



MCB Islamic Bank Ltd.

بابرکتے بینکارے، ہمارے ذمہ داری

FIRST
QUARTER
REPORT

2022



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ABOUT MCB ISLAMIC BANK

MCB Islamic Bank Limited (the “Bank”) is the wholly owned subsidiary of MCB Bank Limited and commenced its operations in 2015 with a nation-wide network of branches.

The aim of MCB Islamic Bank Limited is to be the first choice Shari’ah compliant financial services provider for the customers and to carry out business purely in accordance with Shari’ah principles with full conviction and devotion.

MISSION STATEMENT

- To provide innovative Shari’ah compliant financial solutions and quality services to our customers.
- To maximize returns in Halal manners for our shareholders.
- To nurture an internal environment of qualified professionals and cutting-edge technology

VISION STATEMENT

To be the leading provider of Shari’ah Compliant Innovative financial products with a focus on service quality and providing superior value for our customers, shareholders, employees and the community.

OUR VALUES

We are Shari’ah driven

Following the Shari’ah we will conduct our activity in a fair, ethical and socially responsible manner.

Dedicated and Dependable

We will build strong, enduring relationships, delivering an experience that delights our customers.

Aspirational

We will be professional and fulfil our commitments, delivering high quality products and services.

CREDIT RATING

Long Term

A

Short Term

A - 1



CORPORATE INFORMATION

Board of Directors

Mr. Raza Mansha (Chairman)	Non-Executive Director
Mr. Jawaid Iqbal	Independent Director
Ms. Seema Aziz	Independent Director
Mr. Ahmed Ebrahim Hasham	Non-Executive Director
Mr. Ibrahim Shamsi	Non-Executive Director
Mr. Omair Safdar	Non-Executive Director
Mr. Usman Hassan	Non-Executive Director
Mr. Muhammad Afaq Khan	President / CEO

Board Audit Committee

Mr. Jawaid Iqbal	Chairman
Ms. Seema Aziz	Member
Mr. Ibrahim Shamsi	Member
Mr. Omair Safdar	Member

Human Resource & Remuneration Committee

Mr. Jawaid Iqbal	Chairman
Ms. Seema Aziz	Member
Mr. Raza Mansha	Member
Mr. Usman Hassan	Member
Mr. Omair Safdar	Member

Risk Management & Portfolio Review Committee

Mr. Omair Safdar	Chairman
Mr. Ahmed Ebrahim Hasham	Member
Mr. Ibrahim Shamsi	Member
Mr. Jawaid Iqbal	Member
Mr. Muhammad Afaq Khan	Member

Board Evaluation Committee

Mr. Usman Hassan	Chairman
Ms. Seema Aziz	Member

Business Strategy & Service Quality Review Committee

Mr. Ahmed Ebrahim Hasham	Chairman
Mr. Usman Hassan	Member
Mr. Omair Safdar	Member
Mr. Muhammad Afaq Khan	Member

I.T. Committee

Mr. Ibrahim Shamsi	Chairman
Mr. Jawaid Iqbal	Member
Mr. Muhammad Afaq Khan	Member

Shari'ah Board

Prof. Mufti Munib-ur-Rehman	Chairman
Mufti Syed Sabir Hussain	Resident Shari'ah Board Member
Mufti Nadeem Iqbal	Shari'ah Board Member

Chief Financial Officer

Syed Iftikhar Hussain Rizvi

Company Secretary

Ms. Maimoona Cheema

Head of Internal Audit

Mr. Muhammad Tariq Gondal

Legal Advisor

M/s Imtiaz Siddiqui & Associates,
Advocates & Solicitor

Auditors

M/s A.F. Ferguson & Co., Chartered
Accountants

Registered Office

59-T Block, Phase-II, DHA, Lahore

Website

www.mcbislamicbank.com

DIRECTORS' REPORT TO THE MEMBERS

On behalf of the Board of Directors of MCB Islamic Bank Ltd. (the Bank), we are pleased to present the financial results for the First Quarter Ended March 31, 2022

Rs. in Million

Statement of Financial Position	Mar 31, 2022	Dec 31, 2021	Growth
Deposits	124,900	122,748	2%
Total Assets	164,118	161,267	2%
Investments – net	31,805	33,476	-5%
Islamic Financing – net	97,395	96,309	1%
Shareholders' Equity (including revaluations)	10,772	10,605	2%

Profit & Loss Account	Jan – Mar 2022	Jan – Mar 2021	Growth
Operating income	3,050	2,232	37%
Operating and other expenses	1,206	1,077	12%
Reversal of provisions against financing and investments	129	36	258%
Profit before taxation	210	92	128%
Profit after taxation	128	55	133%
Basic / diluted earnings per share – Rs.	0.110	0.047	134%

Performance Review

Pakistan's Banking Sector remained resilient and performed well. The industry is undergoing a radical shift, one driven by possible new competition from Fin Techs, changing business models, mounting regulation and compliance pressures, and disruptive technologies.

Despite these challenges our Bank remained fully aware of the high downside risks to the economic and operating environment and pursued its strategy of consistent growth through deposit mobilization and prudent financing practices, supported by an optimal organizational structure, robust risk management framework and effective compliance with regulatory instructions, helping the Bank to attain **a profit before tax of Rs.210 million during the first quarter of the year 2022, Alhamdulillah.**

The Bank's Deposit base reached at Rs.124.9 billion as of March 31, 2022 as compared to Rs.122.75 billion as at December 31, 2021, registering a growth of 2% while accumulation of no and low-cost deposits remained a key objective of the Bank during the period under review. The Bank's Current and Saving Account (CASA) mix stands at a healthy rate of 73% with non-remunerative Deposits constituting 37% of total deposit mix of the Bank as of March 31, 2022. The bank achieved a significant growth in Current Accounts by Rs.3.65 billion (9%) during the period. The Bank continues to emphasize on promoting Islamic Banking amongst potential non-banked customers through offering a variety of Islamic Banking products and ensuring service excellence.

Total assets of the Bank increased by 2% to reach at Rs.164.12 billion as of March 31, 2022 as compared to Rs.161.27 billion as at December 31, 2021. The net Financing was closed at Rs.97.40 billion against the December 31, 2021 position of Rs.96.31 billion, showing management perceptive approach to gear up the banks' profitability without compromising its Capital Adequacy which closed at 11.56%. The management has its continuous focus on efficient capital management, better asset quality and high yielding portfolio.

During the period under review, Bank earned a total income of Rs.1.29 billion, while return on earning assets stood at a level of 9.32% with the cost of funds at 5.24% resulting in a net spread of 4.08% for the period under review. On the expense side, despite high inflationary pressures, Operating and Other Expenses were contained to increase only by 12% amidst exorbitant rise in the general price level as compared to the corresponding period of last year through effective management controls in order to sustain profitability levels.

In view of the above developments, gradually increasing Balance Sheet spreads through effective portfolio mix, management enabled the Bank's P&L to maintain an after-tax profit of Rs.128 million for the period under review against Rs.55 million for the corresponding period of last year. The improvement in the Bank's profitability is also evident from earnings per share after tax of Rs. 0.110 for the period under review, against Rs.047 for the same period last year.

Credit Rating

Pakistan Credit Rating Agency (PACRA) has maintained the Bank's medium to long-term rating as "A" and the short-term rating as 'A-1' with positive outlook.

Economic Review

Presently global economy is facing challenges of financial sanctions, commodity prices, and supply-chain disruptions due to the war between Russia-Ukraine which has heightened uncertainty and will cut the global economic growth, as forecasted by World Bank. Higher commodities prices will fuel global inflation this year and possibly in 2023. The pandemic persists, fuelled by the Omicron variant spreads, however milder health impacts and vaccination progress have allowed economies to remain more open than in previous waves. On the other hand, the rising energy prices and supply disruptions have resulted in higher and more broad-based inflation than anticipated, notably in the United States and many emerging market and developing economies. Accordingly, International Monetary Fund (IMF) projects global growth to moderate from 5.9% in 2021 to 4.4% in 2022 largely reflecting forecast markdowns in the two largest economies and further deteriorates to 3.8% in 2023.

Although Pakistan's economic recovery is underway, still, the domestic and international scenario is changing over the course of time. Thus, inflationary and external sectors risks are building macroeconomic imbalances. The government is taking various policy, administrative and relief measures to counter the downside risks for the economy. Likewise, domestic political conditions is building domestic risks. A further escalation of these risks in particular the political instability could expose the positive outlook for Pakistan's economy and may also aggravate the macroeconomic imbalances. According to IMF, Pakistan's Real GDP growth is projected at 4% in 2022 as compared to 3.9% in 2021.

During the period Jul-Jan of Fiscal Year (FY) 2022, Large-Scale Manufacturing (LSM) gained the growth momentum of 7.6% against 1.8% last year with outstanding performance in sub-sectors especially, Furniture, Wood Products, Automobile, Tobacco, Wearing Apparel, and Football. On a year-on-year basis, LSM witnessed a growth of 8.2% in January 2022 and 4.2% on month-on-month basis.

Controlling high inflation levels continues to be a major challenge. The inflation out-turn in March 2022 surprised on the upside, with core inflation in both urban and rural areas also rising significantly. Stringent policy measures and their effective execution remain the key to maintain balance between fiscal discipline and keeping overall general price levels on the lower side. National Consumer Price Index (CPI) was recorded at 12.5% on year-on-year basis in March 2022 as against 8.1% during the same period last year. However, the rising Inflation driven by high commodity prices globally, widening current account deficit, surging fuel price, electricity tariff hike and massive depreciation of rupee against dollar, all pose serious impediment to sustainable growth. These developments necessitated a strong and proactive policy response. Accordingly, SBP raised policy rate by 250 bps from December 2021 to bring it to 12.25% on April 07, 2022. This increases forward-looking real interest rates to mildly positive territory. This will also help to safeguard external and price stability. Further, State Bank of Pakistan (SBP) is in the process of taking further actions to reduce pressures on inflation and the current account, namely an increase in the interest rate on the export refinance scheme and widening the set of import items subject to cash margin requirements. These items are mostly finished goods including luxury items and exclude raw materials.

