFCs (either partially or in full), after five (5) years from the date of issuance with the prior approval of SBP. Moreover, and as per Clause iv(b) of Annexure 2 of the Basel III Circular, the Issuer shall not exercise a call option unless the called instrument is replaced with capital of same or better quality. The Call must be subject to a prior notice of not less than 60 days given by the Bank to the investors. The Call Option once announced will not be revocable.
Lock-in-clause (if any)	The TFCs contain a lock-in clause which stipulates that no profit payments would be made if such payments result in a shortfall in the Bank's Minimum Capital Requirement (MCR) or Capital Adequacy Requirement (CAR) or increase any existing shortfalls in MCR and / or CAR.



Loss absorbency clause The TFCs are also subject to loss absorbency and / or any other requirements under SBP's Basel III Capital Rules. Upon the occurrence of a Point of Non-Viability event as defined by SBP's Basel III Capital Rule, SBP may at its option, fully and permanently convert the TFCs into common shares of the Bank and / or have them immediately written off (either partially or in full). Number of shares to be issued to TFC Holders at the time of conversion will be equal to the 'Outstanding Face Value of the TFC' divided by market value per share of the Bank's common equity on the date of trigger of the non-viability event as declared by SBP, subject to a cap of 360,000,000 shares.

19.2 Listed Term Finance Certificates - Tier II

This denotes privately placed, rated and unsecured Term Finance Certificates (TFCs) issued as an instrument of redeemable capital with a tenor of 10 years. The instrument was privately placed and was subsequently listed on the PSX as per the regulatory requirements for listing of privately placed debt securities. The instrument is sub-ordinated as to the payment of principal and profit to all other indebtedness of the Bank, and is not redeemable before maturity without prior approval of SBP. The key features of the issue are as follows:

Issue amount	Rs. 4,000 million
Issue date	26 December 2022
Maturity date	26 December 2032
Rating (Note 36)	"A+" with stable outlook by PACRA on 28 December 2023
Security	Unsecured
Profit payment frequency	Semi-annually
Redemption	Principal is redeemable semi-annually in such a way that 0.36% of the principal will be redeemed in the first 108 months and the remaining principal of 99.64% in two equal semi annual installments of 49.82% each in the last year.
Mark-up	6 Months KIBOR + 1.70% per annum
Call option (if any)	The Bank may call the TFCs (either partially or in full), with prior approval of SBP, any time after five years from the date of issue, subject to not less than 30 days prior notice being given to the investors.
Lock-in-clause (if any)	The TFCs contain a lock-in clause which stipulates that neither interest nor principal may be paid (even at maturity) if such payments will result in shortfall in the Bank's Minimum Capital Requirement (MCR) or Capital Adequacy Requirement (CAR) or Leverage Ratio (LR) or result in an increase in any existing shortfall in MCR or CAR or LR.
Loss absorbency clause	The instrument will be subject to loss absorbency and / or any other requirements under SBP's Basel III Capital Rules. Upon the occurrence of a Point of Non-Viability event as defined by SBP's Basel III Capital Rule, SBP may at its option, fully and permanently convert the TFCs into common shares of the Bank and / or have them immediately written off (either partially or in full). Number of shares to be issued to TFC Holders at the time of conversion will be equal to the 'Outstanding Face Value of the TFC' divided by market value per share of the Bank's common equity on the date of trigger of the non-viability event as declared by SBP, subject to the cap of 484,000,000 shares.



20 DEFERRED TAX LIABILITIES- NET

(Un-audited)				
30 June 2024				
At 01 January 2024	Impact of adoption of IFRS 9	Recognised in profit and loss account	Recognised in Other Comprehensive Income	At 30 June 2024

------(Rupees in '000)-----

Deductible temporary differences on :

- Post retirement employee benefits
- Provision against investments and other financial assets
- Provision against advances, off balance sheet etc.

(77,676)	-	-	-	(77,676)
-	(88,779)	-	-	(88,779)
(327,293)	(1,294,448)	339,762	-	(1,281,979)
(404,969)	(1,383,227)	339,762	-	(1,448,434)

Taxable temporary differences on :

- Surplus on revaluation of property & equipment
- Surplus on revaluation of non banking assets
- Surplus on revaluation of investments
- Accelerated tax depreciation

1,540,038	-	(50,611)	-	1,489,427
66,204	-	(75)	-	66,129
(1,090,643)	-	-	1,347,619	256,976
778,407	-	26,652	-	805,059
1,294,006	-	(24,034)	1,347,619	2,617,591
889,037	(1,383,227)	315,728	1,347,619	1,169,157

(Audited)			
31 December 2023			
At 01 January 2023	Recognised in profit and loss account	Recognised in Other Comprehensive Income	At 31 December 2023

------(Rupees in '000)-----

Deductible temporary differences on :

- Post retirement employee benefits
- Deficit on revaluation of investments
- Provision against advances, off balance sheet etc.

(42,282)	-	(35,394)	(77,676)
(2,199,963)	-	1,109,320	(1,090,643)
(217,877)	(109,416)	-	(327,293)
(2,460,122)	(109,416)	1,073,926	(1,495,612)

Taxable temporary differences on :

- Surplus on revaluation of property & equipment
- Surplus on revaluation of non banking assets
- Accelerated tax depreciation

1,018,367	(70,408)	592,079	1,540,038
49,659	(200)	16,745	66,204
501,475	276,932	-	778,407
1,569,501	206,324	608,824	2,384,649
(890,621)	96,908	1,682,750	889,037

21 OTHER LIABILITIES

(Un-audited) (Audited)
30 June 2024 31 December 2023

Note

------(Rupees in '000)-----

Mark-up / Return / Interest payable in local currency		11,102,918	10,220,222
Mark-up / Return / Interest payable in foreign currencies		216,944	156,055
Unearned commission and income on bills discounted and guarantees		300,807	242,695
Accrued expenses		1,309,209	1,237,717
Acceptances		7,259,869	6,103,700
Unclaimed dividends		148,079	110,477
Mark to market loss on forward foreign exchange contracts - net		-	61,618
Payable to defined benefit plan		85,215	-
Charity fund balance		780	-
Payable to workers welfare fund		950,505	818,007
Credit loss allowance against off-balance sheet obligations	21.1	323,091	27,475
Sundry deposits		661,714	672,152
Clearing and settlement account		147,836	286,704
Others		557,373	661,852
		<u>23,064,340</u>	<u>20,598,674</u>



21.1 Credit loss allowance against off-balance sheet obligations

	(Un-audited) 30 June 2024	(Audited) 31 December 2023
	------(Rupees in '000)-----	
Opening balance	27,475	27,475
Impact of adoption of IFRS 9	282,653	-
Balance as at 1 January after adopting IFRS 9	310,128	27,475
Charge / (reversals)		
Charge for the period / year	143,062	-
Reversals for the period / year	(130,099)	-
	12,963	-
Closing balance	323,091	27,475

22 SURPLUS ON REVALUATION OF ASSETS

	Note	(Un-audited) 30 June 2024
		---(Rupees in '000)--
Surplus on revaluation of:		
- Securities measured at FVOCI - Debt	9.1	536,822
- Securities measured at FVOCI - Equity	9.1	(12,382)
- Property and equipment	22.1	4,164,086
- Non-banking assets acquired in satisfaction of claims	22.2	124,547
		4,813,073
Deferred tax on surplus on revaluation of:		
- Securities measured at FVOCI - Debt		(263,043)
- Securities measured at FVOCI - Equity	22.1	6,067
- Property and equipment	22.1	(1,489,427)
- Non-banking assets acquired in satisfaction of claims	22.2	(61,029)
		(1,807,432)
		3,005,641

	Note	(Audited) 31 December 2023
		---(Rupees in '000)--
Surplus on revaluation of:		
- Available for sale securities - Debt	9.1	(2,353,250)
- Available for sale securities - Equity	9.1	127,448
- Property and equipment	22.1	4,267,374
- Non-banking assets acquired in satisfaction of claims	22.2	135,109
		2,176,681
Deferred tax on surplus on revaluation of:		
- Available for sale securities - Debt		1,153,093
- Available for sale securities - Equity		(62,450)
- Property and equipment	22.1	(1,540,038)
- Non-banking assets acquired in satisfaction of claims	22.2	(66,204)
		(515,599)
		1,661,082



22.1 Surplus on revaluation of property and equipment

Surplus on revaluation as at 01 January
 Recognised during the period
 Other adjustments during the period
 Transferred to unappropriated profit in respect of incremental depreciation charged during the period
 Surplus on revaluation of property and equipment

(Un-audited) 30 June 2024
 (Audited) 31 December 2023
 -----(Rupees in '000)-----

4,267,374	3,084,568
-	1,373,588
-	(47,092)
(103,288)	(143,690)
4,164,086	4,267,374
Less: Related deferred tax liability on:	
(1,540,038)	(1,018,367)
-	(473,056)
-	23,075
-	(142,098)
50,611	70,408
(1,489,427)	(1,540,038)
2,674,659	2,727,336

22.2 Surplus on revaluation of non-banking assets acquired in satisfaction of claims

Surplus on revaluation as at 01 January
 Recognised during the period
 Realised on disposal during the period
 Transferred to unappropriated profit in respect of incremental depreciation charged during the period
 Surplus on revaluation of non-banking assets

135,109	115,485
-	20,032
(10,409)	-
(153)	(408)
124,547	135,109
Less: Related deferred tax liability on:	
(66,204)	(49,659)
-	(9,816)
5,100	-
-	(6,929)
75	200
(61,029)	(66,204)
63,518	68,905

23 CONTINGENCIES AND COMMITMENTS

Guarantees
 Commitments
 Other contingent liabilities

23.1	45,756,118	37,434,980
23.2	195,470,919	217,312,272
23.3	17,355,531	14,525,556
	258,582,568	269,272,808

23.1 Guarantees:

Financial guarantees
 Performance guarantees
 Other guarantees

14,373,955	10,758,920
27,454,665	24,685,788
3,927,498	1,990,272
45,756,118	37,434,980



		(Un-audited) 30 June 2024	(Audited) 31 December 2023
------(Rupees in '000)-----			
23.2	Commitments:		
	Documentary credits and short-term trade-related transactions - letters of credit	67,128,104	62,140,172
	Commitments in respect of:		
	- forward foreign exchange contracts	23.2.1 124,762,367	154,713,757
	- forward lending	23.2.2 2,783,025	212,314
	Commitments for acquisition of:		
	- property and equipment	698,369	219,602
	- intangible assets	75,054	2,427
	Other commitments	23.2.3 24,000	24,000
		<u>195,470,919</u>	<u>217,312,272</u>
23.2.1	Commitments in respect of forward foreign exchange contracts		
	Purchase	68,700,268	83,456,475
	Sale	56,062,099	71,257,282
		<u>124,762,367</u>	<u>154,713,757</u>
	The maturities of the above contracts are spread over a period of one year.		
23.2.2	Commitments in respect of forward lending		
	Undrawn formal standby facilities, credit lines and other commitments to lend	23.2.2.1 2,783,025	212,314
23.2.2.1	These represent commitments that are irrevocable because they cannot be withdrawn at the discretion of the Bank without the risk of incurring significant penalty or expense.		
		(Un-audited) 30 June 2024	(Audited) 31 December 2023
23.2.3	Other commitments	------(Rupees in '000)-----	
	Donation	24,000	24,000
23.3	Other contingent liabilities	<u>17,355,531</u>	<u>14,525,556</u>
23.3.1	(a) The income tax returns of the Bank have been filed up to tax year 2023 (accounting year ended 31 December 2022). The income tax authorities have issued amended assessment orders against different tax years, thereby creating additional tax demands against which payments have been made as required under the law. The Bank has filed appeals before various appellate forums against these amendments. Assessments from tax year 2003 to 2010 have been decided at the level of Honourable Lahore High Court. The Bank has filed petitions in Honourable Supreme Court of Pakistan for tax years 2003 to 2005 and tax year 2008 to 2010. In case of an adverse decision, an additional tax liability of Rs. 277.12 million may rise. The department has filed tax references in respect of certain matters with the Honourable Lahore High Court which are currently pending. In case of any adverse decision, an additional tax liability of Rs. 639.57 (which includes impact of certain timing differences as well) may arise for tax years 2011 and 2012. Honourable LHC has remanded back the proceedings for tax year 2001 to department, which are currently pending hearing and in case of an adverse inference, a demand of Rs. Rs. 1.225 million may arise. Further, assessments for tax years 2013 to 2021 have been decided at the level of Commissioner Inland Revenue (Appeals). The department has filed appeal for tax year 2013, 2020 and 2021 with Appellate Tribunal Inland Revenue which is currently pending and in case of any adverse decision, an additional tax liability of Rs. 6,493.68 million (which include impact of certain timing differences as well) may arise. The Bank has decided to file appeal for tax years 2014, 2015, 2016 and 2018 with Appellate Tribunal Inland Revenue, which in case of any adverse decision may create an additional tax liability of Rs. 113.58 million. A cross appeal has been filed for tax year 2019 with Appellate Tribunal Inland Revenue, which in case of any adverse decision may create an additional tax liability of Rs. 16.63 million. Bank has filed appeal with Commissioner Inland Revenue (Appeals) for tax year 2022, which is currently pending and in case of any adverse decision, an additional tax liability of Rs. 2,376.105 million may arise. However, the management is confident that these matters will be ultimately decided in favor of the Bank and the Bank may not be exposed to any additional tax liability in such matters. Accordingly, no provision has been recorded in these condensed interim financial statements.		



