

Half yearly **Report**

June 2013 (Un-audited)

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CORPORATE INFORMATION

CHAIRMAN

MR. ALAUDDIN FEERASTA

CHIEF EXECUTIVE OFFICER

MR. MOHAMMAD AFTAB MANZOOR

DIRECTORS

MR. NOORUDDIN FEERASTA

MR. INAM ELAHI

MR. S. ALI ZAFAR

MR. MUHAMMAD RASHID ZAHIR

MR. SHAHID ANWAR (NIT NOMINEE)

MR. MANZOOR AHMED (NIT NOMINEE)

CHIEF FINANCIAL OFFICER

MS. ANJUM HAI

COMPANY SECRETARY

MR. MUHAMMAD ALTAF BUTT

AUDITORS

KPMG TASEER HADI & CO.

CHARTERED ACCOUNTANTS

LEGAL ADVISORS

MANAN ASSOCIATES, ADVOCATES

REGISTERED OFFICE

RUPALI HOUSE 241-242,

UPPER MALL SCHEME,

ANAND ROAD, LAHORE - 54000

CENTRAL OFFICE

10TH FLOOR, PNSC BUILDING,

M.T. KHAN ROAD, KARACHI

REGISTRAR AND SHARE TRANSFER AGENT

THK ASSOCIATES (PRIVATE) LTD.,

GROUND FLOOR,

STATE LIFE BUILDING NO. 3,

DR. ZIAUDDIN AHMED ROAD

KARACHI - 75530

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DIRECTORS' REVIEW

On behalf of the Board of Directors, I am pleased to present the Directors' Review of Soneri Bank Limited ('the Bank') along with its un-audited condensed interim financial statements for the first half year ended 30 June 2013.

Economy

The second quarter of the year witnessed a smooth transfer of power following 11 May general elections. The new government is faced with numerous challenges on economic front calling for need to have comprehensive reform package. Priority issues confronting the economy remain severe energy shortage, chronic fiscal deficit, foreign exchange (FX) stability and much needed reform of public sector enterprises. Tackling these issues is seen as fundamental to lifting the economy towards higher growth rate, as against the sluggish trend seen in the last five years GDP growth averaged 3.2 percent. As per economic survey of Pakistan, the real GDP growth for FY 2013 has been estimated at 3.6 percent based on nine months data as compared to 4.4 percent in FY 2012.

CPI inflation has shown a positive trend and present levels are lowest since many years with FY 2013 averaging at 7.4 percent (FY 2012: 11 percent). However, challenges to this improving CPI trend are already visible with an upward turn to 8.3 percent in July. One factor contributing to this is the 1 percent increase in GST announced as a fiscal measure in budget.

The cumulative current account deficit has also improved and came to circa US\$2.3 billion (0.9 percent of GDP), being almost half of deficit recorded at close of FY 2012. FX reserves have been declining putting pressure on the exchange rate which is expected to remain under acute stress on account of upcoming repayments of IMF loans.

The banking industry is now faced with impact of another 50bps cut in discount rate announced by SBP in June 2013. This will further attrite the already compressed banking spread. The outlook is expected to remain challenging and lot would depend on outcome of IMF talks and pre-conditions agreed for sanctioning of requested \$6.3billion facility. One of the expected conditions is reduction of fiscal deficit to 4 percent by FY 2016 which for FY 2013 was 8.4 percent (FY 2012: 6.6 percent).

Profit & Loss Account	30 June 2013	30 June 2012	Variance %
----- (Rupees in '000) -----			
Revenue (Net Interest Margin & Non Markup Income)	3,493,567	3,128,191	11.68
Non Markup Expense	2,214,527	2,053,729	7.83
Profit before Tax & Provision	1,279,040	1,074,462	19.04
Profit before Tax	833,238	1,137,553	-26.75
Earning Per Share - Rupee	0.55	0.75*	-26.67

*Restated 30 June 2012

Statement of Financial Position	30 June 2013	31 December 2012	Variance %
Restated ----- (Rupees in '000) -----			
Shareholders Equity (excluding Surplus)	11,951,862	11,378,299	5.04
Deposits	134,269,506	120,830,571	11.12
Advances - net	82,950,548	76,825,006	7.97
Investments - net	56,864,337	59,517,180	-4.46

DIRECTORS' REVIEW

Bank's profits remain resilient amidst formidable operating environment. This is a culmination of Bank's strategy of focused growth and cost discipline which enabled Bank to post pre-tax profit of Rs 833.24 million.

The deposit momentum continued, registering growth of 11.12 percent in the half year, to close at Rs 134.27 billion (December 2012: Rs 120.83 billion). Net advances also grew by a remarkable 7.97 percent and stand at Rs 82.95 billion (December 2012: Rs 76.83 billion). This is of significance as there has been an industry wide declining trend in advances since long. Consequently, the net asset of your bank stood at Rs 13.03 billion at end of first half year being 5.67 percent higher than 2012 base of Rs 12.33 billion.

Increase in advances portfolio, along with focus on mobilizing low cost deposit have been crucial in posting substantial improvement in net markup income which grew by 6.76 percent to Rs 2.43 billion, as compared to Rs2.27 billion during corresponding period last year. This is despite compressed spreads in 2013, arising due to discount rate cut by SBP last year and recent directive effective April to payout profit on monthly average versus minimum balance.

Following the practice of prudently providing for non-performing loans and in line with the regulatory requirements your bank has provided an amount of Rs 445.80 million during the first half year ended 30 June 2013 (HY 2012: Reversal Rs 63.09 million).

Administrative and operating expenses grew by 7.83 percent as compared to corresponding period last year largely due to impact of branches opened in second half of 2012 and inflationary impact. Branch network presently comprise 234 fully-operational branches (HY 2012: 214 branches).

I am pleased to inform you that your bank continues to operate with adequate liquidity and capital adequacy levels and enjoys an impeccable standing with the international financial institutions. I am confident that with an effective risk management, strong internal control and compliance systems the Bank will remain satisfactorily compliant with all the regulatory requirements and will continue to maintain the present trend of growth in business and profitability.

Credit Rating

The Pakistan Credit Rating Agency Limited (PACRA) has maintained your Bank's credit rating at AA- for the long term and A1+ for the short term with a stable outlook.

Acknowledgment

I would like to take this opportunity to thank the State Bank of Pakistan, the Securities and Exchange Commission of Pakistan and the Ministry of Finance for their continued support and guidance. I am also thankful to our valued customers for their continued patronage and confidence and want to extend my appreciation to the bank employees as the driving force in the growth of the bank over the years.

ALAUDDIN FEERASTA

Chairman

Lahore: 20 August 2013

Auditors' Review Report to Members



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Karachi, 75530 Pakistan

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Independent Auditors' Report on Review of Condensed Interim Financial Information to the members

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Soneri Bank Limited** ("the Bank") as at 30 June 2013 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement, condensed interim statement of changes in equity and notes to the condensed interim financial information for the six months period then ended (herein after referred to as the "condensed interim financial information"). Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

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 condensed interim financial information 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 condensed interim financial information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The figures of the condensed interim profit and loss account, condensed interim statement of comprehensive income for the quarters ended 30 June 2013 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended 30 June 2013.

KPMG Taseer Hadi & Co.
Chartered Accountants
Muhammad Taufiq

Karachi: 20 August 2013

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2013

	Note	(Un-audited) 30 June 2013	(Audited) 31 December 2012 (Restated) (Rupees in '000)
ASSETS			
Cash and balances with treasury banks		12,030,277	11,491,348
Balances with other banks		704,959	1,249,168
Lendings to financial and other institutions		634,241	1,123,067
Investments - net	7	56,864,337	59,517,180
Advances - net	8	82,950,548	76,825,006
Operating fixed assets	9	4,016,496	4,015,233
Deferred tax assets - net		-	304,047
Other assets - net		5,199,648	4,104,348
		162,400,506	158,629,397
LIABILITIES			
Bills payable		2,941,617	2,522,405
Borrowings	10	9,358,706	20,398,487
Deposits and other accounts	11	134,269,506	120,830,571
Sub-ordinated loan	12	-	299,280
Liabilities against assets subject to finance lease		-	-
Deferred tax liabilities - net		72,965	-
Other liabilities		2,728,273	2,246,481
		149,371,067	146,297,224
NET ASSETS		13,029,439	12,332,173
REPRESENTED BY			
Share capital		10,022,396	10,022,396
Reserves		1,520,370	410,129
Discount on issue of right shares		(1,001,361)	(1,001,361)
Unappropriated profit		1,410,458	1,947,135
		11,951,863	11,378,299
Surplus on revaluation of assets - net of tax		1,077,576	953,874
		13,029,439	12,332,173
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The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

CHAIRMAN

PRESIDENT AND
CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE HALF YEAR ENDED 30 JUNE 2013