On the external front, the Current Account posted a deficit of USD 12.1 billion for the period Jul-Feb of FY2022 as against a surplus of USD 994 million last year. The current account deficit widened due to the constantly growing import volume of energy and non-energy commodities, along with a rising trend in the global prices of oil, Covid-19 vaccines, food and metals. Exports on fob grew by 28.1% percent during the period Jul-Feb of FY2022 and reached USD 20.6 billion (USD 16.1 billion last year). Imports on fob grew by 49.1% during the period Jul-Feb of FY2022 and reached USD 47.9 billion (USD 32.1 billion last year). Resultantly the trade deficit (period Jul-Feb of FY2022) reached USD 27.3 billion as against USD 16.0 billion last year. However, the current account deficit is expected to further widen in the coming months due to the pick-up in domestic activity, rising imports of capital goods and vaccine. The workers' remittances stood at USD 22.9 billion during the period Jul-Mar of FY 2022 against the USD 21.4 billion during the corresponding period of last year, growing by 7.1%. Workers' remittances continued their unprecedented streak of above USD 2.0 billion for the 22nd consecutive month in March 2022. FX reserves stood at USD 18.5 billion as at March 2022, with exchange rate depreciated by 20.11% year-on-year basis.

On the fiscal front, the fiscal deficit during the period Jul-Jan of FY2022 is recorded at 2.9% of GDP (Rs.1,862 billion) against 2.4% of GDP (Rs.1,309 billion) last year.

The KSE-100 Index closed at 44,929 points on March 31, 2022, an upward shift by 333 points from December 31, 2021. These marginal shifts are mainly attributable to an increase in SBP's policy rate and extremely uncertain political climate in the country.

Islamic banking industry continues to grow significantly, and has further strengthened its base by growing its total assets and deposits by 14.2% and 10.2% closing at Rs.5,577 billion (market share of 18.6%) and Rs.4,211 billion (market share of 19.4%) respectively, whereas the Branch network closed at 3,956 branches by the end of December 2021.

Future Outlook

Looking ahead risks to the global baseline are tilted to the downside. The emergence of new Covid-19 variants could prolong the pandemic and induce renewed economic disruptions. Moreover, supply chain disruptions, energy price volatility, and localized wage pressures mean uncertainty around inflation and policy paths is high. As advanced economies lift policy rates, risks to financial stability and emerging market and developing economies' capital flows, currencies, and fiscal positions especially with debt levels having increased significantly in the past two years, may emerge. Other global risks may crystallize as geopolitical tensions remain high, and the ongoing climate emergency means that the probability of major natural disasters remains elevated. These implications translate a drop in growth projected by IMF to 4.4% and a further drop to 3.8% in 2023.

Pakistan's economy is facing various uncertainties on account of on-going political situation in the country, rising international commodity prices, developments on the IMF program together with possible demand-driven upward push to inflation, geopolitical dynamics especially in Russia-Ukraine, massive corrosion of rupee against dollar and the recent upward shift in policy rate. SBP's average inflation forecasts have been revised upwards to slightly above 11% in FY 2022 before moderating in FY 2023. The current account deficit is still expected to be around 4% of GDP in FY 2022. While the non-oil current account balance has continued to improve, the overall current account remains dependent on global commodity prices.

The Banking industry navigated through the challenging economic conditions prevailing due to the pandemic, political instability, exorbitant rise in the general price level and geographical dynamics. The credit, operation and information security risks will be critical for the industry in coming days. At the same time, robust growth opportunities in e-banking avenues are evolving banking dynamics towards ease and convenience.

In view of above, the Bank is determined to continue with its strategy of long-term sustainable profitability by focusing on generating no and low-cost Deposits, along with high earning assets and containment of operating costs.

Acknowledgment

On behalf of the Board of Directors and management, we wish to express our sincere gratitude to our customers, business partners and shareholders for their continued patronage and trust. We would also like to thank SBP, Securities & Exchange Commission of Pakistan and other regulatory authorities for their continuous guidance and support. The Board of Directors sincerely appreciates the significant contribution by all its staff members to the growth of this franchise under challenging business conditions.

For and on behalf of the Board of Directors



Muhammad Afaq Khan
President / CEO

June 30, 2021



Raza Mansha
Chairman

کر رہی ہے۔ اسٹیٹ بینک آف پاکستان کی اوسط افراط زر کی نظر ثانی شدہ پیش بینی سال 2023ء کے لیے قدرے معتدل ہونے سے پہلے سال 2022ء کے دوران 11 فیصد کی شرح سے قدرے بلندی پر تخمینہ کی گئی ہے۔ مالی سال 2022ء کے لیے کرنٹ اکاؤنٹ کا خسارہ جی ڈی پی کے 4 فیصد کے قریب رہنے کی توقع ہے۔ جبکہ، تیل کے علاوہ کرنٹ اکاؤنٹ کے بیلنس میں بہتری کا رجحان برقرار ہے۔ مجموعی کرنٹ اکاؤنٹ اشیاء کی عالمی قیمتوں کے مسلسل تابع ہے۔

بینکاری کی صنعت کووڈ - 19 کی عالمگیر وباء، سیاسی عدم استحکام، اشیاء کی آسان کو چھوٹی قیمتوں اور جغرافیائی صورتحال سے جڑے مشکل معاشی حالات کا سامنا کر رہی ہے۔ قرضہ جات، کاروبار اور انفارمیشن سکیورٹی سے متعلق خدشات آنے والے دنوں میں صنعت کے لیے نہایت اہم ہونگے۔ دریں اثناء ای بینکنگ کے میدان میں موجود مضبوط ترقی کے مواقع بینکنگ کی صنعت میں آسانی اور سہولت کے ارتقاء کا باعث بن رہے ہیں۔

مندرجہ بالا کے تناظر میں بینک کم یا بغیر لاگت کے ڈیپازٹس کے حصول اور اس کے ساتھ ساتھ زیادہ آمدنی کے حامل اثاثہ جات اور کاروباری لاگت کو محدود رکھتے ہوئے اپنی طویل المدت پائیدار منافع کی حکمت عملی کو جاری رکھنے کے لیے پرعزم ہے۔

تسلیم و تحسین :

بورڈ آف ڈائریکٹرز کی جانب سے ہم اپنے صارفین، کاروباری شراکت دار اور شیئر ہولڈرز کا انکے مسلسل اعتماد اور تعاون پر تہہ دل سے مشکور ہیں۔ ہم اسٹیٹ بینک آف پاکستان، سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور دیگر انضباطی اداروں کا انکی جاری معاونت اور رہنمائی پر بھی بے حد مشکور ہیں۔ بورڈ آف ڈائریکٹرز اپنے تمام ملازمین کی خدمات کا پُر خلوص اعتراف کرتے ہیں جنکی بدولت ادارے نے مشکل ماحول میں بھی شاندار ترقی کی ہے۔

منجانب و برائے بورڈ آف ڈائریکٹرز:


رضامند

چیئرمین


محمد آفاق خان

پریذیڈنٹ اسی ای او

تاریخ: 06-05-2022

غذائی اجناس اور دھاتوں کی بڑھتی قیمتیں ہیں۔ فریٹ آن بورڈ (ایف او بی) برآمدات مالی سال 2022ء کے جولائی تا فروری کے عرصے میں 28.1 فیصد کی نمو کے اندراج کے ساتھ 20.6 بلین امریکی ڈالرز پر پہنچ گئیں (گزشتہ سال - 16.1 بلین امریکی ڈالرز)۔ ایف او بی درآمدات مالی سال 2022ء کے جولائی تا فروری کے عرصے میں 49.1 فیصد کے اضافے کے ساتھ 47.9 بلین امریکی ڈالرز پر پہنچ گئیں (گزشتہ سال - 32.1 بلین امریکی ڈالرز)۔ جس کے نتیجے میں تجارتی خسارہ مالی سال 2022ء کے جولائی تا فروری کے عرصے میں گزشتہ سال کے 16 بلین امریکی ڈالرز کے مقابلے میں 27.3 بلین امریکی ڈالرز پر ریکارڈ کیا گیا۔ تاہم، داخلی سرگرمیوں میں اضافے، اشیائے سرمایہ اور ویکسین کی بڑھتی ہوئی درآمدات کی بدولت اگلے چند مہینوں میں کرنٹ اکاؤنٹ کے خسارے کی خلیج مزید وسیع ہونے کی توقع ہے۔ افرادی ترسیلات زر مالی سال 2022ء کے جولائی تا مارچ کے عرصے میں پچھلے سال کے مماثل عرصے کے دوران وصول شدہ 21.4 بلین امریکی ڈالرز کی نسبت 7.1 فیصد کی نمو کے ساتھ 22.9 بلین امریکی ڈالرز پر پہنچ گئیں۔ غیر ملکی ترسیلات زر نے مارچ 2022ء کے دوران اپنے 2 بلین ڈالرز سے زائد ماہانہ کے بے مثال تسلسل کو 22 ویں میں بھی برقرار رکھا۔ غیر ملکی زرمبادلہ کے ذخائر مارچ 2022ء تک 18.5 بلین امریکی ڈالرز پر درج ہوئے جبکہ امریکی ڈالرز کے مقابلے میں پاکستانی روپے کی شرح تبادلہ میں، سال بہ سال کی بنیاد پر، 20.11 فیصد کی فرسودگی ہوئی۔

مالیاتی محاذ پر، مالی خسارہ گزشتہ سال کی جی ڈی پی کی 2.4 فیصد کی شرح (1,309 بلین روپے) کی نسبت مالی سال 2022ء کے جولائی تا جنوری کے عرصے میں جی ڈی پی کی 2.9 فیصد کی شرح پر ریکارڈ کیا گیا (1,862 بلین روپے)۔

کے ایس ای - 100 انڈیکس 31 دسمبر 2021ء تک کی سطح سے 333 پوائنٹس کے اضافے کے ساتھ 31 مارچ 2022ء کو 44,929 پوائنٹس پر بند ہوا۔ اضافوں کی یہ معمولی نوعیت اسٹیٹ بینک آف پاکستان کی جانب سے پالیسی ریٹ میں اضافے اور ملک میں جاری شدید سیاسی غیر یقینی کی وجہ سے ہے۔

اسلامی بینکاری کی صنعت اپنے کل اثاثہ جات اور ڈیپازٹس میں 14.2 فیصد اور 10.2 فیصد کی نمو کے ساتھ بالترتیب 5,577 بلین روپے (مارکیٹ شیئر 18.6 فیصد) اور 4,211 بلین روپے (مارکیٹ شیئر 19.4 فیصد) کی سطح تک جاتے ہوئے، اپنی ترقی کے سفر کو جاری اور اپنی بنیاد کو مزید مضبوط بنا رہی ہے۔ جبکہ برانچوں کا نیٹ ورک دسمبر 2021ء کے اختتام تک 3,956 برانچوں پر بند ہوا۔