- (b) Tax authorities have passed order for tax year 2017 under section 122(4) of the Income Tax Ordinance, 2001. This order has been passed as a result of audit under section 177 of the Income Tax Ordinance, 2001. The Bank has decided to file an appeal against the order with Commissioner Inland Revenue (Appeals). In case of any adverse decision, an additional tax liability of Rs. 73.07 million may arise. However, the management is confident that the matter will be ultimately decided in favor of the Bank and the Bank may not be exposed to any additional tax liability in such matter. Accordingly, no provision has been recorded in these condensed interim financial statements.
- (c) Tax authorities have passed orders for tax years 2008 to 2012, levying Federal Excise Duty on certain items. The Bank filed appeals against these assessments before Appellate Tribunal Inland Revenue, which were decided in favor of Bank and tax demand was deleted in full. The department filed tax reference with Honourable High Court Lahore against the order issued by Appellate Tribunal Inland Revenue, which was set-aside with remanded back directions to Appellate Tribunal Inland Revenue by Honourable High Court Lahore. Provision to the extent of Rs. 81.083 million, created on the recommendation of the State Bank of Pakistan, is still being maintained in the accounts. Management is confident that Appellate Tribunal Inland Revenue will decide the case in favor of the Bank and the Bank may not be exposed to any additional tax liability in these matters. Management is also confident that SBP will allow reversal of this provision based on favorable order passed by Appellate Tribunal Inland Revenue. Accordingly, no provision has been recorded in these condensed interim financial statements.
- (d) Appellate Tribunal Inland Revenue has passed an order under section 161/205 of the Income Tax Ordinance 2001 for tax year 2006 to 2012. Bank and department have filed petitions in Honourable High Court Lahore against these orders. These petitions are currently pending hearing and in case of any adverse decision an additional tax liability of Rs. 114.06 million may arise. Tax authorities have filed appeals against orders passed under section 161/205 of the Income Tax Ordinance 2001, for tax years 2014 and 2016 to 2021 with Appellate Tribunal Inland Revenue. These are currently pending and in case of any adverse decision an additional tax liability of Rs. 2,342.16 million may arise. However, the management is confident that the matter will be ultimately decided in favor of the Bank and the Bank may not be exposed to any additional tax liability in these matters. Accordingly, no provision has been recorded in these condensed interim financial statements.
- (e) Tax authorities have issued an order, levying tax under section 4C of the Income Tax Ordinance, 2001 for tax year 2023. The demanded amount has already been paid by the Bank. The Bank has decided to file appeal before Commissioner Inland Revenue (Appeals) against the order. In case of any adverse decision an additional tax liability amounting to Rs. 501.83 million may arise. However, the management is confident that the matter will be ultimately decided in favor of the Bank and the Bank may not be exposed to any additional tax liability in this matter.
- (f) Punjab Revenue Authority has passed orders for years 2015, 2021 and 2022 under section 14, 19 and 35 of the Punjab Sales Tax on Services Act, 2012, creating demands of Rs. 144.688 million and 2,026.09 million respectively, on non-deduction of withholding tax and sales tax. The Bank has filed appeals before Commissioner Inland Revenue (Appeals) against these orders, which are currently pending. Order passed for year 2016 and 2017 has been decided at the level of Commissioner Inland Revenue (Appeals) whereby demands of 46.9 million and 24.79 million respectively, have been upheld. The Bank has filed appeals before Appellate Tribunal Punjab Revenue Authority against these orders, which are currently pending. However, the management is confident that these matters will be ultimately decided in favor of the Bank and the Bank may not be exposed to any additional tax liability in such matters. Accordingly, no provision has been recorded in these condensed interim financial statements.
- (g) Sindh Revenue Board has passed orders for year 2012 and 2014 under section 23 of the Sindh Sales Tax on Services Act, 2011, creating demand of Rs. 176.22 million, on non-deduction of Sindh Sales Tax. The Bank has filed appeals before Commissioner Inland Revenue (Appeals) against these orders, which are currently pending. However, the management is confident that these matters will be ultimately decided in favor of the Bank and the Bank may not be exposed to any additional tax liability in such matters. Accordingly, no provision has been recorded in these condensed interim financial statements.
- (h) The income tax authorities in Azad Jammu & Kashmir region have issued amended assessment orders for tax years 2013 to tax year 2022, thereby creating additional tax demands which have been paid by the Bank as required under the law. The Bank has decided to file appeal before Commissioner Inland Revenue (Appeals) for tax years 2020 to 2022. In case of an adverse decision, additional tax liability of Rs. 80.847 million may arise. The Bank had filed appeals before Commissioner Inland Revenue (Appeals) against orders from tax year 2013 to 2019, which were decided in favour of the Bank except for tax year 2016. The Bank has filed an appeal against order for tax year 2016 in Appellate Tribunal. In case of any adverse decision, an additional tax liability of Rs. 41.565 million may arise. Department has filed appeals against orders for tax year 2014 to 2019 in Appellate Tribunal, which are still pending. In case of an adverse decision, an additional tax liability of Rs. 263.01 million (excluding tax year 2016) may arise. However, the management is confident that these matters will ultimately be decided in favor of the Bank and the Bank may not be exposed to any additional tax liability in such matters. Accordingly, no provision has been recorded in these condensed interim financial statements.



(i) The Finance Act, 2023 incorporated section 99D of the Income Tax Ordinance, 2001 imposing tax on windfall income, profits and gains. In pursuance of sub-section (2) of said section, the interim Federal Government has issued Notification No. SRO.1588(I)/2023 dated November 21, 2023 imposing 40% tax on foreign exchange income of the banks and has also specified the criteria for calculation of windfall income and tax liability thereon. In pursuance of the same, tax authorities issued recovery notice to the Bank thereby creating a demand to the extent of Rs. 1,021.891 million. However, the Bank filed Constitutional Petition before the Honorable High Court Lahore through its external legal counsel; challenging the same on various legal grounds inter-alia including the following:

- unlawful delegation of powers;
- absence of necessary conditions mentioned in section 99D;
- lack of right of appeal to the tax payers; and
- absence of machinery for declaration, assessment and collection.

Based on these grounds the Honorable High Court has suspended the operation of the SRO. Similar orders have also been passed by the High Courts of Sindh and Islamabad. Moreover, the subject SRO had to be ratified and approved by a functional National Assembly within a period of 90 days (already lapsed) from its issuance; therefore it has no legal effect.

On the basis of the aforementioned factors and as per the advise of our learned legal counsel, the management is confident that these matters will ultimately be decided in favor of the Bank and the Bank may not be exposed to any additional tax liability in such matters. Accordingly, no provision has been recorded in these condensed interim financial statements.

23.3.2 Claims against the Bank which are not acknowledged as debts amounted to Rs. 3.312 million (31 December 2023: Rs. 3.163 million).

23.3.3 The Assistant Commissioner, Inland Revenue vide orders under section 182/140 of the Income Tax Ordinance, 2001 has levied penalties against staff of the Bank amounting to Rs. 30 million and Rs. 0.06 million. Currently, these matter are pending before Commissioner Inland Revenue (Appeals) subsequent to appeal filed by the staff. In case of any adverse decision in appeals, the Bank reserves the right of recourse on customers for re-imburement. However, the management is confident that these matters will be ultimately decided in favor of the Bank and the Bank may not be exposed to any additional tax liability on these accounts. Accordingly, no provision has been recorded in these condensed interim financial statements.

23.3.4 A penalty of Rs. 50 million had been imposed by the Competition Commission of Pakistan ("the Commission") on the Bank on account of uncompetitive behaviour and imposing uniform cost on cash withdrawal from ATM transactions dated June 28, 2012. The Bank along with other Banks had filed a constitutional petition before the Competition Appellate Tribunal which has set aside the order of the Commission. Against the said order of the Competition Appellate Tribunal, the Commission has filed an appeal before the Supreme Court of Pakistan, the hearing of which is currently pending. The management of the Bank is confident that the appeal will be decided in the favour of the Bank. Accordingly, no provision has been recorded in these condensed interim financial statements.

23.3.5 Through the Finance Act, 2008 an amendment was made in the Employees Old Age Benefits Act, 1976 whereby the exemption available to banks and their employees was withdrawn by omission of clause (e) of Section 47 of the said Act and banks and their employees were made liable for contribution to Employee Old Age Benefit Institution. The Lahore High Court, subsequently, nullified the amendments made through the Finance Act, 2008.

Subsequently, several other banks also filed the Constitutional Petition before the Sindh High Court which decided the matter in favour of the banks. As a result of the decision of the Lahore High Court and Sindh High Court, the Bank stopped EOBI contribution w.e.f. February 2012. An appeal was filed by the EOBI in the Supreme Court of Pakistan which has been disposed of by the Honourable Court vide its order dated 10 November 2016 in favour of the Banks. However, EOBI has filed review Petition on 07 March 2019 before the Supreme Court of Pakistan which is currently pending.

In case of any adverse decision by the Supreme Court of Pakistan, a contribution of Rs. 416.045 million (up to 31 December 2023: Rs. 364.834 million) will become payable by the Bank to the EOBI. The said amount of Rs. 416.045 million has not been provided in these financial statements as the Bank is confident that the case will be decided in the Bank's favour.



		(Un-audited) 30 June 2024	(Un-audited) 30 June 2023
24	MARK-UP / RETURN / INTEREST EARNED	------(Rupees in '000)-----	
	Loans and advances	20,812,867	15,457,887
	Investments	33,975,459	26,665,622
	Lendings to financial institutions	1,464,999	873,288
	Balances with banks	136,776	105,308
	Placement and call lendings	511,019	525,302
		<u>56,901,120</u>	<u>43,627,407</u>
25	MARK-UP / RETURN / INTEREST EXPENSED		
	Deposits	38,335,575	23,843,265
	Borrowings	4,718,157	7,839,962
	Subordinated debt	926,155	766,056
	Cost of foreign currency swaps against foreign currency deposits / borrowings	25.1 896,913	752,866
	Finance cost lease liability	425,875	301,277
		<u>45,302,675</u>	<u>33,503,426</u>
25.1	A corresponding income of the same amount is recognised in foreign exchange income.		
26	FEE & COMMISSION INCOME		
	Branch banking customer fees	382,407	337,471
	Consumer finance related fees	19,110	29,036
	Debit card related fees	224,323	106,158
	Investment banking	30,644	10,499
	Credit related fees	86,619	112,565
	Commission on trade	863,234	484,120
	Commission on guarantees	91,446	70,648
	Commission on cash management	13,816	8,646
	Commission on remittances including home remittances	22,961	13,779
	Commission on bancassurance	5,161	9,409
	Wealth management fee	4,216	6,422
	Rebate income	320,728	150,761
	Others	4,657	7,825
		<u>2,069,322</u>	<u>1,347,339</u>
27	GAIN / (LOSS) ON SECURITIES - NET		
	Realised gain / (loss)	27.1 42,947	(106,705)
	Unrealised - measured at FVTPL	9.1 245,651	-
	Unrealised - held for trading	-	(6,536)
	Unrealised - forward of government securities	-	6,385
		<u>288,598</u>	<u>(106,856)</u>
27.1	Realised gain / (loss) on		
	Federal Government Securities	6,877	4,547
	Shares	29,440	(110,725)
	Mutual funds	6,630	(527)
		<u>42,947</u>	<u>(106,705)</u>
27.2	Net gain on financial assets measured at FVPL:		
	Designated upon initial recognition	284,480	-
	Designated subsequent to adoption	5,507	-
		289,987	-
	Net gain on financial assets measured at FVOCI - Debt	(1,389)	-
		<u>288,598</u>	<u>-</u>



28 OTHER INCOME

Gain on sale of property and equipment - net
 Loss on sale of non banking assets - net
 Gain on termination of leases
 Rent on property
 Insurance claim recovered
 Staff notice period and other recoveries
 Liabilities no longer required written back
 Gain on termination of Ijarah financing

	(Un-audited) 30 June 2024	(Un-audited) 30 June 2023
	------(Rupees in '000)-----	
	25,643	19,927
	(3,360)	-
	2,445	11,032
	5,025	3,300
	1,603	2,489
	12,084	9,561
	3,504	9,436
	1,574	401
	<u>48,518</u>	<u>56,146</u>

29 OPERATING EXPENSES

Total compensation expense

3,471,321 2,718,127

Property expense

Rent & taxes
 Insurance
 Utilities cost
 Security (including guards)
 Repair & maintenance (including janitorial charges)
 Depreciation on non-banking assets acquired in satisfaction of claims
 Depreciation on right-of-use assets
 Depreciation on owned assets

29.1
29.1

	82,393	69,554
	37,945	21,500
	412,804	298,748
	396,618	289,302
	256,773	152,878
	7,062	1,621
	516,472	441,400
	203,543	148,809
	<u>1,913,610</u>	<u>1,423,812</u>

Information technology expenses

Software maintenance
 Hardware maintenance
 Depreciation on computer equipments
 Amortisation of intangibles
 Network charges
 Others

	503,732	404,280
	84,224	77,923
	166,094	117,681
	67,305	123,102
	165,588	154,608
	203,010	168,100
	<u>1,189,953</u>	<u>1,045,694</u>

Other operating expenses

Directors' fees and allowances
 Fees and allowances to Shariah Board
 Legal & professional charges
 Outsourced services costs
 Travelling & conveyance
 NIFT clearing charges
 Depreciation
 Training & development
 Postage & courier charges
 Communication
 Stationery & printing
 Marketing, advertisement & publicity
 Donations
 Auditors' Remuneration
 Brokerage and commission
 Entertainment
 Fees and subscription
 Motor vehicles running expenses
 Service charges
 Insurance
 Repair & maintenance
 Deposit protection insurance premium
 Others

29.1

29.2

	18,900	20,960
	4,620	4,620
	37,922	28,507
	7,151	13,657
	19,062	8,724
	33,763	31,589
	232,944	136,959
	15,904	8,183
	51,769	44,552
	44,005	46,509
	203,789	186,031
	80,107	38,277
	5,100	6,260
	16,630	8,129
	15,098	10,431
	205,394	147,095
	47,605	60,069
	387,225	332,964
	164,315	108,298
	36,795	27,346
	164,806	132,523
	219,653	159,572
	281,181	168,041
	<u>2,293,738</u>	<u>1,729,296</u>
	<u>8,868,622</u>	<u>6,916,929</u>



- 29.1** Total Cost for the period relating to outsourcing activities included in other operating activities and property expenses is Rs. 643.793 million (2023: Rs. 449.483 million) being paid to companies incorporated in Pakistan.
- 29.2** This represents the insurance premium paid to the State Bank of Pakistan's Depositors Protection Corporation (DPC) during the quarter. The premium amount was worked out in accordance with the mechanism specified by DPC, based on eligible deposits position of the Bank as at 31 December 2023.