Note	For the half year ended		For the quarter ended	
	30 June 2013	30 June 2012	30 June 2013	30 June 2012
----- (Rupees in '000) -----				
Mark-up / return / interest earned	6,788,842	6,872,651	3,423,889	3,534,881
Mark-up / return / interest expensed	(4,361,669)	(4,599,085)	(2,184,730)	(2,322,167)
Net mark-up / return / interest income	2,427,173	2,273,566	1,239,159	1,212,714
(Provision) / reversal against non - performing loans - net	8.2 (470,258)	70,353	(240,672)	18,412
Reversal in / (provision) for diminution in the value of investments	24,501	(7,262)	-	(7,440)
Bad debts written off directly	(45)	-	(45)	-
	(445,802)	63,091	(240,717)	10,972
Net mark-up / return / interest income after provisions	1,981,371	2,336,657	998,442	1,223,686
Non mark-up / interest income				
Fee, commission and brokerage income	519,388	452,555	273,361	235,224
Dividend income	38,022	112,081	4,602	29,922
Income from dealing in foreign currencies	106,941	113,930	63,962	26,075
Unrealised gain / (loss) on revaluation of investments classified as held-for-trading	2,275	(909)	(3,991)	(597)
Gain on sale of securities - net	287,120	76,764	148,142	50,783
Other income	112,648	100,204	65,467	54,219
Total non mark-up / interest income	1,066,394	854,625	551,543	395,626
	3,047,765	3,191,282	1,549,985	1,619,312
Non mark-up / interest expenses				
Administrative expenses	(2,232,997)	(2,013,772)	(1,196,568)	(1,129,838)
Reversal / (provision) against other assets - net	31,624	(3,129)	27,723	(1,662)
Other charges	(13,154)	(36,828)	(5,370)	(29,861)
Total non mark-up / interest expenses	(2,214,527)	(2,053,729)	(1,174,215)	(1,161,361)
	833,238	1,137,553	375,770	457,951
Extraordinary / unusual items	-	-	-	-
Profit before taxation	833,238	1,137,553	375,770	457,951
Taxation				
- Current	(301,000)	(365,000)	(163,000)	(129,278)
- Prior	411,427	-	411,427	-
- Deferred	(392,398)	(19,645)	(372,738)	(69,602)
	(281,971)	(384,645)	(124,311)	(198,880)
Profit after taxation	551,267	752,908	251,459	259,071
----- (Rupee) -----				
		(Restated)		(Restated)
Basic and diluted earnings per share	0.55	0.75	0.25	0.26

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

CHAIRMAN

PRESIDENT AND
CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE HALF YEAR ENDED 30 JUNE 2013

	For the half year ended		For the quarter ended	
	30 June	30 June	30 June	30 June
	2013	2012	2013	2012
		(Restated)		(Restated)
	----- (Rupees in '000) -----			
Profit after taxation for the period	551,267	752,908	251,459	259,071
Other comprehensive income				
Surplus / (deficit) on revaluation of "Available-for-sale securities" (i)	-	-	-	-
Surplus on revaluation of operating fixed assets (ii)	-	-	-	-
Actuarial (loss) / gain on defined benefit plan	(10,337)	18,012	(5,169)	9,006
Deferred tax on actuarial loss	3,618	(6,304)	1,809	(3,152)
	(6,719)	11,708	(3,360)	5,854
Total comprehensive income transferred to equity	544,548	764,616	248,099	264,925

- (i) Surplus / (deficit) on revaluation of "Available-for-sale securities" net of tax is presented under separate head below equity as " Surplus / (deficit) on revaluation of assets " in accordance with the requirements specified by the State Bank of Pakistan vide BSD circular No. 20 dated 4 August 2000 and BSD circular No. 10 dated 13 July 2004.
- (ii) Surplus on revaluation of operating fixed assets net of tax is presented under separate head below equity as " Surplus / (deficit) on revaluation of assets " in accordance with the requirements of section 235 of the Companies Ordinance, 1984.

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

CHAIRMAN

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DIRECTOR

DIRECTOR

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE HALF YEAR ENDED 30 JUNE 2013

	30 June 2013	30 June 2012
	(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	833,238	1,137,553
Less: Dividend income	(38,022)	(112,081)
	795,216	1,025,472
Adjustments:		
Depreciation / amortisation	338,016	314,990
Provision / (reversal) against non-performing advances	470,258	(70,353)
(Reversal) / provision against other assets	(31,624)	3,129
Other charges - workers welfare fund	18,113	23,000
(Reversal in) / provision for diminution in the value of investments	(24,501)	1,190
Reversal of provision for diminution in the value of investments recognised in capital gains	(38,575)	(91,106)
Unrealised gain on revaluation of investments classified as held-for-trading	(2,275)	-
Gain on sale of fixed assets	(13,490)	(3,799)
	715,922	177,051
	1,511,138	1,202,523
(Increase) / decrease in operating assets		
Lendings to financial and other institutions	488,826	(486,810)
Advances - net	(6,595,800)	(2,113,831)
Others assets - (excluding advance taxation)	(278,147)	(388,623)
	(6,385,121)	(2,989,264)
Increase / (decrease) in operating liabilities		
Bills payable	419,212	410,905
Borrowings	(11,039,781)	2,180,842
Deposits and other accounts	13,438,935	15,529,896
Other liabilities	453,344	96,102
	3,271,710	18,217,745
Income tax paid	(1,602,273)	16,431,004
	(664,797)	(645,592)
Net cash (used in) / flows from operating activities	(2,267,070)	15,785,412
CASH FLOW FROM INVESTING ACTIVITIES		
Net investments in securities	2,853,039	(13,845,866)
Dividend received	33,822	136,712
Investment in operating fixed assets (including intangible assets)	(350,495)	(403,473)
Proceeds from disposal of fixed assets	24,704	5,387
Net cash flows from / (used in) investing activities	2,561,070	(14,107,240)
CASH FLOW FROM FINANCING ACTIVITIES		
Sub-ordinated loan	(299,280)	(299,280)
Net cash used in financing activities	(299,280)	(299,280)
(Decrease) / increase in cash and cash equivalents	(5,280)	1,378,892
Cash and cash equivalents at the beginning of the period	12,740,516	9,838,130
Cash and cash equivalents at the end of the period	12,735,236	11,217,022
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		
Cash and balances with treasury banks	12,030,277	10,232,734
Balances with other banks	704,959	984,288
	12,735,236	11,217,022

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

CHAIRMAN

PRESIDENT AND
CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

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

FOR THE HALF YEAR ENDED 30 JUNE 2013

Share capital	Capital reserves			General reserve	Unappropriated profit (b)	Total
	Discount on issue of shares	Share premium	Statutory reserve (a)			
(Rupees in '000)						
9,029,185	(1,001,361)	1,405	616,886	564,210	1,026,476	10,236,801
-	-	-	-	-	(44,143)	(44,143)
9,029,185	(1,001,361)	1,405	616,886	564,210	982,333	10,192,658
-	-	-	-	-	752,908	752,908
-	-	-	-	-	11,708	11,708
-	-	-	-	-	29,516	29,516
-	-	-	150,582	-	(150,582)	-
9,029,185	(1,001,361)	1,405	767,468	564,210	1,625,883	10,986,790
-	-	-	-	-	351,285	351,285
-	-	-	-	-	11,708	11,708
-	-	-	-	-	28,516	28,516
-	-	-	70,257	-	(70,257)	-
993,211	-	-	(429,001)	(564,210)	-	-
10,022,396	(1,001,361)	1,405	408,724	-	1,947,135	11,378,299
-	-	-	-	-	551,267	551,267
-	-	-	-	-	(6,719)	(6,719)
-	-	-	-	-	29,016	29,016
-	-	-	110,241	-	(110,241)	-
-	-	-	-	1,000,000	(1,000,000)	-
10,022,396	(1,001,361)	1,405	518,965	1,000,000	1,410,458	11,951,863

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

(b) As more fully explained in note 7.9 and 8.4 of these condensed interim financial statements the amount of Rs. 1,281.850 million net of tax as at 30 June 2013 represents additional profit arising from availing forced sale value benefit for determining provisioning requirement is not available for the purpose of distribution of dividend to shareholders.

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

CHAIRMAN

PRESIDENT AND
CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE HALF YEAR ENDED 30 JUNE 2013

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 Companies Ordinance, 1984 with registered office situated at Rupali House 241-242, Upper Mall Scheme, Anand Road, Lahore, Punjab. Its shares are quoted on all the stock exchanges in Pakistan. The Bank is engaged in banking services as described in the Banking Companies Ordinance, 1962 and operates with 234 branches including 8 Islamic banking branches (31 December 2012: 233 branches including 8 Islamic banking branches) in Pakistan.

2. BASIS OF PRESENTATION

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

The financial results of the Islamic Banking branches of the Bank has been consolidated in these condensed interim financial statements for reporting purposes, after eliminating material inter branch transactions / balances. The key financial figures of the Islamic Banking branches are disclosed in note 18 to these condensed interim financial statements.

3. STATEMENT OF COMPLIANCE

These condensed interim financial statements of the Bank have been prepared in accordance with the requirements of International Accounting Standards (IAS) 34, Interim Financial Reporting, the requirements of the Companies Ordinance, 1984, the Banking Companies Ordinance, 1962 and the directives issued by the Securities and Exchange Commission of Pakistan (SECP) and the State Bank of Pakistan (SBP). In case requirements differ, the requirements of the Companies Ordinance, 1984, Banking Companies Ordinance, 1962 and the said directives shall prevail.

The State Bank of Pakistan has deferred the applicability of International Accounting Standard (IAS) 39, 'Financial Instruments: Recognition and Measurement' and International Accounting Standard (IAS) 40, 'Investment Property' for Banking Companies through BSD Circular No. 10 dated 26 August 2002 till further instructions. In addition the Securities and Exchange Commission of Pakistan has deferred the applicability of International Financial Reporting Standard 7, Financial Instruments: Disclosures (IFRS 7) vide SRO 411(I) / 2008 till further orders. Accordingly, the requirements of these standards have not been considered in the preparation of these financial statements. However, investments have been classified and valued in accordance with the requirements prescribed by the State Bank of Pakistan through various circulars.