مستقبل کی پیش بینی :

مستقبل میں عالمی معیشت کو درپیش خدشات میں تنزلی کا رخ نمایاں ہے۔ کووڈ - 19 کے کسی بھی ممکنہ نئے ویریئنٹ (شکل) کے ظہور پذیر ہونے سے عالمگیر دباؤ مزید طول پکڑ سکتی ہے اور نئی معاشی قوتوں کا پیش خیمہ ثابت ہو سکتی ہے۔ مزید برآں، رسد کی ترسیل کی رکاوٹوں، توانائی کی قیمتوں میں اونچ نیچ اور اندرونی اجزوں کے دباؤ سے افراط زر اور پالیسی کے نفاذ کی راہ دونوں میں غیر یقینی کی صورتحال میں اضافہ متوقع ہے۔ ترقی یافتہ معیشتوں کی جانب سے پالیسی ریٹ کی شرحوں کو بلند کرنے، ابھرتی منڈیوں اور ترقی پذیر معیشتوں کے سرمائے کی دستیابی، کرنسیوں اور مالی صورتحال؛ خاص طور پر جہاں پچھلے دو سالوں میں قرض کی سطح میں نمایاں اضافہ ہوا ہے، کے مالیاتی استحکام کو خدشات لاحق ہو سکتے ہیں۔ دیگر عالمی خدشات، جغرافیائی و سیاسی تناؤ کے برقرار رہنے سے زیادہ نمایاں ہو سکتے ہیں اور حالیہ جاری ماحولیاتی ہنگامی حالت اس امر کی غماز ہے کہ قدرتی آفات کے وقوع پذیر ہونے کا امکان خاصا بلند ہے۔ ان درپیش خدشات کے تناظر میں آئی ایم ایف نے نمو کے تخمینے کو کمی کے ساتھ 4.4 فیصد پر تجویز کیا ہے۔ جبکہ، سال 2023ء کے لیے اس کو مزید کم کر کے 3.8 فیصد پر تعین کیا ہے۔

پاکستان کی معیشت، ملک میں جاری سیاسی غیر یقینی کی صورتحال، اشیاء کی عالمی قیمتوں میں اضافہ، آئی ایم ایف کے پروگرام میں ہونے والی تبدیلیوں اور اس کے ساتھ طلب پر منحصر افراط زر کے دباؤ، جغرافیائی و سیاسی صورتحال خاص طور پر روس اور یوکرین کے حالیہ تنازعے کے حوالے سے، ڈالر کے مقابلے میں روپے کی قدر میں بڑے پیمانے پر ہونے والی فرسودگی اور پالیسی ریٹ میں ہونے والا حالیہ اضافہ جیسے کثیر الجہت عوامل کا سامنا

برقرار رکھ سکیں۔ دوسری طرف، توانائی کی قیمتوں میں اضافے اور اسکی رسد میں درپیش مشکلات کے سبب، خاص طور پر امریکہ اور دیگر ابھرتی منڈیوں اور ترقی پذیر معیشتوں میں توقع سے زیادہ بلند اور وسیع البیاد افراط زر دیکھا گیا۔ چنانچہ، مالیاتی فنڈ (آئی ایم ایف) نے عالمی معیشت کی نمو کو سال 2021ء میں 5.9 فیصد کی شرح سے قدرے کمی کے ساتھ، سال 2022ء کے لیے 4.4 فیصد کی شرح پر، جو کہ زیادہ تر دو بڑی معیشتوں کی پیش بینی میں کٹوتی کا مظہر ہے، تجویز کی ہے۔ جبکہ، سال 2023ء کے لیے اس میں مزید تنزیل کی توقع کے ساتھ اس کی شرح 3.8 فیصد پر اندازہ کی ہے۔

اگرچہ، پاکستان کی معیشت بحالی کے سفر پر گامزن ہے تاہم، ابھی بھی، داخلی اور عالمی صورتحال دن بدن تبدیل ہو رہی ہے۔ لہذا، افراط زر اور بیرونی شعبوں کے خدشات کلاں معاشی عدم توازن پیدا کر رہے ہیں۔ حکومت معیشت کو درپیش ان تطہیری خدشات کے تدارک کے لیے کئی پالیسی، انتظامی اور امدادی اقدامات اٹھا رہی ہے۔ اسی طرح، داخلی سیاسی صورتحال سے بھی کئی اندرونی خلفشار پیدا ہو رہے ہیں۔ اس سیاسی غیر یقینی میں کسی بھی ناخوشگوار اضافے سے پاکستان کی معیشت کی مثبت پیش بینی بڑی طرح متاثر ہو سکتی ہے اور کلاں معاشی عدم توازن میں بڑھوتی کا باعث بن سکتی ہے۔ آئی ایم ایف کے نے پاکستان کی جی ڈی پی کی حقیقی نمو کا اندازہ سال 2021ء کی 3.9 فیصد کی شرح کی نسبت سال 2022ء کے لیے 4 فیصد پر تخمینہ کیا ہے۔

مالی سال 2022ء کے جولائی تا جنوری کے عرصے میں بڑے پیمانے کی پیداواری صنعت نے نمو کی تحریک پکڑی اور گزشتہ سال کی 1.8 فیصد کی شرح کی نسبت کئی ذیلی شعبوں خاص طور پر فرنیچر، لکڑی سے بنی اشیاء، آؤموبیل، تمباکو، ریڈی میڈ کپڑے اور فٹ بال وغیرہ میں غیر معمولی کارکردگی کے ذریعے 7.6 فیصد کی نمو حاصل کی۔ سال بہ سال کی بنیاد پر، بڑے پیمانے کی پیداواری صنعت میں جنوری 2022ء کے دوران 8.2 فیصد کی نمو دیکھی گئی اور ماہانہ بنیاد پر یہ شرح 4.2 فیصد رہی۔

افراط زر کے بلند رجحان پر قابو پانا ایک نمایاں چیلنج کے طور پر برقرار ہے۔ افراط زر کا پھیلاؤ مارچ 2022ء میں حیران کن حد تک اضافے کی طرف مائل رہا۔ جس میں شہری اور دیہی دونوں علاقوں میں خالص افراط زر میں نمایاں بلندی کا رجحان دیکھا گیا۔ کڑے پالیسی اقدامات اور انکا موزوں نفاذ، مالیاتی نظم و ضبط اور مجموعی عام قیمتوں کو کم ترین سطح پر رکھنے کے درمیان توازن قائم کرنے کے لیے ایک اہم اور کلیدی حیثیت کے طور پر برقرار ہے۔ صارفین کی قیمتوں کا قومی جدول گزشتہ سال کے مماثلٹی عرصہ کی 8.1 فیصد کی شرح کے تناسب میں مارچ 2022ء میں، سال بہ سال کی بنیاد پر، 12.5 فیصد پر درج ہوا۔ تاہم اشیاء کی عالمی قیمتوں میں اضافے، بڑھتے ہوئے کرنٹ اکاؤنٹ خسارے، تیل کی بلند ہوتی قیمتیں، بجلی کے ٹیرف (محصول) میں اضافے اور ڈالر کے مقابلے میں روپے کی قدر میں شدید فرسودگی کی بنیاد پر افراط زر کی بڑھوتی پائیدار نمو کے نہایت سنجیدہ خطرات کا اظہار کر رہی ہے۔ یہ تبدیلیاں ایک مضبوط اور پیش قدم پالیسی کے رد عمل کی ناگزیر صورتحال کی متقاضی ہیں۔ چنانچہ، اسٹیٹ بینک آف پاکستان نے 7 اپریل 2022ء کو پالیسی ریٹ میں دسمبر 2021ء سے 250 بی پی ایس کا اضافہ کرتے ہوئے اس کو 12.25 فیصد پر مقرر کیا ہے۔ اس سے مستقبل میں حقیقی انٹرسٹ ریٹ پر قدرے مثبت اثرات مرتب ہوں گے۔ اس سے بیرونی تحفظ اور قیمتوں میں استحکام بھی پیدا ہوگا۔ مزید یہ کہ، اسٹیٹ بینک آف پاکستان افراط زر اور کرنٹ اکاؤنٹ پر دباؤ میں کمی لانے کے لیے کئی مزید اقدامات اٹھانے کے مراحل میں ہے؛ جس میں ایکسپورٹ ری فنانس سکیم کے انٹرسٹ ریٹ میں اضافہ اور کیش مارجن کے مطلوبات سے مشروط، درآمدی اشیاء میں وسعت جیسے اقدام شامل ہیں۔ ان اشیاء میں زیادہ تر مکمل تیار چیزیں (فینشڈ گڈز - Finished Goods) بشمول پریشی اشیاء، ماسوائے خام مال کے، شامل ہیں۔

بیرونی مخازن پر، کرنٹ اکاؤنٹ میں گزشتہ سال کے 994 ملین امریکی ڈالرز کے زائد الحاصل حجم کی نسبت مالی سال 2022ء کے جولائی تا فروری کے عرصے کے دوران 12.1 ملین امریکی ڈالرز کا خسارہ درج کیا گیا۔ کرنٹ اکاؤنٹ خسارے میں اس وسعت کی وجوہات میں توانائی اور غیر توانائی کی اشیاء کی درآمدات میں مسلسل اضافہ اور اس کے ساتھ ساتھ تیل کی عالمی قیمتوں میں بلندی کے رجحان، کووڈ - 19 کی ویکسین،

بینک کے ڈیپازٹس کی اساس 31 دسمبر 2021ء کے 122.75 بلین روپے کے حجم کے مقابلے میں 2 فیصد کی نمو کے ساتھ 31 مارچ 2022ء تک 124.9 بلین روپے پر جا پہنچی جبکہ اس زیر تجزیہ عرصہ میں کم یا بغیر لاگت کے ڈیپازٹس کا حصول بینک کے بنیادی مقاصد میں نمایاں حیثیت کا حامل رہا۔ بینک کے کرنٹ اور سیونگ اکاؤنٹ (کاسا - CASA) کی ترکیب 73 فیصد کی توانا شرح پر درج ہوئی جبکہ غیر پیداواری ڈیپازٹس، بینک کے کل ڈیپازٹس کی 31 مارچ 2022ء تک کی ترکیب کا 37 فیصد پر شمار ہوئے۔ بینک نے اپنے کرنٹ ڈیپازٹس میں، اس عرصہ کے دوران، 3.65 بلین روپے (9%) کی قابل قدر نمو حاصل کی۔ بینک اسلامی بینکاری کی نئی اور مختلف پراڈکٹس کی باقاعدگی سے اجراء اور خدمات کے اعلیٰ معیار کو یقینی بناتے ہوئے بینکاری سے محروم صارفین کے حوالے سے موجود مواقع سے استفادہ حاصل کرنے کے لیے اسلامی بینکنگ کے فروغ پر اپنی مسلسل توجہ برقرار رکھے ہوئے ہے۔