	Note	(Un-audited) 30 June 2024	(Un-audited) 30 June 2023
----- (Rupees in '000) -----			
30	WORKERS WELFARE FUND		
	Workers Welfare Fund	132,498	112,816
31	OTHER CHARGES		
	Penalties imposed by State Bank of Pakistan (SBP)	33,059	27,449
32	CREDIT LOSS ALLOWANCE & WRITE OFFS - NET		
	Credit loss allowance against cash with treasury banks	266	-
	Credit loss allowance against balance with other banks	221	-
	Credit loss allowance against lending to financial institutions	2,290	-
	Credit loss allowance for diminution in value of investments	9.3 (84,519)	(115)
	Credit loss allowance against loans & advances	10.3 (253,666)	741,996
	Credit loss allowance against off-balance sheet obligations	21.1 12,963	-
	Property and equipment written off	-	5,162
		(322,445)	747,043
33	TAXATION		
	Current	2,973,152	2,763,980
	Deferred	315,728	(83,355)
		3,288,880	2,680,625

	(Un-audited) For the quarter ended		(Un-audited) For the half year ended		
	30 June 2024	30 June 2023	30 June 2024	30 June 2023	
----- (Rupees in '000) -----					
34	BASIC / DILUTED EARNINGS PER SHARE				
	Profit for the period	1,443,470	1,037,642	3,203,501	2,526,655
		----- (Number of shares) -----			
	Weighted average number of ordinary shares	1,102,463,483	1,102,463,483	1,102,463,483	1,102,463,483
		----- (Rupees) -----			
	Basic / Diluted earnings per share	1.3093	0.9412	2.9058	2.2918

- 34.1** There were no convertible / dilutive potential ordinary shares as at 30 June 2024 and 30 June 2023.



35 CASH AND CASH EQUIVALENTS

	Note	(Un-audited) 30 June 2024	(Un-audited) 30 June 2023
------(Rupees in '000)-----			
Cash and balances with treasury banks	6	46,529,342	41,371,973
Balances with other banks	7	2,510,874	5,275,377
Overdrawn nostro accounts	16	(509,657)	(471,938)
Less : Expected credit loss		(1,537)	-
		48,529,022	46,175,412

36 CREDIT RATING

The Pakistan Credit Rating Agency (PACRA) has maintained the long term credit rating of 'AA-' (Double A Minus) and short term rating of 'A1+' (A One Plus) with Stable Outlook of the Bank through its notification dated 22 June 2024 [2023: long term 'AA-' (Double A Minus): short term 'A1+' (A One Plus)].

Furthermore, the Bank's unsecured, subordinated, rated, listed perpetual and non-cumulative Term Finance Certificates of Rs 4,000 million have been assigned the rating of 'A' with Stable Outlook by PACRA through their notification dated 28 June 2024.

PACRA had also maintained the credit rating of the Bank's unsecured, subordinated and listed Term Finance Certificates (TFC – 3) issue of Rs 4,000 million at 'A+' (Single A plus) with Stable Outlook through its notification dated 28 June 2024 [2023: 'A+' (Single A plus) with Stable Outlook].

37 FAIR VALUE MEASUREMENTS

Fair value measurement defines fair value as the price that would be received from the sale of an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of quoted securities other than those classified as amortised cost / held to maturity, is based on quoted market price. Quoted debt securities classified as amortised cost / held to maturity are carried at cost. The fair value of unquoted equity securities, other than investments in associates and subsidiary, is determined on the basis of valuation methodologies which are best reflective of their business model. 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.

In the opinion of the management, the fair value of the remaining financial assets and liabilities are not significantly different from their carrying values since these are either short-term in nature or, in the case of customer loans and deposits, are frequently repriced.

37.1 Fair value of financial instruments

The Bank 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).

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

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:



30 June 2024 (Un-audited)

	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	-	374,374,973	-	374,374,973
Shares	17,423	-	61,100	78,523
Non Government Debt Securities	-	2,253,857	-	2,253,857
Units of Mutual Fund	736,898	-	-	736,898
Financial assets - disclosed but not measured at fair value				
Investments				
Federal Government Securities	-	39,605,038	-	39,605,038
Non Government Debt Securities	-	-	-	-
Off-balance sheet financial instruments - measured at fair value				
Forward Purchase of Foreign Exchange	-	68,015,493	-	68,015,493
Forward Sale of Foreign Exchange	-	55,284,977	-	55,284,977
Non - Financial Assets				
Land and Building (property and equipment & non-banking assets)	-	-	8,030,941	8,030,941
	<u>754,321</u>	<u>539,534,338</u>	<u>8,092,041</u>	<u>548,380,700</u>

31 December 2023 (Audited)

	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	-	289,453,978	-	289,453,978
Shares	840,752	-	61,100	901,852
Non-Government debt securities	-	2,778,320	-	2,778,320
Units of mutual fund	-	500,000	-	500,000
Financial assets - disclosed but not measured at fair value				
Investments				
Federal Government securities	-	14,103,460	-	14,103,460
Non-Government debt securities	-	-	-	-
Off-balance sheet financial instruments - measured at fair value				
Forward purchase of foreign exchange	-	81,975,445	-	81,975,445
Forward sale of foreign exchange	-	69,828,809	-	69,828,809
Non - Financial Assets				
Land and Building (property and equipment & non-banking assets)	-	-	8,073,237	8,073,237
	<u>840,752</u>	<u>458,640,012</u>	<u>8,134,337</u>	<u>467,615,101</u>



The Bank's policy is to recognise transfers into and out of the different fair value hierarchy levels at the date the event or change in circumstances that caused the transfer occurred. During the period, there was a transfer from level 2 to level 1 due to the listing of TPL REIT FUND – 1, and there were no other transfers between levels 1 and 2.

(a) Financial instruments in level 1

Financial instruments included in level 1 comprise of investments in listed ordinary shares and units of mutual funds.

(b) Financial instruments in level 2

Financial instruments included in level 2 comprise of GoP Ijarah Sukuks, Pakistan Investment bonds, Market Treasury bills, Corporate bonds, Term Finance, Sukuk certificates and units of mutual funds that are unlisted.

(c) Financial instruments in level 3

Financial instruments included in level 3 comprise of Land and Building (property and equipment & non-banking assets) and unlisted securities.

Valuation techniques and inputs used in determination of fair values

Item	Valuation techniques and inputs used in determination of fair values
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 determined on the basis of rates / prices sourced from Reuters.
Government of Pakistan - Ijarah Sukuks	Fair values of GoP Ijarah Sukuks are derived using the PKISRV rates announced by the Financial Market Association (FMA) through Reuters. These rates denote an average of quotes received from pre-defined / approved dealers / brokers.
Term Finance, Bonds and Sukuk certificates	Investments in 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 rates announced by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan. In the determination of the rates, MUFAP takes into account the holding pattern of these securities and categorises them as traded, thinly traded and non-traded securities.
Units of mutual funds	Fair values of investments in units of mutual funds are determined based on their net asset values as published at the close of each business day.
Land and Building (property and equipment & non-banking assets)	Land and buildings are revalued on a periodic basis using professional valuers. The valuation is based on their assessment of the market value of the assets. The effect of changes in the unobservable inputs used in the valuations cannot be determined with reasonable certainty. Accordingly, a qualitative disclosure of sensitivity has not been presented in these condensed interim financial statements.



38 SEGMENT INFORMATION

38.1 Segment details with respect to business activities

30 June 2024 (Un-audited)						
Retail Banking	Corporate	Islamic	Trading and Sales	Others	Total	
----- (Rupees in '000) -----						
Profit and loss						
Net mark-up / return / profit	(28,964,961)	11,899,729	984,000	28,591,330	(911,653)	11,598,445
Inter segment revenue - net	42,822,053	(10,375,201)	-	(32,047,259)	(399,593)	-
Non mark-up / return / interest income	2,073,379	590,837	95,156	1,822,354	(976,056)	3,605,670
Total income	15,930,471	2,115,365	1,079,156	(1,633,575)	(2,287,302)	15,204,115
Segment direct expenses	6,551,374	191,285	642,992	99,305	1,549,223	9,034,179
Inter segment expense allocation	(109,974)	(1,547)	(11,575)	(646)	123,742	-
Total expenses	6,441,400	189,738	631,417	98,659	1,672,965	9,034,179
Credit loss allowance	6,851	545,693	(786,560)	(81,992)	(6,437)	(322,445)
Profit before tax	9,482,220	1,379,934	1,234,299	(1,650,242)	(3,953,830)	6,492,381
Balance sheet						
Cash & bank balances	40,775,813	1,994,240	4,158,222	2,110,404	-	49,038,679
Investments	-	163	29,267,177	391,225,204	-	420,492,544
Net inter segment lending	454,428,002	-	-	109,337,788	11,261,548	575,027,338
Lendings to financial institutions	-	-	-	10,865,998	-	10,865,998
Advances - performing	42,910,675	148,151,021	17,449,938	-	6,083,901	214,595,535
- non-performing	170,226	-	281,792	-	5,180	457,198
Others	5,624,654	5,158,673	4,149,624	11,569,928	29,012,126	55,515,005
Total assets	543,909,370	155,304,097	55,306,753	525,109,322	46,362,755	1,325,992,297
Borrowings	7,631,708	9,984,399	925,169	59,110,023	-	77,651,299
Subordinated debt	-	-	-	-	7,997,600	7,997,600
Deposits & other accounts	512,855,792	35,415,372	49,064,536	-	-	597,335,700
Net inter segment borrowing	-	107,310,767	2,027,037	465,689,534	-	575,027,338
Others	23,421,870	2,593,559	3,290,011	309,765	9,832,855	39,448,060
Total liabilities	543,909,370	155,304,097	55,306,753	525,109,322	17,830,455	1,297,459,997
Equity	-	-	-	-	28,532,300	28,532,300
Total equity & liabilities	543,909,370	155,304,097	55,306,753	525,109,322	46,362,755	1,325,992,297
Contingencies & commitments						
In respect of letter of credit / guarantees	72,405,090	36,893,901	3,585,231	-	-	112,884,222
In respect of forward foreign exchange contracts	-	-	-	124,762,367	-	124,762,367
In respect of forward lendings	-	2,783,025	-	-	-	2,783,025
In respect of property & equipment	-	-	-	-	773,423	773,423
In respect of other Commitments	-	-	-	-	24,000	24,000
In respect of other contingencies	-	-	-	-	17,355,531	17,355,531
Total	72,405,090	39,676,926	3,585,231	124,762,367	18,152,954	258,582,568

30 June 2023 (Un-audited)						
Retail Banking	Corporate	Islamic	Trading and Sales	Others	Total	
----- (Rupees in '000) -----						
Profit and loss						
Net mark-up / return / profit	(17,135,868)	8,513,108	883,099	18,805,860	(942,218)	10,123,981
Inter segment revenue - net	27,258,644	(6,348,400)	-	(20,022,854)	(887,390)	-
Non mark-up / return / interest income	1,726,732	577,125	93,589	1,611,453	(1,121,363)	2,887,536
Total income	11,849,508	2,741,833	976,688	394,459	(2,950,971)	13,011,517
Segment direct expenses	4,639,918	138,101	467,989	97,634	1,713,552	7,057,194
Inter segment expense allocation	(170,276)	(2,619)	(17,383)	(1,120)	191,398	-
Total expenses	4,469,642	135,482	450,606	96,514	1,904,950	7,057,194
Provision	304,822	302,119	133,134	-	6,968	747,043
Profit before tax	7,075,044	2,304,232	392,948	297,945	(4,862,889)	5,207,280



31 December 2023 (Audited)

	Retail Banking	Corporate	Islamic	Trading and Sales	Others	Total
	----- (Rupees in '000) -----					
Balance sheet						
Cash & bank balances	38,306,451	2,258,640	4,094,131	1,006,122	-	45,665,344
Investments	-	163	27,648,031	282,692,683	-	310,340,877
Net inter segment lending	382,821,051	-	-	101,991,644	18,620,769	503,433,464
Lendings to financial institutions	-	-	-	-	-	-
Advances - performing	38,226,913	142,695,954	16,848,624	-	5,883,454	203,654,945
- non-performing	675,044	634,996	823,269	-	(34,545)	2,098,764
Others	4,015,239	6,361,348	3,754,067	61,399,361	21,271,727	96,801,742
Total assets	464,044,698	151,951,101	53,168,122	447,089,810	45,741,405	1,161,995,136
Borrowings	8,338,373	12,936,700	1,037,300	45,510,366	918,907	68,741,646
Subordinated debt	-	-	-	-	7,998,400	7,998,400
Deposits & other accounts	435,402,013	39,448,922	43,018,049	-	-	517,868,984
Net inter segment borrowing	-	95,558,330	6,433,314	401,441,820	-	503,433,464
Others	20,304,312	4,007,149	2,679,459	137,624	8,210,932	35,339,476
Total liabilities	464,044,698	151,951,101	53,168,122	447,089,810	17,128,239	1,133,381,970
Equity	-	-	-	-	28,613,166	28,613,166
Total equity & liabilities	464,044,698	151,951,101	53,168,122	447,089,810	45,741,405	1,161,995,136
Contingencies & commitments						
In respect of letter of credit / guarantees	62,321,270	34,505,354	2,748,528	-	-	99,575,152
In respect of forward foreign exchange contracts	-	-	-	154,713,757	-	154,713,757
In respect of forward lendings	-	212,314	-	-	-	212,314
In respect of property & equipment	-	-	-	-	222,029	222,029
In respect of other Commitments	-	-	-	-	24,000	24,000
In respect of other contingencies	-	-	-	-	14,525,556	14,525,556
Total	62,321,270	34,717,668	2,748,528	154,713,757	14,771,585	269,272,808

38.1.1 The operations of the Bank are currently based only in Pakistan, therefore, geographical segment is not relevant.

38.1.2 Segment Assets include inter segment lending, while inter segment borrowings forms part of Segment Liabilities, at gross level. Segment Wise Total Assets as well as Total Liabilities therefore appear higher by Rs. 575,027 million (December 2023: 503,433 million), when compared to Total Assets / Liabilities reported at Bank Level, where inter segment lending / borrowing stands eliminated.

39 RELATED PARTY TRANSACTIONS

The Bank has related party transactions with its related group companies, major shareholders, Staff retirement funds, directors and their close family members (including their associates) employee benefit plans and key management personnel.