The disclosures made in these condensed interim financial statements have been limited based on a format prescribed by the SBP vide BSD Circular Letter No. 2 dated 12 May 2004 and IAS 34, Interim Financial Reporting. They 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 2012.

4. BASIS OF MEASUREMENT

4.1 Accounting convention

These condensed interim financial statements have been prepared under the historical cost convention, except that certain fixed assets are stated at revalued amounts, certain investments and commitments in respect of certain forward exchange contracts have been marked to market and are carried at fair value and staff retirement benefits are carried at present value.

4.2 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupee which is the currency of primary economic environment in which the Bank operates.

4.3 Accounting estimates and assumptions

The preparation of these condensed interim financial statements is in conformity with approved accounting standards which requires the use of certain critical accounting estimates. It also requires management to exercise judgement in the process of applying the Bank's accounting policies. The areas involving higher degree of judgement or complexity, or areas where assumptions and estimates are significant to these condensed interim financial statements are the same as those disclosed in the annual financial statements for the year ended 31 December 2012 except for the change in accounting estimate in respect of provision for non performing loans and advances as disclosed in note 8.4 to the condensed interim financial statements.

5. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Bank for the year ended 31 December 2012 except for changes in accounting policy as explained below:

5.1 Change in accounting policy- Staff retirement benefits

During the current period (with effect from 1 January 2013), the Bank has adopted revised IAS 19 'Employee Benefits' standard and changed its basis for recognition of actuarial gains and losses and past service cost. The revised IAS 19 requires actuarial gains and losses to be recognised immediately in other comprehensive income. Previously, the actuarial gains and losses over and above the corridor limit were amortized over the expected average remaining working lives of employees as allowed under the relevant provision of the previous IAS 19. Moreover, any past service cost is now recognised immediately in the profit and loss as soon as the change in benefit plans are made. Previously, the non vested portion of the past service cost was amortized over the expected average lives of employees.

Revised accounting policy of staff retirement benefits is as follows:

5.1.1 Staff retirement benefits

The bank operates an approved funded gratuity scheme for it's eligible employees. The bank recognises expense in accordance with revised IAS 19 "Employee Benefits". An actuarial valuation of defined benefit plan is conducted every year. The valuation uses the Projected Unit Credit method. Actuarial gains and losses are recognised immediately in other comprehensive income. Past service cost are recognised immediately in profit and loss account.

5.1.2 Effect of change in accounting policy

With effect from 1 January 2013, IAS 19 revised is applicable. As per the revision, all the actuarial gains/losses arise during the year will be recognized immediately in the other comprehensive income (OCI) and all the past service cost (vested or non vested) will be recognized in current year profit and loss account. Therefore, the charge for deferring past service cost / gains and losses to recognizing these immediately needs to be made retrospectively in accordance with IAS 8 Accounting Policies , Changes in accounting estimates 'and errors', and accordingly the opening equity needs to be adjusted and cost related to past services may not continue to be deferred. Cost deferred in the past need to be recognized retrospectively so that the profit and loss account for the current period reflects values related to the current period only as if the revised standard had always applied. However, the profit and loss impact for full year 2012 being immaterial has not been incorporated in these condensed interim financial statements

Effect of retrospective application of change in accounting policy are as follows:

Effect on balance sheet report	31 December 2012			31 December 2011		
	As previously reported	Restated	As Restated	As previously reported	Restated	As Restated
	------(Rupees in '000)-----			------(Rupees in '000)-----		
(Decrease) / increase in defined benefit obligation	-	31,889	31,889	-	67,912	67,912
Increase / (decrease) in deferred tax asset	-	11,162	11,162	-	23,769	23,769
Unappropriated profit	1,967,862	(20,727)	1,947,135	1,026,476	(44,143)	982,333

5.1.3 Staff Retirement Benefits

Changes in defined benefit obligation, fair value of plan assets are as follows:

	30 June 2013	31 December 2012
Reconciliation of obligation at period / year end:		
	(Rupees in '000)	
Present value of defined benefit obligation	332,201	266,409
Fair value of plan assets	(240,210)	(234,635)
Net liability	<u>91,991</u>	<u>31,774</u>
Charge for the defined benefit plan		
Current service cost	25,172	39,521
Net interest cost	2,576	8,141
Past service cost	22,132	-
	<u>49,880</u>	<u>47,662</u>
Movement in net liability		
Opening net liability	31,774	67,912
charge for the period/ year	49,880	47,662
Contribution paid during the year	-	(51,911)
Other Comprehensive Income	10,337	(31,889)
	<u>91,991</u>	<u>31,774</u>
Actuarial valuation assumptions		
Discount rate per annum	11.0%	12.0%
Salary increase rate per annum	9.0%	10.0%

5.2 Change in Reporting Segments

During the period, the Bank has changed the composition of its reportable segments. As a result, Commercial Banking sector has been merged with Corporate and Retail banking segments. Accordingly the comparative segment information relating to total income, expenses and certain other information for the six months period ended 30 June 2012 and assets and liabilities as at 30 June 2012 has been restated to bring it in line with the current organization structure of the Bank. As per reorganized structure, the Bank is operating through three business segments:

a) Corporate

Corporate banking includes financing, deposits and services provided to corporate customers including services in connection with mergers and acquisitions, underwriting, privatization, securitisation, syndication, IPOs.

b) Trading and sales

It includes fixed income, equity, foreign exchanges, lending and repos.

c) Retail banking

It includes all retail related lending, deposits and banking services (including staff, consumer and SME financing).

6. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Bank are consistent with those disclosed in the annual financial statements of the Bank for the year ended 31 December 2012.

7. INVESTMENTS

7.1 Investments by types

		30 June 2013			31 December 2012		
		Held by Bank	Given as collateral	Total	Held by Bank	Given as collateral	Total
----- (Rupees in '000) -----							
Held-for-trading investments	7.2	153,035	-	153,035	12,914	-	12,914
Available-for-sale investments	7.3	51,567,508	301,495	51,869,003	43,826,566	11,496,891	55,323,457
Held-to-maturity investments	7.4	4,341,435	-	4,341,435	3,880,141	-	3,880,141
Investments at cost		56,061,978	301,495	56,363,473	47,719,621	11,496,891	59,216,512
Provision for diminution in the value of investments	7.9	(97,356)	-	(97,356)	(160,432)	-	(160,432)
Deficit on revaluation of Held-for-trading investments		(3,999)	-	(3,999)	(169)	-	(169)
Surplus on revaluation of Available-for-sale investments		601,290	929	602,219	374,260	87,009	461,269
Investments - net of provisions		56,561,913	302,424	56,864,337	47,933,280	11,583,900	59,517,180

7.2 Held-for-Trading investments

Fully paid-up ordinary shares	153,035	-	153,035	12,914	-	12,914
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7.3 Available-for-sale investments

Market Treasury Bills	44,022,262	301,495	44,323,757	37,602,471	11,496,891	49,099,362
Pakistan Investment Bonds	5,179,721	-	5,179,721	4,665,901	-	4,665,901
Government Ijarah Sukuk	350,000	-	350,000	200,000	-	200,000
Term Finance Certificates	48,917	-	48,917	-	-	-
Fully paid-up ordinary shares	1,027,486	-	1,027,486	731,769	-	731,769
Units of mutual funds	939,122	-	939,122	626,425	-	626,425
	51,567,508	301,495	51,869,003	43,826,566	11,496,891	55,323,457

7.4 Held-to-maturity investments

Pakistan Investment Bonds	1,467,002	-	1,467,002	1,475,734	-	1,475,734
Term Finance Certificates	837,151	-	837,151	1,117,270	-	1,117,270
Sukuk Bonds / Commercial Paper	2,037,282	-	2,037,282	1,287,137	-	1,287,137
	4,341,435	-	4,341,435	3,880,141	-	3,880,141

		30 June 2013	31 December 2012
		(Rupees in '000)	
7.5 Investments by segment			
Federal Government Securities			
- Market Treasury Bills		44,323,757	49,099,362
- Pakistan Investment Bonds	7.6	6,646,723	6,141,635
- Government of Pakistan Ijara Sukuk Bonds		2,150,040	1,200,056
		53,120,520	56,441,053
Fully Paid-up Ordinary Shares			
- Listed companies		1,138,721	702,883
- Unlisted companies	7.7	41,800	41,800
		1,180,521	744,683
Units of Mutual Funds			
- Open - ended		827,024	527,024
- Closed end		112,098	99,401
		939,122	626,425
Term Finance Certificates, Bonds, Participation Term Certificates and Certificates of Investments			
- Listed Term Finance Certificates		465,085	530,985
- Unlisted Term Finance Certificates		420,983	586,285
- Sukuk Bonds	7.8	237,242	287,081
		1,123,310	1,404,351
Investments at cost		56,363,473	59,216,512
Provision for diminution in value of investments	7.9	(97,356)	(160,432)
Deficit on revaluation of Held-for-trading investments		(3,999)	(169)
Surplus on revaluation of Available-for-sale investments		602,219	461,269
Investments (net of provisions)		56,864,337	59,517,180

7.6 This includes securities having book value of Rs. 30.700 million (2012: Rs. 30.700 million) pledged with the State Bank of Pakistan and National Bank of Pakistan to facilitate T. T. discounting facility for the branches of the Bank.