بینک کے کل اثاثہ جات 31 دسمبر 2021ء کی 161.27 بلین روپے کی سطح کی نسبت 31 مارچ 2022ء تک 2 فیصد کے اضافے کے ساتھ 164.12 بلین روپے پر جا پہنچے۔ خالص قرضہ جات کا حجم 31 دسمبر 2021ء کی 96.31 روپے کی سطح کے مقابلے میں 97.40 بلین روپے پر درج ہوا۔ جو کہ بینک کی انتظامیہ کی جانب سے اپنے سرمائے کی معقولیت (کیپٹل ایڈیکویسی)، جس کی شرح 11.56 فیصد پر پہنچ گئی، پر کوئی سمجھوتہ کیے بغیر اپنے منافع میں اضافہ کی دورانہ پیش حکمت عملی کا مظہر ہے۔ انتظامیہ اپنے سرمائے کے موزوں انصرام، اثاثہ جات کے بہتر معیار اور زیادہ آمدنی کے حامل پورٹ فولیو پر اپنی مسلسل توجہ مرکوز کیے ہوئے ہے۔

اس زیر نظر مدت کے دوران، بینک نے 1.29 بلین روپے کی کل آمدنی حاصل کی جبکہ پیداواری اثاثہ جات کی آمدنی کی شرح 9.32 فیصد کی سطح پر رہی۔ جس کے ساتھ سرمائے کی لاگت کی شرح 5.24 فیصد پر درج ہوئی۔ چنانچہ، اس زیر جائزہ عرصہ میں 4.08 فیصد کا خالص سپریڈ حاصل ہوا۔ اخراجات کے حوالے سے، افراط زر کے دباؤ کے باوجود منافع کی پائیدار سطح کے حصول کے لیے، کاروباری اور دیگر اخراجات کو موزوں انتظامی کنٹرول کے ذریعے گزشتہ سال کے تقابلی عرصہ کی نسبت بے پناہ بڑھتی قیمتوں کے درمیان محض 12 فیصد کی شرح پر محدود رکھا گیا۔

مندرجہ بالا عوامل کے تاثر میں، اپنی بیلنس شیٹ کے سپریڈز میں پورٹ فولیو کے موثر انتظام کے ذریعے بتدریج اضافے کے باعث بینک گزشتہ سال کے تقابلی عرصہ میں حاصل شدہ 55 بلین روپے کے مقابلے میں اس زیر تجزیہ مدت کے لیے 128 بلین روپے کا بعد از ٹیکس منافع حاصل کرنے کے قابل ہوا۔ بینک کے منافع میں ہونے والی بہتری کا اظہار اس زیر تجزیہ مدت میں بینک کی فی حصص بعد از ٹیکس سے بھی ہوتا ہے جو کہ گزشتہ سال کے معاشی عرصے کی 0.047 روپے فی حصص کی سطح سے 0.110 روپے فی حصص بعد از ٹیکس پر درج ہوئی۔

کریڈٹ ریٹنگ :

پاکستان کریڈٹ ریٹنگ ایجنسی (پاکرا) نے بینک کی درمیانی سے طویل المدت ریٹنگ کو "A" (اے) اور قلیل المدت ریٹنگ کو "A-1" (اے-1) کی سطح پر مثبت پیش بینی کے ساتھ برقرار رکھا ہے۔

معاشی جائزہ :

عالمی معیشت، فی الوقت روس اور یوکرین کی جنگ، جس نے غیر یقینی کی کیفیت کو بڑھایا ہے اور جو ورلڈ بینک کی پیش بینی کے مطابق عالمی معاشی نمو میں کمی کا باعث بھی ہوگی، کی وجہ سے معاشی پابندیوں، اشیاء کی قیمتوں اور رسد کی ترسیل میں رکاوٹوں کے چیلنجز کا سامنا کر رہی ہے۔ اشیاء کی بڑھتی قیمتیں، اس سال کے دوران اور ممکنہ طور پر سال 2023ء کے لیے بھی، افراط زر میں اضافے کا باعث ہوگی۔ عالمگیر دہاء جس میں اوکرون نامی ویریئنٹ نے مزید تیزی پیدا کی ہے، کا تسلسل برقرار ہے۔ تاہم، انسانی صحت پر اس کے نسبتاً کم مضر اثرات اور ویکسین کے عمل کی ترویج نے معیشتوں کو اس امر کا اہل کیا ہے کہ وہ اپنی سرگرمیوں کو سابقہ لہروں کی نسبت زیادہ بہتر طریقے سے

ممبران کیلئے ڈائریکٹرز کی رپورٹ :

ہم انتہائی مسرت کے ساتھ، ایم سی بی اسلامک بینک لمیٹڈ (بینک) کے بورڈ آف ڈائریکٹرز کی جانب سے، 31 مارچ 2022ء کو ختم ہونے والی پہلی سرمایہ کے مالیاتی نتائج پیش کر رہے ہیں۔

مالیاتی پوزیشن کی اسٹیٹمنٹ	31 مارچ 2022	31 دسمبر 2021	نمو (%)
ملین روپے			
ڈیپازٹس	124,900	122,748	2%
کل اثاثہ جات	164,118	161,267	2%
سرمایہ کاری - خالص	31,805	33,476	-5%
اسلام فنانسنگ - خالص	97,395	96,309	1%
حصص یافتگان کی ایکویٹی (سرمایہ) بشمول تحفہ نو	10,772	10,605	2%

نفع و نقصان کا اکاؤنٹ	جنوری - مارچ 2022	جنوری - مارچ 2021	نمو (%)
ملین روپے			
کاروباری آمدنی	3,050	2,232	37%
کاروباری و دیگر اخراجات	1,206	1,077	12%
سرمایہ کاری اور فنانسنگ کے عوض پروویژن کی رپورٹ	129	36	258%
نفع قبل از ٹیکس	210	92	128%
نفع بعد از ٹیکس	128	55	133%
بنیادی / تحلیل شدہ نفع فی شیئر (حصص) - روپے	0.110	0.047	134%

کارکردگی کا جائزہ :

پاکستان میں بینکاری کا شعبہ بھرپور چلک اور بہتر کارکردگی کا مسلسل مظاہرہ کر رہا ہے۔ صنعت اس وقت فن ٹیک (FinTechs) کی بدولت نئی ممکنہ مسابقت، بدلتے بزنس ماڈلز، بڑھتے تعمیلاتی اور انضباطی دباؤ اور ٹیکنالوجیز میں موجود دشواریوں جیسے عوامل پر منحصر بنیادی تبدیلیوں سے گزر رہی ہے۔

ان مشکلات کے باوجود، بینک کو ان معاشی اور کاروباری ماحول کو درپیش تنزیل کے بڑھتے خدشات کا مکمل ادراک ہے اور یہ ڈیپازٹس کی ترویج، قرضہ جات کے دانشمندانہ طریقہ کار اور اس کے ساتھ موزوں انتظامی ڈھانچے، خدشات کے تدارک کے مضبوط نظام اور ضوابطی ہدایات کی مستعد تعمیلات کے ذریعے اپنی حکمت عملی کو جاری رکھے ہوئے ہے، جس کی بدولت بینک کو الحمد للہ 31 مارچ 2022ء کو ختم ہونے والی پہلی سرمایہ کے دوران 210 ملین روپے کا منافع قبل از ٹیکس حاصل ہوا۔



INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF MCB ISLAMIC BANK LIMITED

REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim statement of financial position of MCB Islamic Bank Limited ("the Bank") as at June 30, 2021 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 six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures for the quarters ended June 30, 2021 and June 30, 2020 in the condensed interim profit and loss account and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

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 is 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, 2020 were audited by another firm of Chartered Accountants who expressed an unqualified opinion thereon vide their report dated February 24, 2021.

The engagement partner on the review resulting in this independent auditor's review report is **Hammad Ali Ahmad**.

A. F. Ferguson & Co.
Chartered Accountants

Lahore

Dated:



MCB Islamic Bank Ltd.

CONDENSED INTERIM FINANCIAL STATEMENTS



MCB Islamic Bank Ltd.

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2022

	Note	(Un-audited) March 31, 2022	(Audited) December 31, 2021
ASSETS			
Cash and balances with treasury banks	8	9,948,591	11,309,285
Balances with other banks	9	5,715,524	3,696,073
Due from financial institutions	10	5,850,000	1,650,000
Investments - net	11	31,804,964	33,475,816
Islamic financing and related assets - net	12	97,395,281	96,308,562
Fixed assets	13	4,870,921	4,932,122
Intangible assets	14	578,218	579,767
Deferred tax assets - net	15	948,918	1,006,958
Other assets - net	16	7,005,822	8,308,810
		164,118,239	161,267,393
LIABILITIES			
Bills payable	18	2,002,747	1,896,801
Due to financial institutions	19	18,209,253	16,472,906
Deposits and other accounts	20	124,900,299	122,747,778
Liabilities against assets subject to finance lease		-	-
Sub-ordinated debts		-	-
Deferred tax liabilities - net		-	-
Other liabilities	21	8,233,913	9,545,353
		153,346,212	150,662,838
NET ASSETS		10,772,027	10,604,555
REPRESENTED BY			
Share capital	22	11,550,000	11,550,000
Reserves	23	113,706	88,193
Surplus on revaluation of assets - net of tax	24	287,881	248,364
Accumulated loss		(1,179,560)	(1,282,002)
		10,772,027	10,604,555

CONTINGENCIES AND COMMITMENTS

25

The annexed notes 1 to 42 form an integral part of these condensed interim financial statements.