The Bank enters into transactions with related parties in the ordinary course of business and on substantially the same terms as for comparable transactions with person of similar standing. Contributions to and accruals in respect of staff retirement benefits and other benefit plans are made in accordance with the actuarial valuations / terms of the contribution plan. Remuneration to the executives / officers is determined in accordance with the terms of their appointment.

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



Particulars	30 June 2024 (Un-audited)			31 December 2023 (Audited)		
	Directors (a)	Key* management personnel (a)	Other related parties	Directors (a)	Key* management personnel (a)	Other related parties
----- (Rupees in '000) -----						
Statement of financial position						
Investments						
Opening balance	-	-	50,000	-	-	189,298
Investment made during the period / year	-	-	-	-	-	-
Investment redeemed / disposed during	-	-	-	-	-	(139,298)
Closing balance	-	-	50,000	-	-	50,000
Advances						
Opening balance	201,010	428,779	131,960	201,409	295,896	-
Addition during the period / year	23,070	56,550	439,333	265,629	387,289	161,224
Repaid during the period / year	(222,291)	(67,163)	(390,346)	(266,028)	(199,708)	(129,255)
Transfer in / (out) - net	173,044	(142,445)	-	-	(54,698)	99,991
Closing balance	174,833	275,721	180,947	201,010	428,779	131,960
Credit loss allowance held against advances	244	53	564	-	-	-
Other assets						
Interest / mark-up accrued	20,349	29	10,460	34,662	4,754	7,579
E-banking settlement	-	-	1,539,755	-	-	123,209
	20,349	29	1,550,215	34,662	4,754	130,788
Deposits and other accounts						
Opening balance	398,820	489,344	4,544,505	323,441	164,700	4,183,190
Received during the period / year	2,742,349	1,782,519	52,978,117	1,429,564	4,469,120	86,859,409
Withdrawn during the period / year	(2,406,250)	(2,775,176)	(49,421,264)	(1,354,185)	(4,141,636)	(86,637,395)
Transfer in / (out) - net	264,471	724,421	118	-	(2,840)	139,301
Closing balance	999,390	221,108	8,101,476	398,820	489,344	4,544,505
Other liabilities						
Interest / mark-up payable	11,245	5,215	174,584	7,042	12,442	94,604
Payable to staff retirement fund	-	-	85,215	-	-	-
	11,245	5,215	259,799	7,042	12,442	94,604
Contingencies and Commitments						
letters of credit	-	-	93,190	-	-	-
Credit loss allowance held against advances	-	-	269	-	-	-

Particulars	30 June 2024 (Un-audited)			30 June 2023 (Un-audited)		
	Directors (a)	Key* management personnel (a)	Other related parties	Directors (a)	Key* management personnel (a)	Other related parties
----- (Rupees in '000) -----						
Profit and loss account						
Income						
Mark-up / return / interest earned	30,722	10,524	17,379	19,885	21,987	2,868
Fee and commission income	48	346	216	50	137	210
Rental Income	-	-	4,125	-	-	3,300
Dividend income	-	-	100,000	-	-	49,661
Net gain on sale of securities	-	-	-	-	-	(527)
Expense						
Mark-up / return / interest paid	39,729	14,493	618,753	28,610	18,717	371,078
Directors' fee and allowance	18,900	-	-	20,960	-	-
Compensation Expense	1,589	325,413	-	978	292,765	-
Rent expense	-	-	11,915	-	-	10,455
ATM and ADC charges	-	-	31,779	-	-	15,658
Charge for defined benefit plan	-	-	85,215	-	-	68,975
Contribution to defined contribution plan	-	-	120,968	-	-	97,666

* including President and CEO
(a) including their relatives

** Actual rent expense is disclosed as part of related party transactions. While accounting for branches / locations on lease for the purpose of financial statements, the bank applies the requirements of IFRS 16 - Leases.



40 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

(Un-audited) (Audited)
30 June 31 December
2024 2023
------(Rupees in '000)-----

Minimum Capital Requirement (MCR):

Paid-up capital (net of losses)

11,024,636	11,024,636
------------	------------

Capital Adequacy Ratio (CAR):

Eligible Common Equity Tier 1 (CET 1) Capital

25,754,781	26,574,005
------------	------------

Eligible Additional Tier 1 (ADT 1) Capital

3,584,770	3,584,770
-----------	-----------

Total Eligible Tier 1 Capital

29,339,551	30,158,775
------------	------------

Eligible Tier 2 Capital

7,212,365	5,648,703
-----------	-----------

Total Eligible Capital (Tier 1 + Tier 2)

36,551,916	35,807,478
------------	------------

Risk Weighted Assets (RWAs):

Credit Risk

171,299,501	163,994,300
-------------	-------------

Market Risk

1,029,083	1,663,407
-----------	-----------

Operational Risk

38,185,126	28,512,801
------------	------------

Total

210,513,710	194,170,508
-------------	-------------

------(Percentage)-----

Common Equity Tier 1 Capital Adequacy ratio

12.23%	13.69%
--------	--------

Tier 1 Capital Adequacy Ratio

13.94%	15.53%
--------	--------

Total Capital Adequacy Ratio

17.36%	18.44%
--------	--------

National minimum capital requirements prescribed by SBP

CET1 minimum ratio

6.00%	6.00%
-------	-------

Tier 1 minimum ratio

7.50%	7.50%
-------	-------

Total capital minimum ratio

11.50%	11.50%
--------	--------

40.1 As allowed under Annexure - B of Final Implementation Instructions issued by SBP via BPRD Circular Letter No. 7 of 2023 dated 13 April 2023, the Bank has opted to avail the benefit of transitional arrangement on initial adoption of IFRS 9 (Financial Instruments) and the related ECL provision impact on opening retained earnings while computing the CAR and LR. Had this benefit not been availed, the CET1 and LR of the Bank as of June 30, 2024 would have been lower by 33 bps and 8 bps respectively.

(Un-audited) (Audited)
30 June 31 December
2024 2023
------(Rupees in '000)-----

Leverage Ratio (LR):

Eligible Tier-1 Capital

29,339,551	30,158,775
------------	------------

Total Exposures

818,341,009	750,691,470
-------------	-------------

Leverage Ratio - percentage

3.59%	4.02%
-------	-------

Liquidity Coverage Ratio (LCR):

Total High Quality Liquid Assets

350,530,611	289,829,067
-------------	-------------

Total Net Cash Outflow

194,514,029	120,031,638
-------------	-------------

Liquidity Coverage Ratio - percentage

180.21%	241.46%
---------	---------

Net Stable Funding Ratio (NSFR):

Total Available Stable Funding

400,109,870	366,546,605
-------------	-------------

Total Required Stable Funding

229,209,628	189,036,715
-------------	-------------

Net Stable Funding Ratio - percentage

174.56%	193.90%
---------	---------

40.2 The Bank follows the below mentioned approach for determining credit risk, market risk and operational risk exposures in the capital adequacy calculation:

Risk Type	Approach adopted by Bank
Credit Risk	Standardized Approach
Market Risk	Standardized Approach
Operational Risk	Basic Indicator Approach



41

ISLAMIC BANKING BUSINESS

The Bank is operating with 58 Islamic Banking Branches (31 December 2023: 45) and 15 Islamic Banking Windows (31 December 2023: 15). The condensed interim statement of financial position and condensed interim profit and loss account of these branches and windows (including Islamic Banking Division) are as follows:

		(Un-audited) 30 June 2024	(Audited) 31 December 2023
----- (Rupees in '000) -----			
ASSETS			
		3,758,333	3,641,611
		399,889	452,520
	41.1	29,267,177	27,648,031
	41.2	17,702,258	17,634,001
		719,036	602,070
		746,320	506,488
		1,269,371	-
		2,684,268	2,645,509
		56,546,652	53,130,230
LIABILITIES			
		781,468	233,688
		925,169	1,037,300
	41.3	49,064,536	43,018,049
		-	3,284,747
		619,122	586,499
		1,859,949	1,821,380
		53,250,244	49,981,663
NET ASSETS			
		3,296,408	3,148,567
REPRESENTED BY:			
		2,000,000	2,000,000
		62,109	148,995
	41.5	1,234,299	999,572
		3,296,408	3,148,567
CONTINGENCIES AND COMMITMENTS			
	41.6		
		(Un-audited) 30 June 2024	(Un-audited) 30 June 2023
----- (Rupees in '000) -----			
	41.7	4,906,406	3,093,132
	41.8	3,922,406	2,210,033
		984,000	883,099
Other income			
		92,134	47,914
		1,431	45,772
		-	(890)
		1,591	793
		95,156	93,589
		1,079,156	976,688
Other expenses			
		631,417	450,606
		-	-
		631,417	450,606
		447,739	526,082
		786,560	(133,134)
		1,234,299	392,948



41.1 Investments by type:

Fair Value Through Profit or Loss

Non Government Debt Securities

Fair Value Through Other Comprehensive Income

Non Government Debt Securities

Amortised Cost

Federal Government Securities

Ijarah Sukuks

Non Government Debt Securities

Total Investments

30 June 2024 (Un-audited)			
Cost /amortised cost	Credit loss allowance for diminution	Surplus / (deficit)	Carrying value
----- (Rupees in '000) -----			
50,000	-	-	50,000
50,000	-	-	50,000
19,860	(19,860)	-	-
19,860	(19,860)	-	-
27,947,988	-	20,562	27,968,550
1,465,339	(219,985)	3,273	1,248,627
29,413,327	(219,985)	23,835	29,217,177
29,483,187	(239,845)	23,835	29,267,177

Federal Government Securities

-Ijarah sukuks

Non Government Debt Securities

-Listed

-Unlisted

Total Investments

31 December 2023 (Audited)			
Cost /amortised cost	Provision for diminution	Surplus / (deficit)	Carrying value
----- (Rupees in '000) -----			
25,953,947	-	106,954	26,060,901
25,953,947	-	106,954	26,060,901
900,000	-	-	900,000
799,760	(116,397)	3,767	687,130
1,699,760	(116,397)	3,767	1,587,130
27,653,707	(116,397)	110,721	27,648,031

41.2 Islamic financing and related assets

Ijarah
Murabaha
Musharaka
Diminishing Musharaka
Bai Muajjal
Istisna
Salam
Other islamic modes
Advances against islamic assets
Murabaha
Ijarah
Diminishing musharakah
Salam
Istisna
Gross Islamic financing and related assets

Less: Credit loss allowance against Islamic financings
- Stage 1
- Stage 2
- Stage 3

(Un-audited)
30 June
2024
(Rupees in '000)

494,640
621,571
5,621,953
4,445,745
-
148,029
3,921,503
6,498
-
10,829
-
1,696,120
1,238,700
18,205,588
(61,522)
(199,079)
(242,729)
(503,330)
17,702,258

Islamic financing and related assets - net of provision



Islamic financing and related assets

	(Audited) 31 December 2023
	(Rupees in '000)
Ijarah	601,170
Murabaha	1,065,290
Musharaka	3,608,014
Diminishing Musharaka	3,746,662
Bai Muajjal	3,165,265
Istisna	120,003
Salam	64,900
Other islamic modes	6,498
Advances against islamic assets	
Murabaha	3,320
Ijarah	13,259
Diminishing musharakah	441,147
Salam	4,345,414
Istisna	1,172,373
Gross Islamic financing and related assets	18,353,315
Less: Provision against Islamic financing	
- Specific	(719,314)
- General	-
	(719,314)
Islamic financing and related assets - net of provision	<u>17,634,001</u>

41.3 Deposits and other accounts

	(Un-audited) 30 June 2024	(Audited) 31 December 2023
	----- (Rupees in '000) -----	
Customers		
Current deposits	4,481,069	3,617,547
Savings deposits	12,469,810	12,551,243
Other	2,921,523	1,673,544
Term deposits	5,923,701	6,169,954
	<u>25,796,103</u>	<u>24,012,288</u>
Financial Institutions		
Current deposits	53,588	134,814
Savings deposits	21,941,395	18,049,247
Term deposits	1,273,450	821,700
	<u>23,268,433</u>	<u>19,005,761</u>
	<u>49,064,536</u>	<u>43,018,049</u>
41.4 Charity Fund		
Opening balance	-	47
Additions during the period		
Received from customers on account of delayed payment	780	1,361
	<u>780</u>	<u>1,408</u>
Payments / utilization during the period		
Health	-	1,408
	<u>-</u>	<u>1,408</u>
Closing balance	<u>780</u>	<u>-</u>



41.5 Islamic Banking Business - Unappropriated Profit

Opening balance
Impact of adoption of IFRS 9
Add: Islamic Banking profit for the period
Less: Transferred / remitted to Head Office
Closing balance

(Un-audited) (Audited)
30 June 31 December
2024 2023

------(Rupees in '000)-----

999,572	255,273
(699,761)	-
1,234,299	999,572
(299,811)	(255,273)
<u>1,234,299</u>	<u>999,572</u>

41.6 CONTINGENCIES AND COMMITMENTS

-Guarantees
-Other contingent liabilities

1,803,632	1,106,684
1,781,599	1,641,844
<u>3,585,231</u>	<u>2,748,528</u>

41.7 Profit / Return Earned of Financing, Investments and Placement

Financing
Investments
Placements

(Un-audited) (Un-audited)
30 June 30 June
2024 2023

------(Rupees in '000)-----

1,766,627	1,142,929
3,016,941	1,673,680
122,838	276,523
<u>4,906,406</u>	<u>3,093,132</u>

41.8 Profit on Deposits and Other Dues Expensed

Deposits and other accounts
Due to financial institutions
Others

3,507,650	2,082,723
101,703	46,561
313,053	80,749
<u>3,922,406</u>	<u>2,210,033</u>

41.9 Deposits and other accounts include redeemable capital of Rs. 41,608.356 million (31 December 2023: Rs.37,592.144 million) and deposits on Qard basis of Rs. 6,756.180 million (31 December 2023: Rs. 5,425.905 million). Remunerative deposits which are on Mudaraba basis are considered as Redeemable capital and non-remunerative deposits are classified as being on Qard basis.