7.7 This includes shares of Islamabad Stock Exchange Limited (ISEL) acquired in pursuance of corporatization and demutualization of ISEL as a public company limited by shares. The said shares and Trading Right Entitlement (TRE) Certificate were received against surrender of Stock Exchange Membership Card. As the fair value of both the asset transferred and asset obtained can not be determined with reasonable accuracy, the above investment has been recorded at the carrying value of Stock Exchange Membership Card in Bank's books.

7.8 The Bank purchased 4,000 certificates (on 29 September 2009) of Wapda Sukuk through a market based transaction for a cash consideration of Rs. 19.8 million having a face value of Rs. 20 million. These certificates were available in the seller's CDC account and on completion of the transaction were transferred to Bank's CDC account. A periodic Ijarah rental was due on 22 October 2009, which was not paid to the Bank on the plea, that certain discrepancy in Central Depository Register was the reason for non payment.

The Bank through a legal notice has clarified the position that the Bank has purchased the aforesaid Sukuk Certificates from the market for a valuable consideration when these Sukuks were already entered in the Central Depository Register of seller's account. However, the Bank has fully provided the outstanding amount against these Sukuks. The Bank has filed a recovery suit which is pending before Sindh High Court, Karachi.

7.9 Particulars of provision for diminution in value of investments

	30 June 2013	31 December 2012
	(Rupees in '000)	
The analysis of total provision held are as follows:		
Opening balance	160,432	250,756
(Reversal) / charge for the period / year	(24,501)	30,023
Write off / transfer	(38,575)	(6,072)
Reversal due to disposal of impaired shares	-	(114,275)
Net reversal	(63,076)	(90,324)
Closing balance	97,356	160,432

7.9.1 The Bank has considered a forced sales value (FSV) benefit of Rs. 18.74 million against Eden Housing Limited Sukuk, secured against the mortgaged property in respect of provision for diminution in the value of held-to-maturity investments. The impact on unappropriated profit arising from availing the benefit of FSV under the revised guidelines resulted in reduction of provision for diminution in the value of investments by Rs. 18.74 million (31 December 2012: Rs. 24.36 million).

7.9.2 During the current period, the State Bank of Pakistan vide through circular no. BPRD / BRD - (policy) / 2013 - 1857 directed the Bank to provide the classified exposure of term finance certificates of Azgard Nine Limited in phased manner. However, Bank had already made a provision of Rs. 17.187 million against outstanding exposure of Rs. 27.019 million in prior year after considering a forced sale value (FSV) benefit of Rs. 4.094 million, secured against the mortgaged property, in respect of provision for diminution in the value of held to maturity investments. The impact on unappropriated profit arising from availing the benefit of FSV under the revised guidelines resulted in reduction of provision for diminution in the value of investments by Rs. 4.094 million (2012: Rs.4.094 million).

	Note	30 June 2013	31 December 2012
		(Rupees in '000)	
8. ADVANCES			
Loans, cash credits, running finances, etc.			
- In Pakistan		82,674,461	75,901,692
- Outside Pakistan		-	-
		82,674,461	75,901,692
Bills discounted and purchased (excluding treasury bills)			
- In Pakistan		843,629	1,368,579
- Outside Pakistan		6,331,540	5,984,092
		7,175,169	7,352,671
Advances - gross		89,849,630	83,254,363
Provision against advances			
Provision for non-performing loans and advances	8.2	(6,899,082)	(6,429,357)
Advances - net of provision		82,950,548	76,825,006

- 8.1 Advances include Rs. 10,393.817 million (31 December 2012: Rs. 9,927.397 million) which have been placed under non-performing status as detailed below:

	30 June 2013								
	Classified Advances			Provision Required			Provision Held		
	Domestic	Overseas	Total	Domestic	Overseas	Total	Domestic	Overseas	Total
(Rupees in '000)									
Category of classification									
OAEM *	66,659	-	66,659	-	-	-	-	-	-
Substandard	706,328	-	706,328	106,989	-	106,989	106,989	-	106,989
Doubtful	1,426,199	-	1,426,199	368,050	-	368,050	368,050	-	368,050
Loss	8,194,631	-	8,194,631	6,415,054	-	6,415,054	6,415,054	-	6,415,054
	<u>10,393,817</u>	<u>-</u>	<u>10,393,817</u>	<u>6,890,093</u>	<u>-</u>	<u>6,890,093</u>	<u>6,890,093</u>	<u>-</u>	<u>6,890,093</u>

	31 December 2012								
	Classified Advances			Provision Required			Provision Held		
	Domestic	Overseas	Total	Domestic	Overseas	Total	Domestic	Overseas	Total
(Rupees in '000)									
Category of classification									
OAEM *	78,968	-	78,968	-	-	-	-	-	-
Substandard	921,281	-	921,281	149,513	-	149,513	149,513	-	149,513
Doubtful	1,234,281	-	1,234,281	417,495	-	417,495	417,495	-	417,495
Loss	7,692,867	-	7,692,867	5,853,895	-	5,853,895	5,853,895	-	5,853,895
	<u>9,927,397</u>	<u>-</u>	<u>9,927,397</u>	<u>6,420,903</u>	<u>-</u>	<u>6,420,903</u>	<u>6,420,903</u>	<u>-</u>	<u>6,420,903</u>

* The Other Assets Especially Mentioned (OAEM) category pertains to agriculture finance only.

8.2 Particulars of provision against non-performing loans and advances

	30 June 2013			31 December 2012		
	Specific	Consumer General	Total	Specific	Consumer General	Total
(Rupees in '000)						
Opening balance	6,420,903	8,454	6,429,357	5,723,149	8,526	5,731,675
Charge for the period / year	669,972	535	670,507	1,452,320	-	1,452,320
Reversals made during the period / year	(200,249)	-	(200,249)	(964,744)	(72)	(964,816)
	469,723	535	470,258	487,576	(72)	487,504
Amount written off	(533)	-	(533)	(3,783)	-	(3,783)
Transfer	-	-	-	213,961	-	213,961
Closing balance	<u>6,890,093</u>	<u>8,989</u>	<u>6,899,082</u>	<u>6,420,903</u>	<u>8,454</u>	<u>6,429,357</u>

8.3 Provision against consumer financing represents provision maintained at an amount equal to 1.5% of the fully secured performing portfolio and 5% of the unsecured performing portfolio as required under the Prudential Regulations issued by SBP. Provision in this respect equals to Rs. 8.989 million (31 December 2012: Rs. 8.454 million).

8.4 During the current period, the Bank has decided to avail additional FSV benefit available under BSD circular No.01 dated 21 October 2011. Such benefit is availed on case to case basis, based on the risk assessment policies of the Bank. This resulted in reduction of provision against non performing loans and advances by Rs. 117.048 million.

Had the benefit of FSV not been availed by the Bank, the specific provision against non-performing advances and profit before tax as at 30 June 2013 would have been lower by approximately Rs. 1,949.244 million (31 December 2012: Rs. 1,875.413 million) and advances (net off provision) would have been lower by same amount. Further the net of tax profit, amounted to Rs. 1,267.009 million (31 December 2012: Rs. 1,219.018 million) arising from availing the benefit of forced sale value is not available for distribution amongst the shareholders either in the form of cash or stock dividend.

8.5 Although the Bank has made provision against its non performing portfolio as per the category of the loans forming part thereof, the Bank still 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.

	Note	30 June 2013	31 December 2012
9. OPERATING FIXED ASSETS		(Rupees in '000)	
Capital work-in-progress		101,788	186,121
Property and equipments:			
Land			
- Freehold		362,778	362,778
- Leasehold		109,209	109,209
Building on:			
- Freehold		84,798	81,628
- Leasehold		1,358,527	1,417,950
Leasehold Improvements		641,425	539,961
Furniture, fixtures, equipments and computers		878,488	891,957
Vehicles		99,627	93,133
Assets held under ijarah:			
- Motor vehicles		123,610	133,001
- Plant and machinery		137,603	61,094
Intangibles assets:			
Intangibles	9.3	118,643	138,401
		4,016,496	4,015,233

		30 June 2013	30 June 2012
9.1	The following additions were made at cost during the period:	(Rupees in '000)	
	Property and leasehold improvements	132,040	83,204
	Furniture, fixtures, equipment and computers	242,852	216,753
	Vehicles	33,526	17,084
	Intangibles	26,698	27,003
		435,116	344,044

30 June
2013
(Rupees in '000)

- 9.2 The written down value of fixed assets disposed of / deleted during the period were as follows:

Property and leasehold improvements	7,155	-
Furniture, fixtures, equipment and computers	1,715	1,418
Vehicles	2,637	170
	<u>11,507</u>	<u>1,588</u>

- 9.3 The Trading Right Entitlement Certificate (TRE Certificate) acquired on surrender of Islamabad Stock Exchange Membership Card is stated at NIL value.

According to section 5 of the Stock Exchanges (Corporatization, Demutualization and Integration) Act, 2012 an initial shareholder who has been issued TRE certificate and is not registered as a corporate broker with the Exchange, is required to do so within two years from the date of demutualization i.e. 27 August 2012 which is going to end on 26 August 2014.