Syed Iftikhar Hussain Rizvi
Chief Financial Officer

Muhammad Afaq Khan
President / Chief Executive

Omair Safdar
Director

Raza Mansha
Director

Seema Aziz
Director

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE QUARTER ENDED MARCH 31, 2022

	Note	Quarter ended March 31 2022	Quarter ended March 31 2021
		Rupees in thousands	
Profit / return earned	26	3,049,579	2,232,452
Profit / return expensed	27	1,857,844	1,211,359
Net spread earned		1,191,735	1,021,093
OTHER INCOME			
Fee and commission income	28	113,045	92,566
Dividend income		15,746	12,415
Foreign exchange income / (loss)		74,569	(18,636)
(Loss) / gain on securities	29	(134,223)	3,602
Other income	30	26,712	22,404
Total other income		95,849	112,351
Total income		1,287,584	1,133,444
OTHER EXPENSES			
Operating expenses	31	1,198,656	1,074,660
Workers welfare fund		6,000	2,737
Other charges	32	1,580	-
Total other expenses		1,206,236	1,077,397
Profit before provisions		81,348	56,047
Reversal of Provisions and write offs - net	33	(128,781)	(35,562)
Extra ordinary / unusual items		-	-
PROFIT BEFORE TAXATION		210,129	91,609
Taxation	34	82,565	36,839
PROFIT AFTER TAXATION		127,564	54,770
Rupees			
Basic and diluted earnings per share - after tax	35	0.110	0.047

The annexed notes 1 to 42 form an integral part of these condensed interim financial statements.


Syed Iftikhar Hussain Rizvi
Chief Financial Officer


Muhammad Afaq Khan
President / Chief Executive


Omair Safdar
Director

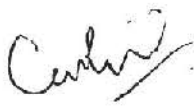

Raza Mansha
Director


Seema Aziz
Director

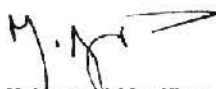
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED MARCH 31, 2022

	Quarter ended March 31 2022	Quarter ended March 31 2021
	Rupees in thousands	
Profit after taxation for the quarter	127,564	54,770
Other comprehensive income		
Items that may be reclassified to profit and loss account in subsequent periods:		
Movement in Surplus / (deficit) on revaluation of investments	65,423	(101,204)
Related deferred tax (liability) / asset	(25,515)	35,422
	39,908	(65,782)
Total comprehensive income / (loss)	167,472	(11,012)

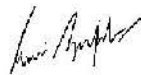
The annexed notes 1 to 42 form an integral part of these condensed interim financial statements.



Syed Iftikhar Hussain Rizvi
Chief Financial Officer



Muhammad Afaq Khan
President / Chief Executive



Omair Safdar
Director



Raza Mansha
Director



Seema Aziz
Director



MCB Islamic Bank Ltd.

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE QUARTER ENDED MARCH 31, 2022

	Share Capital	Statutory Reserve	Surplus / (deficit) on revaluation of		Accumulated Loss	Total
			Investments	Fixed Assets		
	Rupees in thousands					
Balance as at January 01, 2021	11,550,000	68,107	161,159	312,157	(1,363,651)	10,727,772
Change in equity for the quarter ended March 31, 2021						
Total comprehensive income / (loss) for the quarter ended March 31, 2021						
Profit for the quarter ended March 31, 2021	-	-	-	-	54,770	54,770
Other comprehensive loss - net of tax	-	-	(65,782)	-	-	(65,782)
	-	-	(65,782)	-	54,770	(11,012)
Transfer to statutory reserve	-	10,954	-	-	(10,954)	-
Transfer from surplus on revaluation of fixed assets to unappropriated profit in respect of incremental depreciation - net of tax	-	-	-	(416)	416	-
Transactions with owners, recorded directly in equity						
Issue of right shares	-	-	-	-	-	-
Balance as at March 31, 2021 (Un-audited)	11,550,000	79,061	95,377	311,741	(1,319,419)	10,716,760
Change in equity for the nine months ended December 31, 2021						
Total comprehensive income for the nine months period ended December 31, 2021						
Profit for the nine months period ended December 31, 2021	-	-	-	-	45,662	45,662
Other comprehensive income - net of tax	-	-	(152,684)	(5,183)	-	(157,867)
	-	-	(152,684)	(5,183)	45,662	(112,205)
Transfer to statutory reserve	-	9,132	-	-	(9,132)	-
Transfer from surplus on revaluation of fixed assets to unappropriated profit in respect of incremental depreciation - net of tax	-	-	-	(887)	887	-
Balance as at December 31, 2021 (Audited)	11,550,000	88,193	(57,307)	305,671	(1,282,002)	10,604,555
Change in equity for quarter ended March 31, 2022						
Total comprehensive income / (loss) for the quarter ended March 31, 2022						
Profit for the quarter ended March 31, 2022	-	-	-	-	127,564	127,564
Other comprehensive loss - net of tax	-	-	39,908	-	-	39,908
	-	-	39,908	-	127,564	167,472
Transfer to statutory reserve	-	25,513	-	-	(25,513)	-
Transfer from surplus on revaluation of fixed assets to unappropriated profit in respect of incremental depreciation - net of tax	-	-	-	(391)	391	-
Balance as at March 31, 2022 (Un-audited)	11,550,000	113,706	(17,399)	305,280	(1,179,560)	10,772,027

The annexed notes 1 to 42 form an integral part of these condensed interim financial statements.


Syed Iftikhar Hussain Rizvi
Chief Financial Officer


Muhammad Afaq Khan
President / Chief Executive


Omair Safdar
Director


Raza Mansha
Director


Seema Aziz
Director

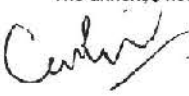


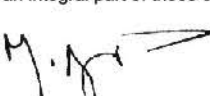
MCB Islamic Bank Ltd.

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED MARCH 31, 2022

		Quarter ended March 31 2022	Quarter ended March 31 2021
	Note	Rupees in thousands	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		210,129	91,609
Less: Dividend income		15,746	12,415
		194,383	79,194
Adjustments			
Depreciation - Owned assets		91,146	89,407
Depreciation - Right of use of assets		62,000	104,453
Depreciation - Ijarah assets		185,741	208,998
Amortization		42,342	37,211
Unwinding of liability against right of use assets		81,000	94,660
Reversal of provision and written off - net	33	(128,781)	(35,562)
Unrealized loss/ (gain) on forward exchange contracts - net		6,573	(112,022)
Gain on sale of fixed assets - net	30	(157)	(203)
Loss / (gain) on sale of securities - net	29	134,223	(3,602)
		474,087	383,340
		668,470	462,534
(Increase) / decrease in operating assets			
Due from financial institutions		(4,200,000)	(3,721,210)
Islamic financing and related assets		(1,278,689)	97,571
Other assets		1,298,854	208,981
		(4,179,835)	(3,414,658)
Increase / (decrease) in operating liabilities			
Bills payable		105,946	(44,172)
Due to financial institutions		1,781,379	(942,524)
Deposits and other accounts		2,152,521	1,588,700
Other liabilities		(1,225,542)	(119,206)
		2,814,304	482,798
		(697,061)	(2,469,326)
Income tax paid		(58,376)	(24,296)
Net cash used in operating activities		(755,437)	(2,493,622)
CASH FLOW FROM INVESTING ACTIVITIES			
Net investments in available-for-sale securities		138,670	108,544
Net investments in held-to-maturity securities		1,598,391	57,500
Dividend received		15,746	4,715
Investments in fixed assets		(91,993)	(61,303)
Proceeds from sale of fixed assets		205	247
Investments in intangible assets		(40,793)	(5,529)
Net cash generated from investing activities		1,620,226	104,174
CASH FLOW FROM FINANCING ACTIVITIES			
Payment against ROU asset		(161,000)	(165,919)
Net cash used in financing activities		(161,000)	(165,919)
Increase / (decrease) in cash and cash equivalents during the quarter		703,789	(2,555,367)
Cash and cash equivalents at the beginning of the quarter		14,960,326	14,868,799
Cash and cash equivalents at the end of the quarter	36	15,664,115	12,313,432

The annexed notes 1 to 42 form an integral part of these condensed interim financial statements.


Syed Iftikhar Hussain Rizvi
Chief Financial Officer


Muhammad Afaq Khan
President / Chief Executive


Omair Safdar
Director


Raza Mansha
Director


Seema Aziz
Director

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED MARCH 31, 2022

1 STATUS AND NATURE OF BUSINESS

- 1.1** MCB Islamic Bank Limited (the Bank) was incorporated in Pakistan as an unlisted public limited company on May 15, 2014 under the Companies Ordinance, 1984 (repealed after the enactment of the Companies Act, 2017) to carry out the business of an Islamic Commercial Bank in accordance and in conformity with the principles of Islamic Shari'ah and in accordance with regulations and guidelines of the State Bank of Pakistan. The Securities and Exchange Commission of Pakistan granted "Certificate of Commencement of Business" to the Bank on January 30, 2015. The Bank is a wholly owned subsidiary of MCB Bank Limited (MCB).
- 1.2** The State Bank of Pakistan (SBP) granted a "Certificate of Commencement of Banking Business" to the Bank on September 14, 2015 under Section 27 of the Banking Companies Ordinance, 1962. The Bank formally commenced operations as a Scheduled Islamic Commercial Bank with effect from October 15, 2015 upon receiving notification in this regard from SBP under section 37 of the State Bank of Pakistan Act, 1956. Currently, the Bank is engaged in corporate, commercial, consumer, micro finance, investment and retail banking activities.
- 1.3** The Bank is operating through 180 branches including one sub branch in Pakistan as at March 31, 2022 (December 31, 2021: 177 branches including one sub branch in Pakistan). The Registered Office of the Bank is situated at 59 Block T, Phase II, DHA, Lahore Cantt and Principal Office is situated at 339 Block Z, Phase III, DHA Lahore Cantt.
- 1.4** Pakistan Credit Rating Agency (PACRA) has maintained the Bank's medium to long-term rating as "A" and the short-term rating as 'A-1' with positive outlook.

2 BASIS OF PRESENTATION

- 2.1** The Bank provides financing through Shari'ah compliant financing products mainly through Murabaha, Istisna, Salam, Ijarah, Diminishing Musharaka, Running Musharaka and Export Refinance under Islamic Export Refinance Scheme.
- 2.2** The purchases 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 profit thereon. The income on such Islamic financing is recognised in accordance with the principles of Islamic Shari'ah and in accordance with regulations and guidelines of the State Bank of Pakistan. However, income, if any, received which does not comply with the principles of Islamic Shari'ah is recognised as charity payable if so directed by the Shari'ah Board of the Bank.
- 2.3** The disclosures made in these condensed interim financial statements have been limited based on the format prescribed by the State Bank of Pakistan through BPRD Circular Letter No. 5 dated March 22, 2019 and the requirements of International Accounting Standard 34, "Interim Financial Reporting". They do not include all of the information required for a full set of 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 December 31, 2021.