41.10 Pool Management

	30 June 2024 (Un-audited)			31 December 2023 (Audited)		
	Normal Pool	Special Pool	Total	Normal Pool	Special Pool	Total

------(Rupees in '000)-----

Chemical and Pharmaceuticals	1,531,213	1,658,445	3,189,658	1,150,425	1,854,469	3,004,894
Agri, forestry, hunting, fishing	11,152	100,095	111,247	-	112,147	112,147
Textile	311,680	1,557,506	1,869,186	56,800	1,997,439	2,054,239
Sugar	3,622,545	1,081,688	4,704,233	854,575	2,468,587	3,323,162
GOP Bai Muajjal / Ijarah Sukuk	2,231,357	27,251,351	29,482,708	8,716,815	18,936,892	27,653,707
Automobile and transportation equipment	2,713	226,463	229,176	283,753	52,991	336,744
Financial	8,313	17,712	26,025	31,995	3,265	35,260
Electronics and electrical appliances	498,939	100,000	598,939	-	321,400	321,400
Production and transmission of energy	603,906	1,414,152	2,018,058	350,112	1,881,460	2,231,572
Exports Imports	-	-	-	-	199,440	199,440
Wholesale & Retail Trade	-	3,097,964	3,097,964	-	4,169,884	4,169,884
Construction	511,122	400,755	911,877	220,710	751,647	972,357
Food and allied	603,571	-	603,571	596,242	16,833	613,075
Services	139,680	87,145	226,825	19,940	160,550	180,490
Individual	52,207	410,540	462,747	42,129	399,687	441,816
Others	57,514	128,029	185,543	294,727	100,000	394,727
	<u>10,185,912</u>	<u>37,531,845</u>	<u>47,717,757</u>	<u>12,618,223</u>	<u>33,426,691</u>	<u>46,044,914</u>

Musharaka investments from the SBP under Islamic Export Refinance Scheme (IERS) are channelled towards the export sector of the economy and other financings as per SBP guidelines.



41.11 Key features and risk and reward characteristics of all pools

The 'Mudaraba Pool' for Local Currency caters to all Soneri Bank Limited - Islamic Banking depositors and provides profit / loss based on Mudaraba.

The IERS Pool caters to the 'Islamic Export Refinance' requirements based on the guidelines issued by the SBP.

The risk characteristic of each pool mainly depends on the asset and liability profile of each pool.

Jointly financed by the Bank and unrestricted investments / PLS deposit account holders

This represents all earning assets of the Bank except those tagged to the Islamic Export Refinance Scheme. Major categories include:

	Funded Income	Expenses	Gains / (loss) on sale of securities	Total
----- (Rupees in '000) -----				
Islamic financing and related assets	1,762,858	-	-	1,762,858
Investments	3,016,941	-	-	3,016,941
Due from financial institutions	122,838	-	-	122,838
Others	-	(988)	-	(988)
	<u>4,902,637</u>	<u>(988)</u>	<u>-</u>	<u>4,901,649</u>

41.12 Incentive profits (Hiba)

The Bank paid an aggregate amount of Rs. 153.365 million as incentive profits (Hiba), which includes Rs. 34.294 million for normal pool and Rs. 119.071 million for special pool during the period ended 30 June 2024. The following guidelines are approved by the Bank's Sharia Advisor for determination of incentive profits (Hiba):

- Special weightage deposits in designated tiers / slabs in Mudaraba Pool shall be offered extra weightages outside the Mudaraba Pool, provided the specified parameters are met ;
- The deposit deal shall be at least of Rs 25 thousands ;
- In case a Term Deposit is pre-maturely encashed, profit shall be paid at the expected rate of completed tenor;
- The payment of Hiba on deposits will be at the sole discretion of the Bank and could be decreased or / and removed any time during the tenure of the deposit, under intimation to the customer, if the customer fails to meet the prerequisites at any time during the tenure of the deposit and / or the profit rate no longer remains sustainable from Bank's share; and
- The Bank shall ensure that all the operational procedures and controls to the satisfaction of Shariah are in place.

41.13 Contractual maturities of mudaraba based deposit accounts

Particulars	30 June 2024 (Un-audited)							
	Total	Upto 1 Month	Over 1 to 3 Months	Over 3 to 6 Months	Over 6 Months to 1 Year	Over 1 to 2 Years	Over 2 to 3 Years	Over 3 to 5 Years
----- (Rupees in '000) -----								
Fixed Deposits	7,197,151	177,999	4,457,884	2,180,498	357,007	16,950	6,813	-
Savings Deposits	29,639,011	29,639,011	-	-	-	-	-	-
Current Account	4,772,194	4,772,194	-	-	-	-	-	-
- Remunerative	<u>41,608,356</u>	<u>34,589,204</u>	<u>4,457,884</u>	<u>2,180,498</u>	<u>357,007</u>	<u>16,950</u>	<u>6,813</u>	<u>-</u>



Profit / (loss) distribution to depositor's pool

General Remunerative Depositor's Pools	Profit Sharing Ratio (Depositor: Mudarib)	Profit rate return earned	Mudarib Share transferred to the Depositors through Hiba (Rs. in '000)	Mudarib Share transferred to the Depositors through Hiba (Percentage)	Mudarib share Net of Hiba (Rs. in '000)	Mudarib share Net of Hiba Percent	Profit rate and weightage announcement period	Profit rate return distributed
Mudaraba Pool								
Normal Pool	61 : 39	8.51%	34,294	21.01%	128,959	39.50%	Monthly	5.15%
Special Pool	94 : 06	19.15%	119,071	36.83%	204,195	6.47%	Monthly	17.97%
Total	90 : 10	17.11%	153,365	31.52%	333,153	9.57%	Monthly	15.54%

IERS Musharaka Pool	Ratio of weightage of Bank to SBP	Share of profit to SBP (Rupees in '000)	HIBA (Rupees in '000)	Profit rate and weightage announcement period	Profit rate return earned by SBP
Musharaka Pool SBP's Islamic Export Refinance Scheme	1.0473	44,886	-	Quarterly	17.87%
	1.2767	42,868	-	Quarterly	17.85%

Parameters used for allocation of profit, charging expenses and provisions, etc. along with a brief description of their major components:

Income generated from relevant assets, calculated at the end of each month is first set aside for the Musharaka pool arrangement between the Bank and the State Bank of Pakistan. It is then allocated between the participants of the pool as per the agreed weightages and rates.

The Mudaraba Pool profit is divided between the Bank and depositors in the ratio of Bank's average equity (pertaining to Islamic banking branches) and average depositors balances commingled in each pool on a pro-rata basis. The depositors' share of profit is allocated amongst them on the basis of weightages declared before start of each month, after deduction of a mudarib fee. During the period ended 30 June 2024, the Bank charged 9.57% (2023: 9.28%) of the profit as Mudarib fee. These weightages are declared by the Bank in compliance with the requirements of the SBP and Shariah.

The allocation (of income and expenses to different pools) is made on a pre-defined basis and accounting principles / standards. Provisions against any non-performing assets of the pool are not passed on to the pool.

41.14 Allocation of Income and Expenses to Depositors' Pools

a) Following are material items of revenues, expenses, gains and losses

	(Un-audited) 30 June 2024	(Un-audited) 30 June 2023
----- (Rupees in '000) -----		
Profit / return earned on financings, investments and placements	3,618,179	2,450,626
Directly related costs attributable to pool	(94,780)	(87,423)
	<u>3,523,399</u>	<u>2,363,203</u>

b) Following weightages have been assigned to different products under the Mudaraba Pool during the period:



Percentage of total Mudaraba based deposits	Minimum weightage	Minimum weightage
---	-------------------	-------------------

Savings - Soneri Munafa Account	71%	0.32955	0.95455
Savings - Soneri Bachat Account	1%	0.32955	0.32955
Savings - Assan Account	0%	0.32955	0.32955
Current Account - Remunerative	11%	0.00227	0.00227
Time Deposits - Soneri Meadi	17%	0.32955	0.95682

42 RECLASSIFICATIONS

As a result of change in forms for the preparation of condensed interim financial information issued by SBP as referred in note 4.1 and for better presentation, corresponding figures have been rearranged as follows:

Transfer from	Transfer to	(Audited) 31 December 2023 (Rupees in '000)
Property and equipment	Right-of-use assets	4,249,619
Other liabilities	Lease liabilities	<u>5,113,794</u>

43 NON ADJUSTING EVENTS AFTER BALANCE SHEET DATE

The Board of Directors of the Bank in its meeting held on 23 August 2024 has declared an interim cash dividend of 12.5% i.e. Rs.1.25 per share for the half year ended 30 June 2024 (30 June 2023: Nil). These condensed interim financial statements do not include the effect of this appropriation which will be accounted for subsequent to the period end.

44 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on 23 August 2024 by the Board of Directors of the Bank.

Amin A. Feerasta
Chairman

Muhtashim Ahmad Ashai
President & Chief Executive Officer

Mirza Zafar Baig
Chief Financial Officer

Jamil Hassan Hamdani
Director

Navin Salim Merchant
Director

LIST OF BRANCHES

AS AT 30 JUNE 2024



REGISTERED OFFICE

2nd Floor, 307-Upper Mall Scheme,
Lahore-54000 - Pakistan
Tel. No: (+92-21) 32444401-5 & 111-567-890

CENTRAL OFFICE

10th Floor, PNSC Building,
M.T. Khan Road Karachi
Tel. No: (+92-21) 32444401-5 & 111-567-890
Swift: SONEPKAXXX

CENTRAL REGION

1. Main Branch, Lahore
Tel. No.: (042) 36368141-8 & 111-567-890
2. Defence Branch, Lahore
Tel. No: (042) 35713445-8, 35759273 & 35772294-5
3. Gulberg Branch, Lahore
Tel. No.: (042) 35713445-8, 35759273 & 35772294-5
4. Circular Road Branch, Lahore
Tel. No: (042) 37670483, 86, 89 & 37379319
5. Model Town Branch, Lahore
Tel. No: (042) 35889311-2 & 35915666
6. PECO Road Branch, Lahore
Tel. No: (042) 35222306-7, 35203050-1, 35177804 & 35173392
7. Cavalry Ground Branch, Lahore
Tel. No: (042) 36653728-30 & 36619702
8. Islamic Banking
Temple Road Branch, Lahore
Tel. No: (042) 36376341, 2 & 6
9. Allama Iqbal Town Branch, Lahore
Tel. No: (042) 37812395-7
10. Baghbanpura Branch, Lahore
Tel. No: (042) 36832811-3
11. Thokar Niaz Baig Branch, Lahore
Tel. No: (042) 35313651, 3 & 4
35963292-3 & 0317-4484542-3
12. Ghazi Chowk Branch, Lahore
Tel. No: (042) 35188505-7 & 35185661-3
13. Islamic Banking
New Garden Town Branch, Lahore
Tel. No: (042) 35940611-616
14. DHA Phase-III Branch, Lahore
Tel. No: (042) 35734081, 2, 3 & 5
15. Chungi Amer Sadhu Branch, Lahore
Tel. No: (042) 35922182, 184 & 186
16. Johar Town Branch, Lahore
Tel. No: (042) 35204191-3
17. Wahdat Road Branch, Lahore
Tel. No: (042) 37424821-7 & 37420591
18. Gunpat Road Branch, Lahore
Tel. No: (042) 37361607-9
19. Airport Road Branch, Lahore
Tel. No: (042) 35700115-8
20. Timber Market Branch, Lahore
Tel. No: (042) 37725353-8
21. Shahdara Branch, Lahore
Tel. No: (042) 37920085, 37941741-3 & 37921743-8
22. Manga Mandi Branch, Lahore
Tel. No: (042) 35383516-9
23. Badian Road Branch, Lahore
Tel. No: (042) 37165390-2
24. Mughalpura Branch, Lahore
Tel. No: (042) 36880892-4
25. Upper Mall (Corporate) Branch,
Lahore
Tel. No: (042) 35789346, 49, 51 & 55
26. Islampura Branch, Lahore
Tel. No: (042) 37214394-7
27. Garhi Shahu Branch, Lahore
Tel. No: (042) 36294201-3 & 36376096
28. Zarrar Shaheed Road Br., Lahore
Tel. No: (042) 36635167-8
29. Hamdard Chowk Kot Lakhpat Br.,
Lahore
Tel. No: (042) 35140261-3
30. Kana Kacha Branch, Lahore
Tel. No: (042) 35472222 & 0316-8226316-8
31. Sabzazar Branch, Lahore
Tel. No: (042) 37830881-6
32. DHA Phase-IV Br., Lahore
Tel. No: (042) 35694156-7
33. College Road Branch, Lahore
Tel. No: (042) 35116435-8
34. Jail Road Branch, Lahore
Tel. No: (042) 35408936-8
35. Badami Bagh Branch, Lahore
Tel. No: (042) 37731601, 2 & 4
36. Montgomery Road Branch, Lahore
Tel. No: (042) 36291013-4
37. Islamic Banking
DHA Phase: VI Branch, Lahore
Tel. No: (042) 37180535-7
38. Bahria Town Branch, Lahore
Tel. No: (042) 35976354 & 0316-8226346-9
39. Expo Centre Branch, Lahore
Tel. No: (042) 35314087, 88, 90 & 91
40. WAPDA Town Branch, Lahore
Tel. No: (042) 35187611-2
41. Shah Alam Market Branch, Lahore
Tel. No: (042) 37376213-4 & 0316-8226277-8
42. DHA Phase-V Branch, Lahore
Tel. No: (042) 35695678 & 0316-8226322-3
43. Block-L Gulberg-III Branch, Lahore
Tel. No: (042) 35861052-4 & 0316-8226326-7
44. Walton Road Branch, Lahore
Tel. No: (042) 36672305 & 0316-8226339, 40 & 41
45. Faisal Town Branch, Lahore
Tel. No: (042) 35170540 & 0316-8226335, 7 & 8
46. Karim Block Branch, Lahore
Tel. No: (042) 35417757 & 0316-8226412, 3 & 4
47. Defence Road Branch, Lahore
Tel. No: 0316-8226415-8
48. Safari Garden Branch, District Lahore
Tel. No: 0317-4484537-9
49. Raiwind Branch, District Lahore
Tel. No: (042) 35398661-2 & 0317-4484562-4