Further, any initial shareholder who does not want to commence business within the said period of two years can also transfer its TRE certificate to any other shareholder.

Failing to commence business as a corporate broker or to transfer the TRE certificate will result in the lapse of the TRE certificate.

30 June
2013
(Rupees in '000)

31 December
2012

10. BORROWINGS

Secured

- Borrowings from the State Bank of Pakistan
- Export refinance scheme
- Long term financing facility (LTFF) for plant and machinery
- Long term financing - export oriented projects (LTF - EOP)
- Modernization of SME - rice husking
- Repurchase agreement borrowings

6,405,498	7,602,611
762,988	834,518
257,338	329,297
39,860	17,549
-	10,578,064
<u>7,465,684</u>	<u>19,362,039</u>

Repurchase agreement borrowings - other banks

300,532	993,981
<u>7,766,216</u>	<u>20,356,020</u>

Unsecured

- Call borrowings
- Overdrawn nostro accounts

100,000	-
<u>1,492,490</u>	<u>42,467</u>
<u>9,358,706</u>	<u>20,398,487</u>

	30 June 2013	31 December 2012
	(Rupees in '000)	
11. DEPOSITS AND OTHER ACCOUNTS		
Customers		
Remunerative	38,809,271	38,228,631
Fixed deposits	61,978,011	55,075,350
Savings deposits	100,787,282	93,303,981
Non-remunerative		
Current accounts	31,041,468	25,130,788
Call deposits	186,803	187,268
Margin deposits / Others	1,685,070	1,958,260
	32,913,341	27,276,316
	133,700,623	120,580,297
Financial Institutions		
Remunerative - savings deposits	568,705	250,096
Non-remunerative - current deposits	178	178
	568,883	250,274
	134,269,506	120,830,571
11.1 Particulars of deposit and other accounts		
In local currency	125,160,159	109,482,749
In foreign currencies	9,109,347	11,347,822
	134,269,506	120,830,571
12. SUB-ORDINATED LOAN		
Unsecured (Non-Participatory)		
Listed Term Finance Certificates	-	299,280
13. CONTINGENCIES AND COMMITMENTS		
13.1 Direct credit substitutes		
Financial guarantees issued favouring:		
- Government	1,283,136	1,420,685
- Others	142,605	275,420
	1,425,741	1,696,105
13.2 Transaction - related contingent liabilities		
Guarantees issued favouring:		
- Government	4,076,038	3,554,075
- Financial Institutions	249,123	327,417
- Others	2,783,682	2,950,663
	7,108,843	6,832,155
13.3 Trade - related contingent liabilities		
Letters of credit	18,018,322	21,132,353
Acceptances	3,652,314	2,559,741

	30 June 2013	31 December 2012
13.4 Commitments in respect of forward lending	(Rupees in '000)	
Commitments to extend credit	2,550,000	1,250,000

The Bank has certain other commitments to extend credit that represent revocable commitments and will not attract any significant penalty or expense in case the facility is withdrawn unilaterally.

	30 June 2013	31 December 2012
13.5 Commitments in respect of forward exchange contracts	(Rupees in '000)	
Purchase		
- From other banks	8,040,701	9,701,704
- From customers	5,641,376	5,824,561
Sale		
- To other banks	11,358,478	11,627,310
- To customers	332,216	594,803

13.6 Commitments in respect of equity future contracts		
- Purchase	-	33,701
- Sale	156,661	47,142

13.7 Commitments in respect of lendings to financial and other institutions		
- Margin trading system	-	24,992

13.8 Other Contingencies

- 13.8.1** For the tax year 2011, the Bank had filed return under self assessment scheme as envisaged in section 120 of the Income Tax Ordinance, 2001. The income tax department has amended the assessment of tax year 2011 under section 122(5A) of the Income Tax Ordinance, 2001. The amended assessment order has been passed by adding / disallowing certain expenses / deductions resulting in additional tax liability of Rs.313.38 million.

The Bank has filed appeal before the Appellate Tribunal Inland Revenue (ATIR) for the above referred tax year against these disallowances and deductions.

- 13.8.2** For years ended 31 December 2008, 2009 and 2010, aggregate liability of Rs.159.10 million has been adjudged under Rule 40A of the Federal Excise Rules 2005 read with section 7 of the Federal Excise Act 2005, on the grounds that Bank failed to deposit applicable Federal Excise Duty on certain income heads. Against the said liability the Bank had preferred appeal before the Commissioner Inland Revenue (Appeals). As a result of appeal filed by the Bank before the Commissioner Inland Revenue (Appeals) certain addbacks have been deleted and a net liability of Rs.89.44 million is now pending against which the Bank has preferred an appeal before the Appellate Tribunal Inland Revenue.

- 13.8.3** The tax department has filed tax references before honourable Lahore High Court, Lahore in respect of certain deductions allowed by the Appellate Tribunal Inland Revenue (ATIR) for assessment year 2000-2001 to tax year 2010.

- 13.8.4** For the tax year 2011 the tax authority has passed an order under section 161/205 by treating the Bank as assessee in default for non-deduction of tax on certain payments and has created a net demand of Rs.20.03 million. Against the said demand the Bank has filed an appeal before the Commissioner Inland Revenue (CIR).

The Bank and its tax advisor are of the view that the above issues will ultimately be decided in Bank's favour. Therefore no additional provision has been made in these condensed interim financial statements.

- 13.8.5** Claims against the Bank not acknowledged as debts amounted to Rs.2.4 million (2012: Rs.2.4 million)
- 13.8.6** A penalty of Rs. 50 million has been imposed by Competition Commission of Pakistan ("the Commission") on the Bank on account of uncompetitive behaviour and imposing uniform cost on cash withdrawal from ATM transaction. The Bank alongwith other Bank's 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 pending.

14. INCOME FROM DEALING IN FOREIGN CURRENCIES

This includes conversion cost of foreign currency transactions into / from local currency funds (i.e. swap cost on foreign currency transactions) which amounted to Rs. 186.21 million (30 June 2012: Rs. 180.23 million).

15. BASIC AND DILUTED EARNINGS PER SHARE

	For the half year ended 30 June 2013		For the quarter ended 30 June 2013	
		30 June 2012		30 June 2012
	------(Rupees in '000)-----			
Profit after taxation	<u>551,267</u>	<u>752,908</u>	<u>251,459</u>	<u>259,071</u>
	------(Number of shares in thousands)-----			
		(Restated)		(Restated)
Weighted average number of ordinary shares	<u>1,002,240</u>	<u>1,002,240</u>	<u>1,002,240</u>	<u>1,002,240</u>
		(Restated)		(Restated)
Basic and diluted earnings per share - Rupee	<u>0.55</u>	<u>0.75</u>	<u>0.25</u>	<u>0.26</u>

16. RELATED PARTY TRANSACTIONS

The related parties of the Bank comprise related group companies, major share holders, directors and their close family members (including their associates), staff retirement funds and key management personnel.

Usual transactions with related parties include deposits, advances, acceptances and provision of other banking services are carried out in accordance with agreed terms. Transactions with executives are undertaken at terms in accordance with employment agreements and services rules and includes provision of advances on terms softer than those offered to the customers of the Bank. Contribution to and accruals in respect of staff retirement benefit plan are made in accordance with the actuarial valuation / terms of the benefit plan.

The details of transactions with related parties during the period / year are as follows:

	30 June 2013 (Rupees in '000)	31 December 2012
Deposits at the end of the period / year:		
- Bank's Chief Executive / Executives	13,372	13,540
- Directors and their close family members	357,707	184,509
- Related group companies	538,866	646,042
- Major shareholders	249,888	121,098
- Staff retirement funds	450,570	558,037
	1,610,403	1,523,226
Loans and advances at the end of the period / year:		
- Key management personnel	123,602	116,428
Transactions for the half year ended		
	30 June 2013 (Rupees in '000)	30 June 2012
Loans and advances repaid / adjusted during the period	81,825	7,452
Loans and advances granted during the period	88,999	61,092
Mark-up received / accrued on loans and advances	6,055	1,774
Profit paid / accrued on deposits		
- Bank's Chief Executive / Executives	269	167
- Directors and their close family members	15,406	6,757
- Related group companies	22,590	6,430
- Major shareholders	17,997	6,505
- Staff retirement funds	6,555	14,003
	62,817	33,862
Contributions to employees' benefit plans	63,099	45,949
Key management personnel compensation		
- Salaries and benefits	89,349	69,249
- Post retirement benefits	3,623	2,090
	92,972	71,339

17. CONCENTRATION OF CREDIT AND DEPOSITS

17.1 Credit risk and concentration of credit risk

Credit risk is a risk arising from an obligors' unwillingness to perform an obligation or its ability to perform being impaired resulting in financial loss to the Bank. Bank regularly monitor credit risk at portfolio level to ensure no undue concentration of risk is present. The Bank also attempts to control credit risk by continually assessing the credit worthiness of counter parties and obtaining security where appropriate.

Concentration of credit risk arises when a number of counter parties are engaged in similar business activities, or activities in the same geographical region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentration of credit risk indicates the relative sensitivity of the Bank's performance to developments, affecting a particular industry or geographical location. The Bank seeks to manage its credit risk exposure through diversification of lending activities to avoid undue concentration of risks with individuals or groups of customers in specific locations or business.