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 comprise of:
- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan 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).

Wherever the requirements of the Banking Companies Ordinance, 1962, Companies Act, 2017 or the directives issued by the SBP and the SECP differ with the requirements of IFRS or IFAS, requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives shall prevail.

The State Bank of Pakistan has deferred the applicability of IFAS 3 'Profit and Loss Sharing on Deposits', through BPRD Circular No.04 dated February 25, 2015 and International Accounting Standards 40, 'Investment Property' for Banking Companies through BSD Circular No. 10 dated August 26, 2002.

The Securities and Exchange Commission of Pakistan (SECP) has deferred applicability of IFRS 7 'Financial Instruments: Disclosures' on banks through S.R.O 411(1) / 2008 dated April 28, 2008. Accordingly, the requirements of these standards have not been considered in the preparation of these condensed interim financial statements. However, investments have been classified and valued in accordance with the requirements prescribed by the State Bank of Pakistan through various circulars.

3.2 Standards, interpretations and amendments to published approved accounting standards that are effective in the current year

The following other standards, amendments and interpretations of approved accounting standards are effective for accounting periods beginning on or after January 1, 2022:

	Effective date (annual periods beginning on or after)
Property, Plant and Equipment: Proceeds before intended use – Amendments to IAS 16	January 1, 2022
Cost of Fulfilling an Onerous Contract – Amendments to IAS 37	January 1, 2022
Updating a Reference to the Conceptual Framework – Amendments to IFRS 3	January 1, 2022
Classification of Liabilities as Current or Non-current – Amendments to IAS 1	January 1, 2024
Amended Definition of Accounting Estimates – Amendments to IAS 8	January 1, 2023
Deferred tax related to assets and liabilities arising from a single transaction – Amendment to IAS 12	January 1, 2023

Above mentioned amendments do not have any significant effect on the Bank's operations and are therefore not detailed in these condensed interim financial statements.

IFRS 9, Financial Instruments: Classification and Measurement, addresses recognition, classification, measurement and derecognition of financial assets and financial liabilities. The standard has also introduced a new impairment model for financial assets which requires recognition of impairment charge based on an 'Expected Credit Losses' (ECL) approach rather than the 'incurred credit losses' approach as currently followed. The ECL approach has an impact on all assets of the Bank which are exposed to credit risk.

As per the SBP's BPRD Circular Letter No. 24 dated July 05, 2021, the applicability of IFRS 9 to banks in Pakistan has been deferred to accounting periods beginning on or after January 01, 2022. The impact of the application of IFRS 9 in Pakistan on the Bank's financial statements is being assessed as per aforementioned circular, however, SBP's final instructions are awaited. Therefore, these financial statements have been prepared in accordance with the existing prudential regime.

Including those mentioned above, there are other new and amended standards and interpretations that are mandatory for the Bank's accounting periods beginning on or after January 1, 2022 but are considered not to be relevant or do not have any significant effect on the Bank's operations and are therefore not detailed in these financial statements.

4 BASIS OF MEASUREMENT

4.1 These condensed interim financial statements have been prepared under the historical cost convention, except that certain classes of fixed assets are stated at revalued amounts and certain investments, foreign currency balances and commitments in respect of certain foreign exchange contracts have been marked to market and carried at fair value in accordance with the requirements of the SBP.

4.2 Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in which the Bank operates. These condensed interim financial statements are presented in Pakistani Rupees, which is the Bank's functional and presentation currency.

5 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGMENTS

The basis and the methods used for critical accounting estimates and judgements adopted in these condensed interim financial statements are the same as those applied in the preparation of the financial statements of the Bank for the year ended December 31, 2021.

6 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the financial statements of the Bank for the year ended December 31, 2021.

7 FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Bank are consistent with those disclosed in the annual financial statements for the year ended December 31, 2021.

		(Un-audited) March 31 2022	(Audited) December 31 2021
	Note	Rupees in thousands	
8 CASH AND BALANCES WITH TREASURY BANKS			
In hand			
- local currency		2,580,139	2,686,329
- foreign currencies		694,331	421,080
		<u>3,274,470</u>	<u>3,107,409</u>
With the State Bank of Pakistan (SBP) in			
- local currency current account	8.1	5,624,576	7,045,642
- foreign currency current accounts			
cash reserve account	8.2	252,099	258,416
special cash reserve account	8.3	287,510	296,013
US\$ clearing account		162,880	67,511
		<u>702,489</u>	<u>621,940</u>
With National Bank of Pakistan in			
- local currency current account		322,498	494,941
Prize Bonds		24,558	39,353
		<u>9,948,591</u>	<u>11,309,285</u>
8.1	The local currency current account is maintained with SBP under the Cash Reserve Requirement of section 22 of Banking Companies Ordinance, 1962. This section requires banking companies to maintain a local currency cash reserve in the current account opened with the SBP at a sum not less than such percentage of its time and demand liabilities in Pakistan as prescribed by the SBP from time to time.		
8.2	As per BSD Circular No. 15 dated June 21, 2008, cash reserve of 5% is required to be maintained with the SBP on deposits held under the New Foreign Currency Accounts Scheme (FE-25 deposits). This account is non-remunerative in nature.		
8.3	Special cash reserve of 6% is required to be maintained with the SBP on FE-25 deposits as specified in BSD Circular No. 15 dated June 21, 2008. This account is non-remunerative in nature.		
		(Un-audited) March 31 2022	(Audited) December 31 2021
		Rupees in thousands	
9 BALANCES WITH OTHER BANKS			
In Pakistan			
- deposit account		990,816	66,742
Outside Pakistan			
- current account		4,724,708	3,629,331
		<u>5,715,524</u>	<u>3,696,073</u>
10 DUE FROM FINANCIAL INSTITUTIONS			
Secured			
Bai Muajjal receivable - with State Bank of Pakistan		-	-
Unsecured			
Musharaka arrangements		5,850,000	1,650,000
		<u>5,850,000</u>	<u>1,650,000</u>
10.1 Particulars of due from financial institutions			
- local currency		5,850,000	1,650,000
- foreign currencies		-	-
		<u>5,850,000</u>	<u>1,650,000</u>

11 INVESTMENTS

11.1 Investments by type:

March 31, 2022 (Un-audited)

Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value
-----------------------------	-----------------------------	------------------------	-------------------

Rupees in thousands

Available-for-sale securities

Federal Government securities
Shares
Non Government securities

30,638,689	-	(71,954)	30,566,735
365,482	127,184	29,951	268,249
899,000	-	13,480	912,480
31,903,171	127,184	(28,523)	31,747,464

Held-to-maturity securities

Federal Government securities
Non Government securities

-	-	-	-
57,500	-	-	57,500
57,500	-	-	57,500

Total Investments

31,960,671	127,184	(28,523)	31,804,964
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December 31, 2021 (Audited)

Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value
-----------------------------	-----------------------------	------------------------	-------------------

Rupees in thousands

Available-for-sale securities

Federal Government securities
Shares
Non Government securities

30,637,273	-	(105,708)	30,531,565
639,792	262,194	(171)	377,427
899,000	-	11,933	910,933
32,176,065	262,194	(93,946)	31,819,925

Held-to-maturity securities

Federal Government securities
Non Government securities

1,540,891	-	-	1,540,891
115,000	-	-	115,000
1,655,891	-	-	1,655,891

Total Investments

33,831,956	262,194	(93,946)	33,475,816
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11.1.1 There were no investments given as collateral as at March 31, 2022 (December 31, 2021: Nil).

(Un-audited) (Audited)
March 31 December 31
2022 2021
Rupees in thousands

11.2 Provision for diminution in value of investments

Opening balance	262,194	1,039,436
Charge for the period	(57,005)	50,072
Reversal during the period	(78,005)	(827,314)
Closing balance	127,184	262,194

11.3 The market value of non Government securities classified as held-to-maturity as at March 31, 2022 amounted to Rs.57.741 million (December 31, 2021: Rs.116.036 million).

	0	Performing		Non performing		Total	
		(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
		March 31	December 31	March 31	December 31	March 31	December 31
		2022	2021	2022	2021	2022	2021
Rupees in thousands							
Murabaha	12.1	19,777,058	13,668,585	3,620	5,604	19,780,678	13,674,189
Musawamah	12.2	-	-	-	-	-	-
Istisna	12.3	4,128,071	4,764,233	-	-	4,128,071	4,764,233
Salam		-	19,927	-	-	-	19,927
Ijarah	12.4	1,956,702	2,094,689	1,859	1,963	1,958,561	2,096,652
Running Musharaka	12.5	42,507,598	47,811,823	-	-	42,507,598	47,811,823
Diminishing Musharaka	12.6	27,197,973	26,123,577	701,973	694,203	27,899,946	26,817,780
Staff finance	12.7	1,311,950	1,310,558	-	-	1,311,950	1,310,558
Islamic financing and related assets - gross		96,879,352	95,793,392	707,452	701,770	97,586,804	96,495,162
Less: Provision against non-performing							
Islamic financing and related assets							
- Specific		-	-	(126,413)	(124,718)	(126,413)	(124,718)
- General		(65,110)	(61,882)	-	-	(65,110)	(61,882)
	12.10	(65,110)	(61,882)	(126,413)	(124,718)	(191,523)	(186,600)
Islamic financing and related assets - net of provisions		96,814,242	95,731,510	581,039	577,052	97,395,281	96,308,562
						(Un-audited)	(Audited)
						March 31	December 31
						2022	2021
						Rupees in thousands	
12.1 Murabaha							
- Murabaha financing						7,907,589	7,612,792
- Murabaha inventory						11,039,706	5,392,634
- Murabaha inventory- SBP's IRSPWS						12,634	14,685
- Advances against Murabaha financing						750,749	654,078
- Murabaha financing under Islamic export refinance scheme						-	-
- Advances against Murabaha financing under Islamic export refinance scheme						70,000	-
						<u>19,780,678</u>	<u>13,674,189</u>
12.2 Musawamah							
- Musawamah inventory						-	-
						<u>-</u>	<u>-</u>
12.3 Istisna							
- Istisna financing						1,019,898	1,139,556
- Istisna inventory						1,102,651	534,487
- Advances against Istisna financing						1,614,223	2,579,121
- Istisna financing under Islamic export refinance scheme						72,210	56,572
- Advances against Istisna financing under Islamic export refinance scheme						319,089	416,997
- Advances against Istisna financing under SBP's IRSPWS						-	37,500
						<u>4,128,071</u>	<u>4,764,233</u>
12.4 Ijarah financing and related assets							
- Net book value of assets in Ijarah under IFAS 2						1,876,932	2,025,690
- Advances against Ijarah						81,629	70,962
						<u>1,958,561</u>	<u>2,096,652</u>
12.5 Running Musharaka							
- Running Musharaka financing						39,644,598	45,098,823
- Running Musharaka financing under Islamic export refinance scheme						2,863,000	2,713,000
						<u>42,507,598</u>	<u>47,811,823</u>
12.6 Diminishing Musharaka							
- Diminishing Musharaka financing						22,501,271	21,721,143
- Diminishing Musharaka financing - SBP's IRSPWS						735,120	935,708
- Advances against Diminishing Musharaka financing						2,502,285	1,770,095
- Advances against Diminishing Musharaka under SBP's ILTF						539,961	402,292
- Advances against Diminishing Musharaka under SBP's IRFCC						-	-
- Advances against Diminishing Musharaka under SBP's ITERF						1,621,309	1,988,542
						<u>27,899,946</u>	<u>26,817,780</u>
12.7 Staff finance							
- Staff vehicle finance under Diminishing Musharaka						277,407	296,527
- Staff housing finance under Diminishing Musharaka						1,034,543	1,014,031
						<u>1,311,950</u>	<u>1,310,558</u>
12.8 Particulars of Islamic financing and related assets - gross							
In local currency						97,586,804	95,635,585
In foreign currency						-	859,577
						<u>97,586,804</u>	<u>96,495,162</u>