50. **Main Boulevard Branch, Gulberg, Lahore**
Tel. No: (042) 35759924-5 & 0316-8226086-9
51. **Islamic Banking Township Branch, Lahore**
Tel. No: (042) 35113105
52. **EME Housing Society Branch, Lahore**
Tel. No: 0318-4178733-4
53. **Lake City Branch, Lahore**
Tel. No: 0318-4178739
54. **Sundar Industrial Estate Branch, Lahore**
Tel. No: 0315-4980731 & 0315-4980742
55. **Islamic Banking Allama Iqbal Town Branch, Lahore**
Tel. No: 0310-4031793 & 0310-4031781
56. **Canal View Co-Operative Housing Society Branch, Lahore**
Tel. No: 0315-4304582-5
57. **'K' Block Model Town Branch, Lahore**
Tel. No: (042) 35880241-5
58. **Lalikh Chowk Branch, Lahore**
Tel No: (042) 35749534-5 & 35707640-1
59. **Valencia Town Branch, Lahore**
Tel. No: (042) 35210593-5
60. **Shadbagh Branch, Lahore**
Tel. No: (042) 37608161-2
61. **DHA Phase-VIII Branch, Lahore**
Tel. No: (042) 37139050-3
62. **Park Avenue Branch, District Lahore**
0311-8252472, 0311-8252376
63. **Islamic Banking Johar Town Branch, Lahore**
Tel. No: (042) 35136006 & 042-35136009
64. **State Life Housing Society Br., Lahore**
Tel. No: (042) 35800492 & 35800983
65. **Khayaban-e-Jinnah Road Br., Lahore**
Tel. No: (042) 35132290-3
66. **Fazaia Housing Scheme Phase-1 Br., Lahore**
Tel. No: 0316-8226024-9
67. **Islamic Banking Bahria Town Branch, Lahore**
Tel. No: 0316-8226030-4
68. **DHA RAYA Branch, Lahore**
Tel. No: 0310-7603237, 0310-8133237
69. **Hadyara Branch, Lahore**
Tel. No: 0316-8226040-1
70. **Muridke Branch**
Tel. No: (042) 37166511-4 & 37981100
71. **Sukh Chayn Garden Branch, Lahore**
Tel. No: (042) 35971286 & 8
72. **Bahria Orchard Branch, Lahore**
Tel. No: (042) 37894671 & 5
73. **Islamic Banking DHA Phase-V Branch, Lahore**
Tel. No: (042) 35695631-2
74. **LDA Avenue-I Chowk Branch, Lahore**
Tel. No: (042) 35320841-44
75. **Multan Road Chung Branch, Lahore**
Tel. No: (042) 35404921-2
76. **Heir Branch, District Lahore**
Tel. No: (042) 35600311-3
77. **Kahna Nau Branch, Lahore**
Tel. No: 0316-2280894-5
78. **Main Market Gulberg Branch, Lahore**
Tel. No: (042) 37897014-8
79. **Islamic Banking PIA Housing Society Branch, Lahore**
Tel. No: (042) 36431111-5
80. **Park View City Branch, Lahore**
Tel. No: (042) 36432040-44
81. **Manga Raiwind Road Br., Distt. Lahore**
Tel. No: (042) 35398403
82. **Main Branch, Gujranwala**
Tel. No: (055) 3843560-2 & 111-567-890
83. **Islamic Banking Gujranwala Cantt. Branch, Gujranwala**
Tel. No: (055) 3861931-3 & 5
84. **WAPDA Town Branch, Gujranwala**
Tel. No: (055) 4291136-7
85. **Kamokee Branch, Distt. Gujranwala**
Tel. No: (055) 6813501-6
86. **Sheikhupura Road Branch, Gujranwala**
Tel. No: 055-4219661-5
87. **Eminabad More Branch, Gujranwala**
Tel. No: 0311-8252247 & 0310-2282642-3
88. **D.C. Colony Branch, Gujranwala Cantt**
Tel. No: 055-3783251-4
89. **Wazirabad Branch**
Tel. No: (055) 6603703-4 & 6608555
90. **G. T. Road Branch, Wazirabad**
Tel. No: 0316-2280850-1
91. **Ghakkhar Mandi Branch**
Tel. No: (055) 3832611-2
92. **Main Branch, Faisalabad**
Tel. No: (041) 2639873, 7-8 & 111-567-890
93. **Peoples Colony Branch, Faisalabad**
Tel. No: (041) 8555714 & 8555720
94. **Ghulam Muhammadabad Branch, Faisalabad**
Tel. No: (041) 2680114, 110 & 117
95. **Islamic Banking East Canal Road Branch, Faisalabad**
Tel. No: (041) 2421381-2
96. **Civil Lines Branch, Faisalabad**
Tel. No: (041) 2648105, 8 & 11
97. **Madina Town Branch, Faisalabad**
Tel. No: (041) 8735551-2 & 0316-8226451-3
98. **Jaranwala Branch, Distt. Faisalabad**
Tel. No: (041) 4312201-6
99. **Samundri Branch, Distt. Faisalabad**
Tel. No: (041) 3423983-4
100. **Painsera Branch, Distt. Faisalabad**
Tel. No: (041) 2557100-11 & 2574300
101. **Killianwala Branch, Distt. Faisalabad**
Tel. No: (041) 3214151, 2 & 3
102. **Adda Zafar Chowk Br., Distt. Faisalabad**
Tel. No: (041) 3529051-4
103. **FIEDMC (Sahianwala) Branch, Distt. Faisalabad**
Tel. No:



104. Narwala Bangla Branch, Distt. Faisalabad
Tel. No: (041) 8797075 to 78
105. Khurrianwala Branch
Tel. No: (041) 4360701-2
106. Chiniot Branch
Tel. No: (047) 6333840-4
107. Jhang Branch
Tel. No: (047) 7651601-2
108. Chenab Nagar Branch, Distt. Chiniot
Tel. No: (047) 6216217-21
109. Shorkot City Branch, Distt. Jhang
Tel. No: 0316-8226093, 95, 97 & 98
110. Small Industrial Estate Branch, Sialkot
Tel. No: (052) 3242607-9
111. Pasrur Road Branch, Sialkot
Tel. No: (052) 3521655, 755 & 855 &
112. Islamic Banking Sialkot Cantt. Branch, Sialkot
Tel. No: (052) 4560023-7
113. Godhpur Branch, Sialkot
Tel. No: (052) 4563932-3
114. Daska Branch, Distt. Sialkot
Tel. No: (052) 6617847-8
115. Daska Road Br., Addah, Distt. Sialkot
Tel. No: (052) 3525337 & 9
116. Wazirabad Road Br., Harrar, Sialkot
Tel. No: (052) 3253752-4
117. Pasrur Branch, District Sialkot
Tel. No: (052) 6443317-8
118. Paris Road Branch, Sialkot
Tel. No: (052) 4271544-5
119. Smart City Housing Scheme Br., Distt. Sialkot
Tel. No: 0316-2280754-5
120. Citi Housing Society Br., Sialkot
Tel. No: 0315-4979265 & 0310-4031755
121. Hajipura Br., Sialkot
Tel. No: (052) 3563966-70
122. Ugoki Branch, District Sialkot
Tel. No: (052) 3513181
123. Circular Road Branch, Sialkot
Tel. No: (052) 6617811-15
124. Raja Road Branch, Sialkot
Tel. No: 052-4587101-2
125. Sheikhupura Branch
Tel. No: (056) 3810933 & 3813133
126. Sharaqpur Sharif Br., Distt. Sheikhupura
Tel. No: (056) 3542963-6
127. Kot Abdul Malik Br., Distt. Sheikhupura
Tel. No: 0316-2280& 4
128. Burj Attari Br., Distt. Sheikhupura
Tel. No: 0316-22820853 & 763
129. Feroze Wattwan Br., Distt. Sheikhupura
Tel. No:
130. Safdarabad Branch, Distt. Sheikhupura
Tel. No: 0370-1175184
131. Qila Sattar Shah Branch, Distt. Sheikhupura
Tel. No: (042) 37168852-3
132. Nankana Sahib Branch
Tel. No: (056) 2876342-3
133. Sangla Hill Branch, Distt. Nankana Sahib
Tel. No: (056) 3548341
134. Shahkot Branch, Distt. Nankana Sahib
Tel. No: (056) 3711013
135. Farooqabad Branch, District Sheikhupura
Tel. No: (056) 3876041-4
136. Omega Residencia, District Sheikhupura
Tel. No: 0316-8226071
137. Main Branch, Multan
Tel. No: (061) 4504018, 4504118, 4519927 & 4512884
138. Islamic Banking Shah Rukn-e-Alam Branch, Multan
Tel. No: (061) 6784051-4 & 6782081
139. Bosan Road Branch, Multan
Tel. No: (061) 6210690-2
140. Mumtazabad Branch, Multan
Tel. No: (061) 6760212-4
141. Gulgasht Colony Branch, Multan
Tel. No: (061)-6222701 & 0316-8226393-5
142. WAPDA Town Branch, Multan
Tel. No: (061) 6213011 & 0316-8226441-2
143. MDA Chowk Branch, Multan
Tel. No: (061) 4500230-1
144. Buch Villas Branch, Multan
Tel. No: (061) 4746433 & 458-9
145. Northern Bypass Branch, Multan
Tel. No: (061) 6752781-4
146. Ghalla Mandi Branch, Multan
Tel. No: (061) 4230481-2
147. Budhla Santt. Branch, Distt. Multan
Tel. No: 0370-1175179 to 183
148. Azmat Road Br., Dera Ghazi Khan
Tel. No: (064) 2471630-6
149. Lodhran Branch
Tel. No: (0608) 364766-7
150. Rahim Yar Khan Branch
Tel. No: (068) 5886042-4
151. Factory Area Br., Rahim Yar Khan
Tel. No: (068) 5906032, 4 & 5
152. Liaquatpur Br., Distt. Rahim Yar Khan
Tel. No: (068) 5792041-4
153. Sadiqabad Branch
Tel. No: (068) 5702162, 5800161, 5800661 & 5801161
154. Bahawalpur Branch
Tel. No: (062) 2731703-1
155. Satellite Town Branch, Bahawalpur
Tel. No: (062) 2280602-3
156. Ahmedpur Sharqia Branch District Bahawalpur
Tel. No: (062) 2271345 & 0316-8226404, 6 & 8
157. Hasilpur Branch
Tel. No: (062) 2441481-7 & 2441478
158. Club Road Branch, Sargodha
Tel. No: (048) 3726021-3
159. Pull-111 Branch, Distt. Sargodha
Tel. No: (048) 3791403-4 & 0316-8226449 & 50
160. Sillanwali Branch, Distt. Sargodha
Tel. No: 048-6532292-3
161. Jauharabad Branch, District Khushab
Tel. No: (0454) 723011-2



162. **Khushab Branch, District Khushab**
Tel. No: (0454) 710294, 5 & 6
163. **Bhalwal Branch**
Tel. No: (048) 6642224 &
0316-8226331-2
164. **Khanewal Branch**
Tel. No: (065) 2551560-3
165. **Kabirwala Br., Distt. Khanewal**
Tel. No: (065) 2400910-3
166. **Abdul Hakeem Br., Distt. Khanewal**
Tel. No: (065) 2441888 &
0316-8226310-2
167. **Mian Channu Branch**
Tel. No: (065) 2662201-2
168. **Depalpur Branch**
Tel. No: (044) 4541341-2
169. **Okara Branch**
Tel. No: (044) 2553012-4 & 2552200
170. **Hujra Shah Muqem Branch**
District Okara
Tel. No: (044) 4860401-3 &
0316-8226419-21
171. **Haveli Lakha Branch, Distt Okara**
Tel. No: (044) 4775412-3
172. **Renala Khurd Branch, Distt. Okara**
Tel. No: 044-2621501, 2 & 3
173. **Depalpur Chowk Branch, Okara**
Tel. No: (044) 2701092
174. **Sahiwal Branch**
Tel. No: (040) 4467742-3
175. **Farid Town Branch, Sahiwal**
Tel. No: (040) 4272173, 4 & 5
176. **Chichawatni Br., Distt. Sahiwal**
Tel. No: (040) 5484852-3
177. **Layyah Branch**
Tel. No: (060) 6414205-7
178. **Jampur Branch, District Rajanpur**
Tel. No: (060) 4567787 & 4567325
179. **Kharoor Pacca Branch**
Tel. No: (0608) 341041-2
180. **Muzafargarh Branch**
Tel. No: (066) 2422901, 3 & 5
181. **Fazal Garh Sanawan Branch, Distt. Muzafargarh**
Tel. No: (066) 2250214-5
182. **Sheikho Sugar Mills Branch**
Distt. Muzafargarh
Tel. No: 0345-8530242-4
183. **Kot Addu Branch**
Tel. No: (066) 2239161-3
184. **Shahbaz Khan Road Branch, Kasur**
Tel. No: (0492) 764890-3
185. **Kot Radha Kishan Br., Distt. Kasur**
Tel. No: (049) 2382040, 2 & 3
186. **Phool Nagar Branch, Distt. Kasur**
Tel. No: (049) 4511706 & 7
187. **Chunian Branch, District Kasur**
Tel. No: (049) 4530400-1
188. **Mustafa Abad Lalyani Br., Distt. Kasur**
Tel. No: (049) 2450450 & 440
189. **Dina Nath Branch, District Kasur**
Tel. No: (049) 4540221-25
190. **Jalalpur Bhattian Br., Distt. Hafizabad**
Tel. No: (0547) 500848-50
191. **Hafizabad Branch**
Tel. No: (0547) 541641-4
192. **Pattoki Branch**
Tel. No: (049) 4422435-6
193. **Ellahabad Branch**
Tel. No: (049) 4751130
194. **Khudian Branch**
Tel. No: (049) 2791595-6
195. **Sambrial Branch**
Tel. No: (052) 6523451-3
196. **Vehari Branch**
Tel. No: (067) 3361370-2
197. **Gagoo Mandi Branch, Distt. Vehari**
Tel. No: (067) 3500311-2
198. **Mailsi Branch, Distt. Vehari**
Tel. No: (067) 3750140-5
199. **Tibba Sultanpur Br., Distt. Vehari**
Tel. No: (067) 3692559-60 & 3692714
200. **Burewala Branch, Distt. Vehari**
Tel. No: (067) 3773110 & 20 & 3355779
201. **Mandi Bahauddin Branch**
Tel. No: (0546) 507602, 3 & 8
202. **Phalia Branch, Distt. Mandi Bahauddin**
Tel. No: (0546) 586050-3
203. **Miana Gondal Branch, Distt. Mandi Bahauddin**
Tel. No: (0546) 550581 & 2
204. **Bahawalnagar Branch**
Tel. No: (063) 2274795-6
205. **Haroonabad Br., Distt. Bahawalnagar**
Tel. No: (063) 2251664-5
206. **Dahrnawala Branch, Distt. Bahawalnagar**
Tel. No: 0370-1175170 to 73
207. **Toba Tek Singh Branch**
Tel. No: (046) 2513203-4
208. **Gojra Branch, Distt. Toba Tek Singh**
Tel. No: (046) 3516392 & 3515577
209. **Kamalia Branch, Distt. Toba Tek Singh**
Tel. No: (046) 3411405-6
210. **Pir Mahal Branch**
Tel. No: (046) 3361690 & 5
211. **Pak Pattan Br., Distt. Pak Pattan**
Tel.: (0457) 371781-5
212. **Arif wala Br., Distt. Pak Pattan**
Tel.: (0457) 834013, 5 & 6
213. **Chishtian Branch**
Tel. No: (063) 2501141-2 &
0316-8226304-6
214. **Khanpur Branch**
Tel. No: (068) 5577719-20 &
0316-8226307-9
215. **Narowal Branch**
Tel. No: (0542) 411405 &
0316-8226328-30
216. **Shakargarh Branch, District Narowal**
Tel. No: 0542-452002-3
217. **Rajanpur Branch**
Tel. No: (0604) 688108 &
0316-8226396-8
218. **Mianwali Branch**
Tel. No: (0459) 230825, 6 & 7
219. **Bhakkar Branch, Distt. Bhakkar**
Tel. No: (045) 3510590,1 & 2
220. **SOUTH REGION**
Main Branch, Karachi
Tel. No: (021) 32436990 & 111-567-890
221. **Clifton Branch, Karachi**
Tel. No: (021) 35877773-4, 35861286