17.2 Segment by class of business

	30 June 2013					
	Gross advances		Deposits		Contingencies and commitments	
	(Rupees in '000)	(Percent)	(Rupees in '000)	(Percent)	(Rupees in '000)	(Percent)
Textile and synthetic	19,062,909	21.22%	1,742,363	1.30%	1,974,446	6.03%
Food and allied	19,463,369	21.66%	2,629,300	1.96%	3,890,432	11.88%
Electronic and electrical appliances	544,045	0.60%	161,911	0.12%	433,260	1.32%
Individuals	5,855,899	6.52%	74,035,031	55.14%	3,564,017	10.88%
Others	44,923,408	50.00%	55,700,901	41.48%	22,893,065	69.89%
	89,849,630	100.00%	134,269,506	100.00%	32,755,220	100.00%

	31 December 2012					
	Gross advances		Deposits		Contingencies and commitments	
	(Rupees in '000)	(Percent)	(Rupees in '000)	(Percent)	(Rupees in '000)	(Percent)
Textile and synthetic	16,660,102	20.01%	1,507,983	1.25%	2,406,358	7.19%
Food and allied	12,573,475	15.10%	1,923,423	1.59%	5,236,326	15.64%
Electronic and electrical appliances	1,213,313	1.46%	134,925	0.11%	2,586,882	7.73%
Individuals	4,154,272	4.99%	67,371,789	55.76%	2,357,763	7.04%
Others	48,653,201	58.44%	49,892,451	41.29%	20,883,025	62.40%
	83,254,363	100.00%	120,830,571	100.00%	33,470,354	100.00%

17.2.1 Business classes where bank has greater than ten percent concentration are disclosed, including their outstanding across the categories.

17.3 Segment by sector

	30 June 2013					
	Gross advances		Deposits		Contingencies and commitments	
	(Rupees in '000)	(Percent)	(Rupees in '000)	(Percent)	(Rupees in '000)	(Percent)
Public / Government	13,463,787	14.98%	12,448,017	9.27%	46,765	0.14%
Private	76,385,843	85.02%	121,821,489	90.73%	32,708,455	99.86%
	89,849,630	100.00%	134,269,506	100.00%	32,755,220	100.00%

	31 December 2012					
	Gross advances		Deposits		Contingencies and commitments	
	(Rupees in '000)	(Percent)	(Rupees in '000)	(Percent)	(Rupees in '000)	(Percent)
Public / Government	7,633,011	9.17%	13,256,563	10.97%	46,765	0.14%
Private	75,621,352	90.83%	107,574,008	89.03%	33,423,589	99.86%
	83,254,363	100.00%	120,830,571	100.00%	33,470,354	100.00%

17.4 Credit rating

The credit rating done by PACRA in June 2013 for Soneri Bank Limited is AA- for the long term and A1+ for the short term.

17.5 Segment details with respect to business activities

The segment analysis with respect to business activity is as follows:

	Six months period ended 30 June 2013			
	Corporate	Trading and Sale	Retail	Total
	(Rupees in '000)			
Total income	2,589,843	3,110,311	2,155,082	7,855,236
Total expenses	2,475,163	2,479,683	2,067,152	7,021,998
Net income	114,680	630,628	87,930	833,238
Segment assets (Gross)	58,703,798	60,126,128	50,566,854	169,396,780
Segment non performing loans	1,790,628	-	8,603,189	10,393,817
Segment provision required *	1,046,776	10,241	5,939,257	6,996,274
Segment liabilities	10,866,758	2,049,806	136,454,503	149,371,067
Segment return on net assets (ROA) (%) - per annum **	0.40	2.12	0.40	1.03
Segment cost of funds (%) - per annum ***	6.17	9.13	6.04	6.18

	Six months period ended 30 June 2012			
	Corporate	Trading and Sale	Retail	Total
	Restated			
	(Rupees in '000)			
Total income	2,461,022	2,962,924	2,303,330	7,727,276
Total expenses	1,723,264	2,760,952	2,105,507	6,589,723
Net income	737,758	201,972	197,823	1,137,553
Segment assets (Gross)	45,913,444	63,691,240	44,626,795	154,231,479
Segment non performing loans	1,773,483	-	6,954,817	8,728,300
Segment provision required *	790,126	33,410	5,004,296	5,827,832
Segment liabilities	11,512,879	8,969,351	116,214,334	136,696,564
Segment return on net assets (ROA) (%) - per annum **	3.29	0.64	1.00	1.54
Segment cost of funds (%) - per annum ***	5.14	11.87	7.78	7.68

* The provision against each segment represents provision held against advances and investments.

** Segment ROA = Net Income / (Segment Assets - Segment Provisions) computed on cutoff balances.

*** Segment cost of funds have been computed based on the average balances.

17.6 The above analysis includes allocation of items as per the approved mapping policy of the Bank.

18. ISLAMIC BANKING BUSINESS

The Bank is operating 8 Islamic Banking branches at the end of reporting period (31 December 2012: 8). The statement of financial position and profit and loss account of these branches (including Islamic Banking Division) are as follows:

		(Un-audited) 30 June 2013	(Audited) 31 December 2012 (Restated)
	Note		
18.1 Statement of Financial Position		(Rupees in '000)	
ASSETS			
Cash and balances with treasury banks		287,997	261,948
Balances with and due from financial institutions		26	26
Investments		2,013,279	1,231,261
Islamic Financing and Related Assets		1,518,958	2,175,972
Operating fixed assets		379,935	317,477
Due from head office		366,940	-
Other assets	18.2.1	232,730	304,566
Total Assets		4,799,865	4,291,250
LIABILITIES			
Bills payable		7,615	6,291
Due to financial institutions		82,575	118,425
Deposits and other accounts			
- Current accounts		925,096	489,043
- Saving accounts		2,074,592	1,315,463
- Term deposits		1,144,345	1,658,648
- Others		100,268	160,661
Due to head office		-	916
Other liabilities		59,266	107,459
Total Liabilities		4,393,757	3,856,906
NET ASSETS		406,108	434,344
REPRESENTED BY:			
Islamic Banking Fund		400,000	400,000
Accumulated profit	18.2.1	6,151	32,847
		406,151	432,847
(Deficit) / Surplus on revaluation of operating fixed assets		(43)	1,497
		406,108	434,344

	Note	(Un-audited) 30 June 2013	(Un-audited) 30 June 2012 (Restated)
18.2 Profit And Loss Account		(Rupees in '000)	
Profit / return on financing, investments and placements earned		268,304	209,297
Return on deposits and other dues expensed	18.2.1	(242,205)	(176,072)
Net income earned before provision		26,099	33,225
Provision against non-performing financings		(1,164)	-
Provision for diminution in value of investment		(1,164)	-
Net income earned after provision		24,935	33,225
Other income			
Fee, commission and brokerage income		73,130	76,492
		98,065	109,717
Other expenses			
Administrative expenses		91,914	100,978
Provision against other assets		-	-
Profit before taxation		6,151	8,739

18.2.1 These figures have been restated to exclude inter segment profitability charge of Rs.18.618 million@ 9.39% (2012: Rs.23.428 million @11.75%) in line with financial reporting requirement.

	(Un-audited) 30 June 2013	(Un-audited) 30 June 2012 (Restated)
18.3 Remuneration to shariah advisor	600	546
18.4 CHARITY FUND	(Un-audited) 30 June 2013	(Audited) 31 December 2012 (Restated)
	(Rupees in '000)	
Opening balance	138	11
Addition during the period	236	1,202
Payment / utilization during the period	-	(1,075)
Closing balance	374	138
18.5 Islamic Financing and Related Assets		
Islamic mode of financing - advances	1,518,958	2,175,972

18.6 Islamic Mode of Financing

Murabaha	455,092	1,274,059
Ijarah	-	-
Diminishing Musharaka	719,810	528,669
Salam	343,007	372,195
Other Islamic modes	1,049	1,049
	<u>1,518,958</u>	<u>2,175,972</u>

19. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on 20 August 2013 by the Board of Directors of the Bank.

20. GENERAL

20.1 Corresponding figures have been rearranged and reclassified, wherever necessary, to facilitate comparison.

20.2 Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

CHAIRMAN

PRESIDENT AND
CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

LIST OF BRANCHES

REGISTERED OFFICE

Rupali House 241-242,
Upper Mall Scheme, Anand Road,
Lahore - 54000, Pakistan
Tel: (042) 35713101-04

CENTRAL OFFICE

10th Floor, PNSC Building, M. T. Khan Road
Karachi, Pakistan
Tel. No: (+92-21) 32444401-5 & 111-567-890
Fax: (+92-21) 35643314, 35643325 & 6
Swift: SONEPKKAXXX
E-mail: info@soneribank.com