- 12.9 Islamic financing and related assets include Rs. 707,452 million (December 31, 2021: Rs. 701,770 million) which have been placed under non-performing status as detailed below:

Category of Classification	(Un-audited)		(Audited)	
	March 31, 2022		December 31, 2021	
	Non-performing Islamic financing and related assets	Provision	Non-performing Islamic financing and related assets	Provision
Rupees in thousands				
Domestic				
Other Assets Especially Mentioned	3,924	5	592	-
Substandard	50,093	3,148	14,960	2,720
Doubtful	597,582	109,630	632,043	110,152
Loss	55,853	13,630	54,175	11,846
	<u>707,452</u>	<u>126,413</u>	<u>701,770</u>	<u>124,718</u>

12.10 Particulars of provision against Islamic financing and related assets

	March 31, 2022 (Un-audited)			December 31, 2021 (Audited)		
	Specific	General	Total	Specific	General	Total
Rupees in thousands						
Opening balance	124,718	61,882	186,600	25,395	40,847	66,242
Charge for the year	5,546	4,472	10,018	116,278	51,035	167,313
Reversals	(2,545)	(1,244)	(3,789)	(7,192)	(30,000)	(37,192)
	3,001	3,228	6,229	109,086	21,035	130,121
Amounts written off	(1,306)	-	(1,306)	(9,763)	-	(9,763)
Closing balance	<u>126,413</u>	<u>65,110</u>	<u>191,523</u>	<u>124,718</u>	<u>61,882</u>	<u>186,600</u>

- 12.11 State Bank of Pakistan vide BSD Circular No. 02 dated January 27, 2009, BSD Circular No. 10 dated October 20, 2009, BSD Circular No. 02 of 2010 dated June 03, 2010 and BSD Circular No. 01 of 2011 dated October 21, 2011 has allowed benefit of Forced Sale Value (FSV) of Plant & Machinery under charge, pledged stock and mortgaged residential, commercial & industrial properties (land and building only) held as collateral against NPLs for five years from the date of classification. Had the benefit not been taken by the Bank, the specific provision against non-performing Islamic financing and related assets would have been higher by Rs. 240.560 million (December 31, 2021: Rs. 249.750 million). The additional benefit on the Bank's profit and loss account arising from availing the FSV benefit - net of tax amounts to Rs. 146.742 million (December 31, 2021: Rs. 152.378 million). However, the additional impact on profitability arising from availing the benefit of forced sales value is not available for payment of cash or stock dividends to shareholders.

- 12.12 The Bank has maintained general provision at an amount equal to 1% of the fully secured performing portfolio of consumer auto finance and unsecured performing portfolio of micro financing as required by the Prudential Regulations issued by the SBP. Further, general provision on consumer house finance is maintained as per the criteria defined in relevant Prudential Regulations issued by SBP.

12.13 Particulars of provision against Islamic financing and related assets

	March 31, 2022 (Un-audited)			December 31, 2021 (Audited)		
	Specific	General	Total	Specific	General	Total
Rupees in thousands						
In local currency	126,413	65,110	191,523	124,718	61,882	186,600
In foreign currency	-	-	-	-	-	-
	<u>126,413</u>	<u>65,110</u>	<u>191,523</u>	<u>124,718</u>	<u>61,882</u>	<u>186,600</u>

		(Un-audited)	(Audited)
		March 31	December 31
		2022	2021
		Rupees in thousands	
13	FIXED ASSETS		
	Capital work-in-progress	101,673	90,809
	Property and equipment	2,701,009	2,711,074
	Right of use of assets	2,068,239	2,130,239
		4,870,921	4,932,122
13.1	Capital work-in-progress		
	Civil works	65,663	52,604
	Advance to suppliers and contractors	33,454	24,947
	Others	2,556	13,258
		101,673	90,809

		(Un-audited)	
		For the quarter ended	
		Mar 31	
		2022	2021
		Rupees in thousands	
13.2 Additions to fixed assets - at cost			
Capital work-in-progress		21,565	22,123
Property and equipment			
Building freehold		256	136
Leasehold improvements		5,254	12,763
Furniture and fixtures		7,913	8,354
Office equipment		31,974	12,406
Computer equipment		25,031	5,521
Vehicles		-	-
		<u>70,428</u>	<u>39,180</u>
		<u>91,993</u>	<u>61,303</u>
13.3 Disposal to fixed assets - at NBV			
Furniture and fixtures		-	6
Office equipment		-	22
Computer equipment		49	16
		<u>49</u>	<u>44</u>
		(Un-audited)	(Audited)
		March 31	December 31
		2022	2021
		Rupees in thousands	
14 INTANGIBLE ASSETS			
Advance against purchase of software		43,023	39,226
Computer software		<u>535,195</u>	<u>540,541</u>
		<u>578,218</u>	<u>579,767</u>
		(Un-audited)	
		For the quarter ended	
		Mar 31	
		2022	2021
		Rupees in thousands	
14.1 Additions to intangible assets			
Directly purchased		<u>40,793</u>	<u>5,529</u>
15 DEFERRED TAX ASSETS / (LIABILITY) - NET			

	March 31, 2022 (Un-audited)			
	At Jan 01, 2022	Recognised in P&L A/C	Recognised in OCI	At Mar 31, 2022
	Rupees in thousands			
Deductible temporary difference				
Tax losses carried forward	594,182	(89,360)	-	504,822
Minimum tax	480,565	39,827	-	520,392
Provision against Islamic financing and related assets	41,821	447	-	42,268
Deficit on revaluation of investments	123,417	-	(112,293)	11,124
Workers welfare fund	8,675	2,340	-	11,015
	<u>1,248,660</u>	<u>(46,746)</u>	<u>(112,293)</u>	<u>1,089,621</u>
Taxable temporary difference				
Surplus on revaluation of fixed assets	(47,021)	250	-	(46,771)
Surplus on revaluation of investments	(86,778)	-	86,778	-
Accelerated tax depreciation	(107,903)	13,971	-	(93,932)
	<u>(241,702)</u>	<u>14,221</u>	<u>86,778</u>	<u>(140,703)</u>
	<u>1,006,958</u>	<u>(32,525)</u>	<u>(25,515)</u>	<u>948,918</u>
	December 31, 2021 (Audited)			
	At Jan 01, 2021	Recognised in P&L A/C	Recognised in OCI	At Dec 31, 2021
	Rupees in thousands			
Deductible temporary difference				
Tax losses carried forward	771,019	(176,837)	-	594,182
Minimum tax	362,309	118,256	-	480,565
Provision against Islamic financing and related assets	4,326	37,495	-	41,821
Deficit on revaluation of investments	-	-	123,417	123,417
Workers welfare fund	4,238	4,437	-	8,675
	<u>1,141,892</u>	<u>(16,649)</u>	<u>123,417</u>	<u>1,248,660</u>
Taxable temporary difference				
Surplus on revaluation of fixed assets	(43,095)	1,257	(5,183)	(47,021)
Surplus on revaluation of investments	(86,778)	-	-	(86,778)
Accelerated tax depreciation	(137,141)	29,238	-	(107,903)
	<u>(267,014)</u>	<u>30,495</u>	<u>(5,183)</u>	<u>(241,702)</u>
	<u>874,878</u>	<u>13,846</u>	<u>118,234</u>	<u>1,006,958</u>

	(Un-audited) March 31 2022	(Audited) December 31 2021
	Rupees in thousands	
16 OTHER ASSETS		
Profit / return accrued in local currency	2,817,174	2,662,439
Advances, deposits, advance rent and other prepayments	362,364	278,707
Branch adjustment account	244,095	-
Receivable against ATM transactions	429,631	758,903
Receivable under home remittances	18,445	12,274
Mark to market gain on forward foreign exchange contracts	1,286	16,543
Acceptance	3,051,555	4,488,672
Others	81,272	91,272
	<u>7,005,822</u>	<u>8,308,810</u>
17 CONTINGENT ASSETS		
There were no contingent assets of the Bank as at March 31, 2022 (December 31, 2021: Nil).		
	(Un-audited) March 31 2022	(Audited) December 31 2021
	Rupees in thousands	
18 BILLS PAYABLE		
In Pakistan	2,002,747	1,896,801
Outside Pakistan	-	-
	<u>2,002,747</u>	<u>1,896,801</u>
19 DUE TO FINANCIAL INSTITUTIONS		
In Pakistan	18,209,253	16,427,874
Outside Pakistan	-	45,032
	<u>18,209,253</u>	<u>16,472,906</u>
19.1 Particulars of due to financial institutions with respect to currencies		
In local currency	18,209,253	16,427,874
In foreign currencies	-	45,032
	<u>18,209,253</u>	<u>16,472,906</u>
19.2 Details of due to financial institutions - Secured / Unsecured		
Secured		
Musharaka with the State Bank of Pakistan under Islamic Export Refinance Scheme	3,301,211	3,027,572
Musharaka with the State Bank of Pakistan under Islamic Long Term Financing Facility	1,196,765	1,045,099
Musharaka with the State Bank of Pakistan under Islamic Temporary Economic Refinancing Facility for Plant and Machinery	4,314,964	3,892,419
Musharaka with the State Bank of Pakistan under Islamic Refinancing Scheme for payment of Wages and Salaries	761,827	976,304
Musharaka with the State Bank of Pakistan under Islamic Refinancing facility for combating COVID-19	22,931	24,460
Investment under Islamic Financing Facility for Renewable Energy (IFRE)	107,648	93,138
Unsecured		
Musharaka arrangements	8,200,000	7,100,000
Musharaka arrangements with other institution	303,907	268,882
Overdrawn nostro	-	45,032
	<u>18,209,253</u>	<u>16,472,906</u>