222. Garden Branch, Karachi
Tel. No: (021) 32232877-8
0316-8226125-30
223. F. B. Area Branch, Karachi
Tel. No: (021) 36373782-3 & 36811646
0316-8226180-7
224. Korangi Industrial Area Br., Karachi
Tel. No: (021) 35113898-9, 35113900-1
& 0316-8226189-92
225. AKU Branch, Karachi
Tel. No: (021) 34852251-3 &
33102498-9
226. Haidery Branch, Karachi
Tel. No: (021) 36638617, 36630409-410
& 0316-8226231-8
227. Jodia Bazar Branch, Karachi
Tel. No: (021) 32441786, 32442208,
32463894 & 0316-8226202-10
228. Shahrah-e-Faisal Branch, Karachi
Tel. No: (021) 34316128, 34316395,
34322150, 34398430 &
34535545-46, 53-54
229. DHA Branch, Karachi
Tel. No: (021) 35852209, 35845211 &
35340825
230. Gulshan-e-Iqbal Branch, Karachi
Tel. No: (021) 34811830-33 &
0316-8226239-45
231. SITE Branch, Karachi
Tel. No: (021) 32568330, 32550997 &
32550903-4
232. Zamzama Branch, Karachi
Tel. No: (021) 35375835 & 35293435
233. Gole Market Branch, Karachi
Tel. No: (021) 36618932, 36618925 &
0316-8226154-62
234. Gulistan-e-Jauhar Branch, Karachi
Tel. No: (021) 34020943-5
235. M. A. Jinnah Road Branch, Karachi
Tel. No: (021) 32213972 & 32213498
236. Lea Market Branch, Karachi
Tel. No: (021) 32526193-4
237. Timber Market Branch, Karachi
Tel. No: (021) 32742491-2
238. Gulbahar Branch, Karachi
Tel. No: (021) 36607744 &
0316-8226434-5
239. North Karachi Branch, Karachi
Tel. No: (021) 36920140-5 &
0316-8226171-2
240. Block-7 Gulshan-e-Iqbal Branch,
Karachi
Tel. No: (021) 34815811-2, 34833728
& 777
241. Islamic Banking
Cloth Market Branch, Karachi
Tel. No: (021) 32442961 & 32442977
242. Paria Street Kharadar Branch, Karachi
Tel. No: (021) 32201059, 60 & 61
243. SUPARCO Branch, Karachi
Tel. No: (021) 34970560, 34158325-6,
37080810 & 0316-8226457
244. Chandni Chowk Branch, Karachi
Tel. No: (021) 34937933 & 34141296
245. Allama Iqbal Road Branch, Karachi
Tel. No: (021) 34387673-4
246. Nishtar Road Branch, Karachi
Tel. No: (021) 32239711-3 & 32239678
247. Islamic Banking
Waterpump Branch, Karachi
Tel. No: (021) 36312113 & 36312108,
36312349 & 36311908
248. APWA Complex Branch, Karachi
Tel. No: (021) 32253143 & 32253216
249. Clifton Block-2 Branch, Karachi
Tel. No: (021) 35361115-7
250. Malir Branch, Karachi
Tel. No: (021) 34517982-3
251. Bahadurabad Branch, Karachi
Tel. No: (021) 34135842-3
252. New Challi Branch, Karachi
Tel. No: (021) 32625246 & 32625279
253. Shah Faisal Colony Branch, Karachi
Tel. No: (021) 34602446-7
254. Zaibunissa Street Saddar Br., Karachi
Tel. No: (021) 35220025-7
255. Liaquatabad Branch, Karachi
Tel No: (021) 34860723-25
256. Korangi Township No: 2 Branch,
Karachi
Tel. No: (021) 35058041 & 35071181
257. North Karachi Ind. Area Branch,
Karachi
Tel. No: (021) 36962851, 52 & 55
258. F. B. Industrial Area Branch, Karachi
Tel. No: (021) 36829961-4 &
0316-8226180-6
259. Napier Road Branch, Karachi
Tel. No: (021) 32713539-40
260. Gulshan-e-Hadeed Branch, Karachi
Tel. No: (021) 34710252 & 256
261. Metroville Branch, Karachi
Tel. No: (021) 36752206-7
262. Defence Phase-II Extension Br.,
Karachi
Tel. No: (021) 35386910-12
263. North Karachi Township Branch,
Karachi
Tel. No: (021) 36968604-7
264. Stock Exchange Branch, Karachi
Tel. No: (021) 32414003-4 &
32415927-8
265. Gulshan-e-Jamal Branch, Karachi
Tel. No: (021) 34682682-4
266. Alyabad Branch, Karachi
Tel. No: (021) 36826727 & 36332517
267. Saudabad Branch, Malir, Karachi
Tel. No: (021) 34111901-5
268. Shireen Jinnah Colony Branch, Karachi
Tel. No: (021) 34166262-4
269. Islamic Banking
Al-Tijarah Centre Branch, Karachi
Tel. No: (021) 34169251-3
270. Barkat-e-Haidery Branch, Karachi
Tel. No: (021) 36645688-9
271. Shadman Town Branch, Karachi
Tel. No: (021) 36903038-9
272. Enquiry Office Nazimabad
No: 2 Branch, Karachi
Tel. No: (021) 36601502-5
273. Islamic Banking
Rashid Minhas Road Br., Karachi
Tel. No: (021) 34983878 & 34837443-4
274. Khayaban-e-Ittehad Branch, Karachi
Tel. No: (021) 35347413-6
275. Bahria Complex-III (Corporate) Branch,
Karachi
Tel. No: (021) 35640731-6 35640235-7
276. New M. A. Jinnah Road Branch,
Karachi
Tel. No: (021) 34894941-3



277. **DHA Phase-IV Branch, Karachi**
Tel. No: (021) 35311491-2 & 0316-8226285-7
278. **Gulberg Branch, Karachi**
Tel. No: (021) 36340553, 549 & 0316-8226291-2
279. **New Sabzi Mandi Branch, Karachi**
Tel. No: (021) 36870506-7 & 0316-8226409-11
280. **Clifton Block-08 Branch, Karachi**
Tel. No: (021) 35867435-6 & 0316-8226425-7
281. **Block-02 Gulshan-e-Iqbal Br., Karachi**
Tel. No: (021) 34988781-2
282. **Garden Market Branch, Karachi**
Tel. No: (021) 32244195-6 & 0316-8226431-3
283. **Block-N North Nazimabad Branch, Karachi**
Tel. No: (021) 36641623-4 & 0316-8226436-38
284. **Marriot Road Branch, Karachi**
Tel. No: (021) 32461840-42 & 0316-8226428-30
285. **SITE-II Branch, Karachi**
Tel. No: (021) 36881235-6 & 0316-8226445-47
286. **Shersha Branch, Karachi**
Tel. No: (021) 32583001-3 & 0317-4484534-6
287. **DHA Phase-VIII Branch, Karachi**
Tel. No: 0315-4979265, 328 & 445
- Khalid Bin Waleed Road Branch, Karachi**
288. **Karachi**
Tel. No: (021) 34522044, 5 & 6
289. **Bokhari Commercial Branch, Karachi**
Tel. No: (021) 35170651, 2 & 3
290. **26th Commercial Street Branch, Karachi**
Tel. No: (021) 35290094, 5 & 6
291. **Bahria Town Branch, Karachi**
Tel. No: 0318-4304576-7
292. **Islamic Banking**
Gulistan-e-Jauhar Branch, Karachi
Tel. No: 0318-4304615, 7 & 8
293. **Islamic Banking**
North Karachi Township Branch, Karachi
Tel. No: 021-36948010, 1 & 2
294. **Islamic Banking**
Korangi Industrial Area Branch, Karachi
Tel. No: 0312-3995436 & 0312-6255436
295. **Islamic Banking**
Dhoraji Colony Branch, Karachi
Tel. No: (021) 34120053-4
296. **Shaheed-e-Millat Road Br., Karachi**
Tel. No: (021) 34550381-5
297. **Nursery Branch, Karachi**
Tel. No: (021) 34374631-2
298. **Malir Cantt. Branch, Karachi**
Tel. No: (021) 34904901-4
299. **Khayaban-e-Shahbaz Branch, Karachi**
Tel. No: (021) 35161007-9
300. **Block-H North Nazimabad Branch, Karachi**
Tel. No: 0316-8226155
301. **Scheme 33 Branch, Karachi**
Tel. No: (021) 34691462-3
302. **Islamic Banking**
Saba Avenue Branch, Karachi
Tel. No: (021) 35845124
303. **Khayaban-e-Seher Branch, Karachi**
Tel. No: (021) 35171292
304. **Shahrah-e-Faisal-II Branch, Karachi**
Tel. No: (021) 34325321-2
305. **Dastagir Branch, Karachi**
Tel. No: (021) 36377131-3
306. **Soldier Bazar Branch, Karachi**
Tel. No: (021) 32220751-2
307. **Baber Market Branch, Karachi**
Tel. No: (021) 35025821-5
308. **Paposh Nagar Branch, Karachi**
Tel. No: (021) 36674141-4
309. **Alamgir Road Branch, Karachi**
Tel. No: (021) 34890591-5
310. **Cloth Market Branch, Karachi**
Tel. No:
311. **Hussainabad Branch, Karachi**
Tel. No: (021) 36321022 & 4
312. **Dawood Chowrangi Branch, Karachi**
Tel. No:
313. **Main Branch, Hyderabad**
Tel. No: (022) 2781528-9, 2782347 & 111-567-890, 0316-8226044-5
314. **F. J. Road Branch, Hyderabad**
Tel. No: (022) 2728131 & 2785997 2780205
315. **Latifabad Branch, Hyderabad**
Tel. No: (022) 3816309 & 3816625
316. **Qasimabad Branch, Hyderabad**
Tel. No: (022) 2651968 & 70
317. **Islamic Banking**
Isra University Br., Distt. Hyderabad
Tel. No: (022) 2032322 & 2030161-4
318. **Prince Ali Road Branch, Hyderabad**
Tel. No: (022) 2638514 & 2622122
319. **S.I.T.E. Branch, Hyderabad**
Tel. No: (022) 3886861-2
320. **Faqir Jo Pir Branch, Hyderabad**
Tel. No: (022) 2612685-6 & 0316-8226096
321. **Auto Bhan Road Branch, Hyderabad**
Tel. No: (022) 2100062-3 & 0316-8226313-4
322. **Hala Naka Branch, Hyderabad**
Tel. No:
323. **Unit No: 9, Latifaabad, Hyderabad**
Tel. No: (022) 3865961 to 4
324. **Signature Tower Branch, Hyderabad**
Tel. No: (022) 3669173 & 74
325. **Matyari Branch, Distt. Matyari**
Tel. No: (022) 2760125-6
326. **Tando Allah Yar Branch**
Tel. No: (022) 3890260-4
327. **Tando Muhammad Khan Branch**
Tel. No: (022) 3340371-2 & 0316-8226267-8
328. **Pano Aqil Branch, District Sukkur**
Tel. No: (071) 5690081, 2 & 3
329. **Sukkur Branch**
Tel. No: (071) 5622382, 5622925 & 0316-8226055-63
330. **IBA Road Branch, Sukkur**
Tel. No: (071) 5804439 & 552