CENTRAL REGION

Main Branch, Lahore

Tel: (042) 36368141-8 & 111-567-890

Defence Branch, Lahore

Tel. No: (042) 35897181-2 & 35691037-8

Gulberg Branch, Lahore

Tel. No: (042) 35713445-8 & 35759273

Circular Road Branch, Lahore

Tel. No: (042) 37670486 & 37670489

Model Town Branch, Lahore

Tel. No: (042) 35889311-2 & 35915666

Akbar Chowk Branch, Lahore

Tel. No: (042) 35177800-2 & 35221410

Cavalry Ground Branch, Lahore

Tel. No: (042) 36653728-9 & 36619697

Temple Road Branch, Lahore

Tel. No: (042) 36376341, 2, 4 & 5

Allama Iqbal Town Branch, Lahore

Tel. No: (042) 37812394-5

Baghbanpura Branch, Lahore

Tel. No: (042) 36832811-3

Thokar Niaz Baig Branch, Lahore

Tel. No: (042) 35313651, 3 & 4

Ghazi Chowk Branch, Lahore

Tel. No: (042) 35188505-7

Islamic Banking

New Garden Town Branch, Lahore

Tel. No: (042) 35940611-3

DHA Phase-III Branch, Lahore

Tel. No: (042) 35734083-5

Chungi Amer Sadhu Branch, Lahore

Tel. No: (042) 35808611-3

Johar Town Branch, Lahore

Tel. No: (042) 35204191-3

Wahdat Road Branch, Lahore

Tel. No: (042) 37578211-3

Gunpat Road Branch, Lahore

Tel. No: (042) 37361607-9

Airport Road Branch, Lahore

Tel. No: (042) 35700115-7

Ravi Road Branch, Lahore

Tel. No: (042) 37725356-7

Shahdara Chowk Branch, Lahore

Tel. No: (042) 37941741-3

Manga Mandi Branch, Lahore

Tel. No: (042) 35383517-8

Badian Road Branch, Lahore

Tel. No: (042) 37165390 & 3

Mughalpur Branch, Lahore

Tel. No: (042) 36880892-4

Upper Mall Branch, Lahore

Tel. No: (042) 35789346-9

Islampura Branch, Lahore

Tel. No: (042) 37214394-6

Garhi Shahu Branch, Lahore

Tel. No: (042) 36294201-2

Zarrar Shaheed Road Branch, Lahore

Tel. No: (042) 36635167-8

Hamdard Chowk Kot Lakhpat Br., Lahore

Tel. No: (042) 35140261-5

Kana Kacha Branch, Lahore

Tel. No: (042) 36187413

Sabzazar Br., Multan Road, Lahore

Tel. No: (042) 37830881-2

DHA Phase-IV Br., Lahore

Tel. No: (042) 35694156-7

Azam Cloth Market Sub Br., Lahore

Tel. No: (042) 37662203-4

Jail Road Branch, Lahore

Tel. No: (042) 37590091, 2 & 4

Badami Bagh Branch, Lahore

Tel. No: (042) 37731601, 2 & 4

Gujranwala Branch

Tel. No: (055) 3843560-2 &
111-567-890

Gujranwala Cantt. Br., Gujranwala

Tel. No: (055) 3861932-4

Wapda Town Branch, Gujranwala

Tel. No: (055) 4291136-7

Kamokee Br., Distt. Gujranwala

Tel. No: (055) 6813501-6

Main Branch, Faisalabad

Tel. No: (041) 2639877-8 & 111-567-890

Peoples Colony Branch, Faisalabad

Tel. No: (041) 8555715-6

Ghulam Muhammadabad Br., Faisalabad

Tel. No: (041) 2680113-4

East Canal Road Br., Faisalabad

Tel. No: (041) 2421381-2

Jaranwala Br., Distt. Faisalabad

Tel. No: (041) 4312201-2

Samundri Branch, Distt. Faisalabad

Tel. No: (041) 3423983-4

Chiniot Branch

Tel. No: (047) 6333840-2

Jhang Branch

Tel. No: (047) 7651601-2

Small Industrial Estate Branch, Sialkot

Tel. No: (052) 3242607-9

Pasrur Road Branch, Sialkot

Tel. No: (052) 3521655 & 3521755

Sialkot Cantt Br., Sialkot

Tel. No: (052) 4560023-4

Godhpur Branch, Sialkot

Tel. No: (052) 4563932-3

Daska Branch, Distt. Sialkot

Tel. No: (052) 6617847-8

Sheikhupura Branch

Tel. No: (056) 3613570 & 3813133

Nankana Sahib Branch

Tel. No: (056) 2876342-3

LIST OF BRANCHES

Wazirabad Branch

Tel. No: (055) 6603703-4 & 6608555

Ghakkhar Mandi Branch

Tel. No: (055) 3832611-2

Main Branch, Multan

Tel. No: (061) 4519927 & 4512884

Shah Rukn-e-Alam Branch, Multan

Tel. No: (061) 6784052 & 4

Bosan Road Branch, Multan

Tel. No: (061) 6510690-1

Mumtazabad Br., Multan

Tel. No: (061) 6760213-4

Chowk Shaheedan Branch, Multan

Tel. No: (061) 4581281-2

Azmat Road Br., Dera Ghazi Khan

Tel. No: (064) 2471630-7

Lodhran Branch

Tel. No: (0608) 364766-7

Rahim Yar Khan Branch

Tel. No: (068) 5886042-4

Liaquatpur Br., Distt. Rahim Yar Khan

Tel. No: (068) 5792041-2

Sadiqabad Branch

Tel. No: (068) 5702162 & 5800168

Bahawalpur Branch

Tel. No: (062) 2731703-1

Sargodha Branch

Tel. No: (048) 3726021-3

Khanewal Branch

Tel. No: (065) 2551560-2

Kabirwala Br., Distt. Khanewal

Tel. No: (065) 2400910-3

Mian Channu Branch

Tel. No: (065) 2662201-2

Burewala Branch

Tel. No: (067) 3773110 & 20

Depalpur Branch

Tel. No: (044) 4541341-2

Okara Branch

Tel. No: (044) 2553012-4

Sahiwal Branch

Tel. No: (040) 4467742-3

Chichawatni Branch, Distt. Sahiwal

Tel. No: (040) 5484852-3

Layyah Branch

Tel. No: (060) 6414207-8

Kharoor Pacca Branch

Tel. No: (0608) 341041-2

Muzafargarh Branch

Tel. No: (066) 2422901, 3 & 5

Fazal Garh Sanawan Br., Distt. Muzafargarh

Tel. No: (066) 2250214-5

Sheikho Sugar Mills Br., Distt. Muzafargarh

Tel. No: (061) 6006352-7

Shahbaz Khan Road Branch, Kasur

Tel. No: (0492) 764891-2

Hafizabad Branch

Tel. No: (0547) 541641-2

Pattoki Branch

Tel. No: (049) 4422435-6

Sambrial Branch

Tel. No: (052) 6523451-2

Vehari Branch

Tel. No: (067) 3360015, 21 & 22

Gagoo Mandi Branch, Distt. Vehari

Tel. No: (067) 3500311-2

Mandi Bahauddin Branch

Tel. No: (0546) 507601-2

Mailsi Br., Distt. Vehari

Tel. No: (067) 3750140-5

Bahawalnagar Branch

Tel. No: (063) 2274795-6

Haroonabad Br., Distt. Bahawalnagar

Tel. No: (063) 2251664-5

Toba Tek Singh Branch

Tel. No: (046) 2513203-4

Gojra Branch, Distt. Toba Tek Singh

Tel. No: (046) 3516388-9

Kamalia Branch, Distt. Toba Tek Singh

Tel. No: (046) 3411405-6

Gujrat Branch

Tel. No: (0533) 520591-4

Panjan Kasana Br., Distt. Gujrat

Tel. No: (0537) 533525 & 534525

Kharian Branch

Tel. No: (053) 7535447-8

Lalamusa Branch

Tel. No: (053) 7511072-3

SOUTH REGION

Main Branch, Karachi

Tel. No: (021) 32436990-4 & UAN 111-567-890

Clifton Branch, Karachi

Tel. No: (021) 35877773-4, 35861386

Garden Branch, Karachi

Tel. No: (021) 32232877-8

F. B. Area Branch, Karachi

Tel. No: (021) 36373782-3

Korangi Industrial Area Branch, Karachi

Tel. No: (021) 35113898-9 & 35113900-1

AKUH Branch, Karachi

Tel. No: (021) 34852252-3

Haidery Branch, Karachi

Tel. No: (021) 36638617 & 36630409-410

Jodia Bazar Branch, Karachi

Tel. No: (021) 32413627, 32414920 & 37090140

Shahrah-e-Faisal Branch, Karachi

Tel. No: (021) 34535553-4

DHA Branch, Karachi

Tel. No: (021) 35852209 & 35845211

Gulshan-e-Iqbal Branch, Karachi

Tel. No: (021) 34811831-2

SITE Branch, Karachi

Tel. No: (021) 32568213

Zamzama Branch, Karachi

Tel. No: (021) 35375836-7

Gole Market Branch, Karachi

Tel. No: (021) 36618932 & 36681324

Gulistan-e-Jauhar Branch, Karachi

Tel. No: (021) 34020944-5

LIST OF BRANCHES

M. A. Jinnah Road Branch, Karachi
Tel. No: (021) 32213972 & 32213498

Gulbahar Branch, Karachi
Tel. No: (021) 36607744

North Karachi Branch, Karachi
Tel. No: (021) 36920140-1 & 34246806-7

Block-7 Gulshan-e-Iqbal Branch, Karachi
Tel. No: (021) 34815811-2

Islamic Banking Cloth Market Br., Karachi
Tel. No: (021) 32442961 & 32442977

Paria Street Kharadar Branch, Karachi
Tel. No: (021) 32201059-60

Suparco Branch, Karachi
Tel. No: (021) 34970560 & 37080810

Chandni Chowk Branch, Karachi
Tel. No: (021) 34937933 & 34141296

Allama Iqbal Road Branch, Karachi
Tel. No: (021) 34387673-4

Nishtar Road Branch, Karachi
Tel. No: (021) 32239711 & 3

Waterpump Branch, Karachi
Tel. No: (021) 36312108 & 36312113

Apwa Complex Branch, Karachi
Tel. No: (021) 32253143 & 32253216

Clifton Block-2 Branch, Karachi
Tel. No: (021) 35361115-6

Malir Branch, Karachi
Tel. No: (021) 34518730 & 34517983

Bahadurabad Branch, Karachi
Tel. No: (021) 34135842-3

New Challi Branch, Karachi
Tel. No: (021) 32625246 & 32625279

Shah Faisal Colony Branch, Karachi
Tel. No: (021) 34602446-7

Zaibunissa Street Saddar Branch, Karachi
Tel. No: (021) 35220026-7

Liaquatabad Branch, Karachi
Tel. No: (021) 34860723-6 & 34860725

Lea Market Branch, Karachi
Tel. No: (021) 32526193-4

Korangi Township No: 3 Branch, Karachi
Tel. No: (021) 36007572, 35071176 & 80

North Karachi Ind. Area Branch, Karachi
Tel. No: (021) 36962851-3

F. B. Industrial Area Branch, Karachi
Tel. No: (021) 36829961-3

Napier Road Branch, Karachi
Tel. No: (021) 32713538-9

Gulshan-e-Hadeed Branch, Karachi
Tel. No: (021) 34710252 & 34710256

Metroville Branch, Karachi
Tel. No: (021) 36752206-7

Defence Phase-II Extension Br., Karachi
Tel. No: (021) 35386910 & 1

North Karachi Township Branch, Karachi
Tel. No: (021) 36968605-6

Karachi Stock Exchange Branch, Karachi
Tel. No: (021) 32414003-4

Gulshan-e-Jamal Branch, Karachi
Tel. No: (021) 34682682-3

Alyabad Branch, Karachi
Tel. No: (021) 36826727 & 36332517

Saudabad Branch, Malir, Karachi
Tel. No: (021) 34111904-5

Orangi Town Branch, Karachi
Tel. No: (021) 36694381-4

Safoora Chowk Branch, Karachi
Tel. No: (021) 34657271-2

Barkat-e-Haidery Branch, Karachi
Tel. No: (021) 36645688-9

Shadman Town Branch, Karachi
Tel. No: (021) 36903038-9

New Town Branch, Karachi
Tel. No: (021) 32220702 & 4

Enquiry Office Nazimabad No: 2 Br., Karachi
Tel. No: (021) 36601504-5

Block 13-D Gulshan-e-Iqbal Br., Karachi
Tel. No: (021) 34983883-4

Timber Market Br., Karachi
Tel. No: (021) 32742491-2

Khayaban-e-Ittehad, DHA, Phase-VI Br., Karachi
Tel: (021) 35347414-5

Sindhi Muslim Co-operative Housing Society Branch, Karachi
Tel. No: (021) 34527085-6

Main Branch, Hyderabad
Tel. No: (022) 2781528-9 & UAN 111-567-890

F. J. Road Branch, Hyderabad
Tel. No: (022) 2728131 & 2785997

Latifabad Branch, Hyderabad
Tel. No: (022) 3816309

Qasimabad Branch, Hyderabad
Tel. No: (022) 2651968

Islamic Banking Isra University Branch, Distt. Hyderabad
Tel. No: (022) 2032322 & 2030161-4

Prince Ali Road Branch, Hyderabad
Tel. No: (022) 2638515-6

S.I.T.E. Branch, Hyderabad
Tel. No: (022) 3886861-2

Faqir Jo Pir Branch, Hyderabad
Tel. No: (022) 2612685-6

Matyari Branch, Distt. Matyari
Tel. No: (022) 2760125-6

Sukkur Branch
Tel. No: (071) 5622382 & 5622925

Sanghar Branch, Distt. Sanghar
Tel. No: (0235) 543376-8

Tando Adam Branch, Distt. Sanghar
Tel. No: (0235) 571640-44

Golarchi Branch, Distt. Badin
Tel. No: (0297) 853193-4

Talhar Branch, Distt. Badin
Tel. No: (0297) 830389

Deh. Sonhar Branch, Distt. Badin
Tel. No: (0297) 810025-6

Matli Branch
Tel. No: (0297) 840171-2

Buhara Branch, Distt. Thatta
Tel. No: (0298) 613169

LIST OF BRANCHES

Jati Town Branch, Distt. Thatta Tel. No: (0298) 777120 & 129	Chandni Chowk Branch, Rawalpindi Tel. No: (051) 4455071-3	Topi Branch, Distt. Swabi Tel. No: (0938) 271614-6
Gawadar Branch Tel. No: (086) 4211702-3	22 Number Chungi Branch, Rawalpindi Tel. No: (051) 5563577-8	Mirpur Branch, (AJK) Tel. No: (05827) 444488, 448044 & 448048
Hub Branch, Distt. Lasbela Tel. No: (0853) 310225-7	Muslim Town Branch, Rawalpindi Tel. No: (051) 4425925, 6 & 9	Islamgarh Branch, (AJK) Tel. No: (05827) 423981-2
Ranipur Branch, Distt. Khairpur Tel. No: (0243) 630256-7	Pindora Branch, Rawalpindi Tel. No: (051) 4419020-22	Chaksawari Branch, Distt. Mirpur (AJK) Tel. No: (05827) 454775-6
Tando Allah Yar Branch Tel. No: (022) 3890262-3	Gulraiz Branch, Rawalpindi Tel. No: (051) 5509690-2	Dadyal Branch, Distt. Mirpur (AJK) Tel. No: (05827) 465555 & 465560-2
Sultanabad Branch, Distt. Tando Allah Yar Tel. No: (0233) 509649	Bewal Br., Distt. Rawalpindi Tel. No: (051) 3360274-5	Jattlan Branch, Distt. Mirpur (AJK) Tel. No: (05827) 403591-4
Shahdadpur Branch, Distt. Sanghar Tel. No: (0235) 841982 & 4	Peshawar Road Br., Rawalpindi Tel. No: (051) 5460115-7	Gilgit Branch Tel. No: (05811) 453749
Umerkot Branch Tel. No: (0238) 571350 & 571356	Main Branch, Islamabad Tel. No: (051) 2277551, 2272460 & UAN 111-567-890	Denyore Branch, Distt. Gilgit Tel. No: (05811) 459986-7
Tando Bago Sub Branch, Distt. Badin Tel. No: (0297) 854554-5	G-9 Markaz Branch, Islamabad Tel. No: (051) 2850171-3	Jutial Branch, Distt. Gilgit Tel. No: (05811) 457233-5
Nawabshah Branch Tel. No: (0244) 363919	Islamic Banking I-10 Markaz Branch, Islamabad Tel. No: (051) 4101733-5	Aliabad Branch, Hunza Tel. No: (05813) 455000 & 455001
Mirpurkhas Branch Tel. No: (0233) 876418-9	I-9 Markaz Branch, Islamabad Tel. No: (051) 4858101-3	Gahkuch Branch Tel. No: (05814) 450408-10
Larkana Branch Tel. No: (074) 4058601-4	E-11 Branch, Islamabad Tel. No: (051) 2228756-9	Skardu Branch Tel. No: (05815) 450327 & 450189
Panjhatti Branch Tel. No: (0243) 552183-4	DHA Phase-II Branch, Islamabad Tel. No: (051) 5161969 & 5161970	Mansehra Road Branch, Abbottabad Tel. No: (0992) 385231-3
Ghotki Branch Tel. No: (0723) 680305-6	Islamic Banking F-8 Markaz Br., Islamabad Tel. No: (051) 2818019-21	Jhelum Branch Tel. No: (0544) 625794-5
Main Branch, Quetta Tel. No: (081) 2821610 & 2821641	G-11 Markaz Branch, Islamabad Tel. No: (051) 2830152-4	Booni Branch, Distt. Chitral Tel. No: (0943) 470413-4
Islamic Banking Hazar Gunji Br., Quetta Tel. No: (081) 2471985-6	Lathrar Road Br., Tarlai, Distt. Islamabad Tel. No: (051) 2241664-6	Chitral Branch, Distt. Chitral Tel. No: (0943) 412078-9
NORTH REGION	Soan Garden Br., Distt. Islamabad Tel. No: (051) 5738942-4	Chakwal Branch Tel. No: (0543) 543128-30
Main Branch, Peshawar Tel. No: (091) 5277914-6 & 5277394	Taxila Branch Tel. No: (051) 4544733 & 5	Mardan Branch Tel. No: (0937) 864755-7
Chowk Yadgar Branch, Peshawar Tel. No: (091) 2573335-6	Gujar Khan Branch Tel. No: (051) 3516328 - 9	Muzaffarabad Branch Tel. No: (0582) 2920025-6
Islamic Banking Khyber Bazar Branch, Peshawar Tel. No: (091) 2566812-3	Waisa Branch, Distt. Attock Tel. No: (057) 2651066-8	Islamic Banking Chillas Br., Distt. Diamer Tel. No: (05812) 450631-2
Main Branch, Rawalpindi Tel. No: (051) 5522901-3 & 5700519	Swabi Branch, Distt. Swabi Tel. No: (0938) 221741, 3 & 4	Hattar Branch, Distt. Haripur Tel. No: (0995) 617152-3

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24/7 Call Centre: 0800-00500

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