331. Clock Tower Branch, Sukkur
Tel. No: (071) 5612121
332. Sanghar Branch, Distt. Sanghar
Tel. No: (0235) 543376-7 & 0316-8226246-7
333. Tando Adam Branch, Distt. Sanghar
Tel. No: (0235) 571640-44
334. Shahdadpur Br., Distt. Sanghar
Tel. No: (0235) 841982-4
335. Shahpur Chakar Br., Distt. Sanghar
Tel. No: (0235) 846010-12
336. Golarchi Branch, Distt. Badin
Tel. No: (0297) 853192-4
337. Talhar Branch, Distt. Badin
Tel. No: (0297) 830387-9
338. Deh. Sonhar Branch, Distt. Badin
Tel. No: (0297) 870729 & 870781-3
339. Matli Branch
Tel. No: (0297) 840171-2
340. Buhara Branch, Distt. Thatta
Tel. No: 0316-8226439-40
341. Dhabeji Branch, Distt. Thatta
Tel. No: (021) 34420030, 31 & 39
342. Makli Branch, Distt. Thatta
Tel. No: (0298) 581807, 8 & 9
343. Hub Branch, Distt. Lasbela
Tel. No: (0853) 310225-7
344. Umerkot Branch
Tel. No: (0238) 571350 & 356
345. Kunri Branch, District Umerkot
Tel. No: 0310-3581250
346. Nawabshah Branch
Tel. No: (0244) 363918-9
347. Sakrand Branch, Distt. Nawabshah
Tel. No: 0318-4244919 & 0318-4244922 & 3
348. Masjid Road Branch, Nawabshah
Tel. No:
349. Nawab Wali Muhammad Branch
District Shaheed Benazirabad
Tel. No: (0244) 311069, 70 & 71
350. Mirpurkhas Branch
Tel. No: (0233) 821221 & 821317-8
351. Digri Branch, District Mirpurkhas
Tel. No: (0233) 869661, 2 & 3
352. Umerkot Road Branch, Mirpurkhas
Tel. No:
353. Larkana Branch
Tel. No: (074) 4058211-13
354. State Life Building Br., Larkana
Tel. No: (074) 4040612
355. Panjhatti Branch
Tel. No: (0243) 552183-6
356. Ghotki Branch
Tel. No: (0723) 680305-6
357. Deharki Branch
Tel. No: (0723) 644156, 158 & 160
358. Thull Branch
Tel. No: 0316-7673237
359. Kandkhot Branch
Tel. No: (0722) 572883-6
360. Jacobabad Branch
Tel. No: (0722) 654041-5
361. Shahdadkot Br., Distt. Qamber
Shahdadkot
Tel. No: (074) 4012401-2
362. Dadu Branch
Tel. No: (025) 4711417-8 & 0316-8226294-6
363. Mehar Branch, District Dadu
Tel. No: (025) 4731113-4
364. Bhan Sayedabad Br., Distt. Jamshoro
Tel. No: 0316-8226296-7
365. Shikarpur Branch
Tel. No: (0726) 540381-3 & 0316-8226319-21
366. Moro Branch, District Naushero Feroze
Tel. No: (0242) 4102000, 4102001 & 4102002
367. Mith Branch, District Tharparkar
Tel. No: (0232) 261291, 2 & 3
368. Main Branch, Quetta
Tel. No: (081) 2821610 & 2821641
369. Islamic Banking
Shahrah-e-Iqbal Branch, Quetta
Tel. No: (081) 2820227-30 & 37
370. NORTH REGION
Main Branch, Peshawar
Tel. No: (091) 5277914-8 & 5277394
371. Chowk Yadgar Branch, Peshawar
Tel. No: (091) 2573335-7 & 2220006
372. Islamic Banking
Khyber Bazar Branch, Peshawar
Tel. No: (091) 2566811-3
373. Islamic Banking
G. T. Road Branch, Peshawar
Tel. No: 091-2263347-8 & 2263323-53
374. University Road Branch, Peshawar
Tel. No: 091-5711382, 4 & 5
375. Ring Road Branch, Peshawar
Tel. No: 0316-8226455-7
376. Warsak Road Branch, Peshawar
Tel. No: (091) 2617393-5
377. Main Branch, Rawalpindi
Tel. No: (051) 5123123, 4, 5 & 8 & 5123136-7
378. Chandni Chowk Branch, Rawalpindi
Tel. No: (051) 4571160, 63, 86 & 87 & 4571301
379. 22 Number Chungi Branch, Rawalpindi
Tel. No: (051) 5563576-7
380. Muslim Town Branch, Rawalpindi
Tel. No: (051) 5405506 & 4931112-3
381. Pindora Branch, Rawalpindi
Tel. No: (051) 4419020-22
382. Gulraiz Branch, Rawalpindi
Tel. No: (051) 5595148-9 & 5974073
383. Islamic Banking
Peshawar Road Br., Rawalpindi
Tel. No: (051) 5460113-7
384. Bahria Town Branch, Rawalpindi
Tel. No: (051) 5733772-3 & 5733768-9
385. Islamic Banking
Chaklala Scheme-III Branch,
Rawalpindi
Tel. No: (051) 5766345-7
386. Adyala Road Branch, Rawalpindi
Tel. No: (051) 5569091, 96, 97 & 99
387. Bahria Town Phase-VII Branch,
Rawalpindi
Tel. No: (051) 5400259-60 & 5400255 & 58



388. Bahria Town Phase-VIII Branch, Rawalpindi
Tel. No: (051) 5195232, 4, 5 & 6
389. Islamic Banking
Faisal Town Branch, Rawalpindi
Tel. No: (051) 2720670-5
390. Bewal Br., Distt. Rawalpindi
Tel. No: (051) 3360274-5
391. Wah Cantt. Branch, Distt. Rawalpindi
Tel. No: (051) 4511140-1 & 0317-4484551-3
392. Kallar Syedan Branch, Distt. Rawalpindi
Tel. No: (051) 3570903
393. Islamic Banking
Satellite Town Branch, Rawalpindi
Tel. No: 0310-8143237 & 0310-8153237
394. Liaqat Road Branch, Rawalpindi
Tel. No: (051) 5534111, 22, 33 & 66
395. Top City Branch, District Rawalpindi
Tel. No: 0316-8226466-7
396. Islamic Banking
Central Business District Branch, Rawalpindi
Tel. No: 0316-8226462, 3 & 5
397. Chakri Road Branch, District Rawalpindi
Tel. No: (051) 5438771, 3 & 4
398. Islamic Banking
Chakri Interchange Br., Distt. Rawalpindi
Tel. No: 0316-8226072-3 & 94
399. Kamalabad Br., Jhawara, Distt. Rawalpindi
Tel. No: (051) 5681213-5
400. Khanna Dak Br., Distt. Rawalpindi
Tel. No: (051) 4801790, 93 & 94
401. Islamic Banking G. T. Road Br., Rawalpindi
Tel. No: 0316-8226462-3
402. Islamic Banking Murree Road Br., Rawalpindi
Tel. No: (051) 5910224-5
403. Islamic Banking Kahuta Br., Distt. Rawalpindi
Tel. No:
404. Committee Chowk Br., Rawalpindi
Tel. No:
405. Main Branch, Islamabad
Tel. No: (051) 2348174 & 78 & 111-567-890
406. G-9 Markaz Branch, Islamabad
Tel. No: (051) 2850171-3
407. Islamic Banking
I-10 Markaz Branch, Islamabad
Tel. No: (051) 4101733-5
408. I-9 Markaz Branch, Islamabad
Tel. No: (051) 4858101-3
409. E-11 Branch, Islamabad
Tel. No: (051) 2228757-8
410. DHA Phase-II Br., Islamabad
Tel. No: (051) 5161967-9 & 5161970-72
411. Islamic Banking
F-8 Markaz Branch, Islamabad
Tel. No: (051) 2818019-21
412. G-11 Markaz Branch, Islamabad
Tel. No: (051) 2363366-68
413. F-11 Markaz Branch, Islamabad
Tel. No: (051) 2101076-7 & 0316-8226282-4
414. DHA Phase-II (Corporate) Branch, Islamabad
Tel. No: (051) 5419578-9 & 2826573-4
415. PWD Branch, Islamabad
Tel. No: (051) 5708789, 90 & 91
416. I-8 Markaz Branch, Islamabad
Tel. No: (051) 2719242-44
417. Gulberg Greens Branch, Islamabad
Tel. No: 0312-4015609, 0312-4019186
418. Lathrar Road Branch, Tarlai, Distt. Islamabad
Tel. No: (051) 2241661-5
419. Soan Garden Br., Distt. Islamabad
Tel. No: (051) 5738940-2
420. Bahria Enclave Br., Islamabad
Tel. No: 0310-4755851-2 & 6 & 0316-8226091
421. G-13 Markaz Br., Islamabad
Tel. No: (051) 2301101-3
422. Bhara Kahu Br., Distt. Islamabad
Tel. No: 0316-8226092, 0311-4463237 & 0311-4883237 & 0311-4993237
423. Rawat Branch, Distt. Islamabad
Tel. No: 0311-6203237 & 0311-6903237
424. Alipur Farash Branch, Distt. Islamabad
Tel. No: (051) 2616202-3 & 2615418-20
425. B-17 Markaz Branch, Islamabad
Tel. No: (051) 2763592-5
426. D-12 Markaz Branch, Islamabad
Tel. No: (051) 2750011-2 & 2750035-6
427. Jhangi Syedan Branch, Distt. Islamabad
Tel. No: 0316-8226113, 5 & 8
428. Islamic Banking
Tarnol Branch, Distt. Islamabad
Tel. No: (051) 2358700, 1 & 4
429. DHA Phase-V Branch, Islamabad
Tel. No: 0316-2280838, 39, 40 & 58
430. Kuri Road Branch, District Islamabad
Tel. No: (051) 5402124-5
431. Islamic Banking G-15 Markaz Br., Islamabad
Tel. No: (051) 2743303 & 5
432. Gujar Khan Branch
Tel. No: (051) 3516328, 29 & 30
433. Gujrat Branch
Tel. No: (053) 3520591, 2 & 4
434. Lalamusa Branch, Distt. Gujrat
Tel. No: (053) 7513001-2
435. Dinga Branch, Distt. Gujrat
Tel. No: (053) 7400250-2
436. New Metro City Br., Distt. Gujrat
Tel. No: 0310-2282646-7
437. Kotla Arab Ali Khan, Distt. Gujrat
Tel. No: (053) 7575501 & 3
438. Jalalpur Jattan Road Br., Gujrat
Tel. No: (053) 3601260 to 2
439. Kharian Branch
Tel. No: (053) 7602904, 5 & 7
440. Islamic Banking
Kharian Branch, Distt. Gujrat
Tel. No: (053) 7532636, 7 & 8




441. Waisa Branch, Distt. Attock
Tel. No: (057) 2651068-9
442. Attock Branch
Tel. No: 0316-8226540-2
443. Islamic Banking
Hazro Branch, District Attock
Tel. No: (057) 2310581-2
444. Fateh Jang Branch, Distt. Attock
Tel. No: (057) 2210148-9
445. Pindi Gheb Branch, Attock
Tel. No:
446. Islamic Banking
Ghorghushthi Branch, District Attock
Tel. No: (057) 2870098, 99 & 100
447. Islamic Banking
Swabi Branch, Distt. Swabi
Tel. No: (0938) 221741-45
448. Mirpur Branch, (AJK)
Tel. No: (05827) 444488 & 448044
449. Islamgarh Branch, (AJK)
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450. Jattlan Branch, Distt. Mirpur (AJK)
Tel. No: (05827) 403591-4
451. Bhimber Branch, (AJK)
Tel. No: (05828) 444200-2
452. Muzaffarabad Branch
Tel. No: (0582) 2920025-6
453. CMH Road Branch, Muzaffarabad (AJK)
Tel. No: (0582) 2443535-7
454. Bagh AJK Branch, AJK
Tel. No: (05823) 444664, 5 & 7
455. Gilgit Branch
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456. NLI Market Branch, Gilgit
Tel. No: (05811) 450802, 4 & 5
457. Denyore Branch, Distt. Gilgit
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458. Jutial Branch, Distt. Gilgit
Tel. No: (05811) 457233-5
459. Nomal Branch, Distt. Gilgit
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460. Aliabad Branch, Hunza
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Tel. No: (05815) 450327 & 450188-9
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464. Benazir Chowk Branch, District Skardu
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465. Abbottabad Branch
Tel. No: (0992) 385231-3 & 383073-75
466. Murree Road Branch, Abbottabad
Tel. No: (0992) 330641-2
467. Jhelum Branch
Tel. No: (0544) 625794-5
468. Dina Branch, District Jhelum
Tel. No: 0310-4755851, 2 & 6
469. Citi Housing Branch, Jhelum
Tel. No: (0544) 226433 & 34
470. Islamic Banking
Sohawa Branch, Distt. Jhelum
Tel. No: 0370-1175176-7
471. Islamic Banking
G. T. Road Branch, Jhelum
Tel. No:
472. Chitral Branch, Distt. Chitral
Tel. No: (0943) 412078-9
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Tel. No: (0543) 543128-30 & 0316-8226045
474. Talagang Branch, District Chakwal
Tel. No: (0543) 413461
475. Mardan Branch
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Chillas Branch, Distt. Diamer
Tel. No: (05812) 450631-2
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Mingora Branch, Swat
Tel. No: (0946) 714355, 714400 & 0316-8226273-75
478. Islamic Banking
Matta Branch, District Swat
Tel. No: (0946) 790704
479. Airport Road Branch, District Swat
Tel. No: 0318-4304583-5
480. Islamic Banking
Khawaza Khela Branch, Distt. Swat
Tel. No:
481. Islamic Banking
Kabal Branch, District Swat
Tel. No:
482. Battagram Branch
Tel. No: (0997) 311044-6
483. Mansehra Branch
Tel. No: (0997) 301931-6
484. Islamic Banking
Dera Ismail Khan Branch
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485. Kohat Branch, Distt. Kohat
Tel. No: (0922) 511011 & 511033
486. Dara Adam Khel Branch, Distt. Kohat
Tel. No: (0922) 810333 & 111
487. Islamic Banking
Kohat Branch, District Kohat
Tel. No: (0922) - 511911
488. Islamic Banking
Nowshera Branch, Distt. Nowshera
Tel. No: (0923) 611545-8
489. Islamic Banking
Shakas Branch, Distt. Khyber Agency
Tel. No: 0316-8226101 & 0316-8226091, 2 & 9
490. Bathkela Branch
Tel. No: (0932) 411115, 6 & 7
491. Islamic Banking
Dargai Branch, Distt. Malakand
Tel. No: (0932) 333376-8
492. Islamic Banking
Timergara Branch, District Lower Dir.
Tel. No: (0945) 822081, 2 & 3
493. Shigar Branch, District Shigar
Tel. No: (05815) 467029, 31 & 35
494. Sikanderabad Branch, District Nagar
Tel. No: 0316-8226075, 8 & 9



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94
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