20 DEPOSITS AND OTHER ACCOUNTS

	March 31, 2022 (Un-audited)			December 31, 2021 (Audited)		
	In Local currency	In Foreign currencies	Total	In Local currency	In Foreign currencies	Total
Rupees in thousands						
Customers						
Current deposits	39,162,136	2,525,553	41,687,689	34,666,966	2,729,931	37,396,897
Savings deposits	40,756,090	2,014,548	42,770,638	46,014,828	1,978,082	47,992,910
Term deposits	32,885,780	-	32,885,780	28,774,330	-	28,774,330
Others	4,362,576	-	4,362,576	4,877,521	-	4,877,521
	117,166,582	4,540,101	121,706,683	114,333,645	4,708,013	119,041,658
Financial Institutions						
Current deposits	132,187	132	132,319	260,021	127	260,148
Savings deposits	2,604,997	-	2,604,997	919,672	-	919,672
Term deposits	456,300	-	456,300	2,526,300	-	2,526,300
	3,193,484	132	3,193,616	3,705,993	127	3,706,120
	120,360,066	4,540,233	124,900,299	118,039,638	4,708,140	122,747,778

		(Un-audited) March 31 2022	(Audited) December 31 2021
	Note	Rupees in thousands	
21	OTHER LIABILITIES		
Profit / return payable in local currency	21.1	1,119,535	814,469
Profit / return payable in foreign currencies		913	1,864
Accrued expenses		444,375	323,648
Current taxation (Provisions less payment)		11,123	8,336
Income received in advance		49,667	54,705
Acceptance		3,051,555	4,488,672
Branch adjustment account		-	160,072
Advance receipt against Islamic financing and related assets		15,286	22,578
Charity fund balance		13,716	8,823
Security deposits against Ijarah financing		704,024	706,910
Withholding tax, Federal excise duty and other payable		28,954	23,240
Mark to market loss on forward foreign exchange contracts		-	8,684
Liability against ROU asset		2,500,026	2,580,026
Others		294,739	343,326
		8,233,913	9,545,353

21.1 It includes Rs. 21.985 million (December 31, 2021: Rs. 14.519 million) in respect of profit / return accrued on Musharaka with SBP under Islamic Export Refinance Scheme.

22 SHARE CAPITAL

Authorised capital

(Un-audited) March 31 2022	(Audited) December 31 2021		(Un-audited) March 31 2022	(Audited) December 31 2021
Number of shares			Rupees in thousands	
1,500,000,000	1,500,000,000	Ordinary shares of Rs. 10/- each	15,000,000	15,000,000

Issued, subscribed and paid up capital

(Un-audited) March 31 2022	(Audited) December 31 2021		(Un-audited) March 31 2022	(Audited) December 31 2021
Number of shares			Rupees in thousands	
		Fully paid in cash		
1,155,000,000	1,155,000,000	Balance at beginning of the year	11,550,000	11,550,000
-	-	Movement during the year	-	-
1,155,000,000	1,155,000,000	Balance at end of the year	11,550,000	11,550,000

22.1 The Bank's shares are 100 percent held by MCB Bank Limited (MCB) - the parent company and its nominee directors.

		(Un-audited) March 31 2022	(Audited) December 31 2021
		Rupees in thousands	
23	RESERVES		
	Statutory Reserves	113,706	88,193
23.1	Statutory reserve represents amount set aside as per the requirements of section 21 of the Banking Companies Ordinance, 1962.		
	Note	(Un-audited) March 31 2022	(Audited) December 31 2021
		Rupees in thousands	
24	SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS - NET OF TAX		
	Surplus / (deficit) arising on revaluation of:		
	- Fixed assets	352,051	352,692
	- Available for sale securities	(28,523)	(93,946)
		323,528	258,746
	Deferred tax on surplus / (deficit) on revaluation of:		
	- Fixed assets	(46,771)	(47,021)
	- Available for sale securities	11,124	36,639
		(35,647)	(10,382)
		287,881	248,364
25	CONTINGENCIES AND COMMITMENTS		
	Guarantees	25.1 8,969,878	7,787,920
	Commitments	25.2 23,642,799	16,115,126
	Other contingent liabilities	25.3 450,758	450,782
		33,063,435	24,353,828
25.1	Guarantees		
	Performance guarantees	3,768,839	3,501,067
	Other guarantees	5,201,039	4,286,853
		8,969,878	7,787,920
25.2	Commitments		
	Documentary credits and short-term trade-related transactions		
	Letters of credit	17,888,671	13,821,410
	Commitments in respect of:		
	Forward foreign exchange contracts	25.2.1 5,270,615	1,499,325
	Commitments for acquisition of:		
	Fixed assets	8,107	30,036
	Intangible assets	25,560	55,401
	Other commitments	25.2.2 449,846	708,954
		23,642,799	16,115,126
25.2.1	Commitments in respect of forward foreign exchange contracts		
	Purchase	2,017,743	489,060
	Sale	3,252,872	1,010,265
		5,270,615	1,499,325
25.2.2	Other commitments		
	Commitments to extend credit	25.2.2.1 449,846	708,954
25.2.2.1	Other than those stated above, the Bank makes commitment(s) to extend credit in the normal course of business including related parties but these being revocable commitments do not attract any penalty or expense if the facility is unilaterally withdrawn.		
		(Un-audited) March 31 2022	(Audited) December 31 2021
		Rupees in thousands	
25.3	Other contingent liabilities		
	Claims against the Bank not acknowledged as debt	450,758	450,782

This includes claim by a third party against the Bank, amounting to Rs.425.820 million which is being contested in the Court of law. The suit has been disposed off by the Court vide Order dated May 10, 2020 wherein the status quo has been ordered to be maintained with respect to bank guarantee and the matter has been referred to arbitration with the consent of the parties. However the Bank has not received any official notice to attend the arbitration proceedings till date.

In addition to the above, this includes claim by different parties against the bank amounting to Rs.24.962 million which is pending before the court.

		(Un-audited) March 31	
		2022	2021
		Rupees in thousands	
26	PROFIT / RETURN EARNED		
	Financings	2,265,927	1,681,055
	Investments in		
	- available for sale securities	719,178	438,958
	- held to maturity securities	50,182	94,590
		769,360	533,548
	Musharaka arrangements with financial institutions	13,312	17,832
	Deposits with financial institutions	980	17
		3,049,579	2,232,452
27	PROFIT / RETURN EXPENSED		
	Deposits and other accounts	1,403,630	865,401
	Musharaka arrangements with the State Bank of Pakistan under IERS	31,467	19,320
	Musharaka arrangements with other financial institutions	341,747	228,415
	Musharaka arrangements with other institution	-	3,563
	Unwinding of liability against right-of-use of asset	81,000	94,660
		1,857,844	1,211,359
28	FEE & COMMISSION INCOME		
	Branch banking customer fees	3,880	3,690
	Consumer finance related fees	5,422	4,966
	Card related fees	29,355	20,266
	Credit related fees	7,431	4,843
	Digital banking fees	6,931	4,789
	Commission on trade	28,694	20,211
	Commission on guarantees	10,509	11,457
	Commission on cash management	606	320
	Commission on remittances including home remittances	3,952	1,014
	Commission on banca takaful	12,261	17,173
	Locker rent	3,928	3,791
	Others	76	46
		113,045	92,566
29	GAIN ON SECURITIES		
	Realised	29.1 (134,223)	3,602
29.1	Realised gain on:		
	Federal Government Securities - Sukuk certificates	-	-
	Shares	(134,223)	3,602
		(134,223)	3,602
30	OTHER INCOME		
	Rental income	3,162	2,875
	Gain on sale of fixed assets - net	157	203
	Gain on sale/termination of Ijarah financing	3,478	4,756
	Commission on arrangement with financial institutions	19,608	14,137
	Fees and charges recovered	307	433
		26,712	22,404
31	OPERATING EXPENSES		
	Total compensation expense	576,035	463,654
	Property expense		
	Rent and taxes	271	7,636
	Takaful expenses	6,884	10,987
	Utilities cost	32,113	28,256
	Security (including guards)	64,954	45,382
	Repair and maintenance (including janitorial charges)	28,084	25,317
	Depreciation on right-of-use assets	62,000	104,453
	Depreciation	65,150	53,235
		259,456	275,266

		(Un-audited) March 31	
	Note	2022	2021
		Rupees in thousands	
Information technology expenses			
Software maintenance		59,460	44,138
Hardware maintenance		31,508	8,571
Takaful expenses		434	767
Depreciation		22,559	32,940
Amortisation		42,342	37,211
Network charges		32,981	27,227
		189,284	150,854
Other operating expenses			
Directors' fees and allowances		66	250
Remuneration to Shariah Board members		2,687	2,169
Legal and professional charges		10,191	6,207
Takaful expenses		25,134	25,314
Fee and subscription		1,125	203
Outsourced services costs		27,100	56,649
Travelling and conveyance		15,087	10,459
Repair and maintenance vehicles		229	304
NIFT clearing charges		5,595	4,978
Brokerage, commission and bank charges		9,058	6,783
Depreciation		3,437	3,232
Training and development		1,937	1,801
Postage and courier charges		10,500	12,150
Communication		7,435	7,180
Stationery and printing		17,793	12,764
Marketing, advertisement and publicity		7,803	8,546
Auditors remuneration		3,017	1,778
Entertainment		12,020	9,799
Others		13,667	14,320
		173,881	184,886
		1,198,656	1,074,660
32 OTHER CHARGES			
Penalties imposed by the State Bank of Pakistan		1,580	-
Loss on sale of fixed assets		-	-
		1,580	-
33 PROVISIONS & WRITE OFFS - NET			
Provision for diminution in value of investments	11.2	(135,010)	(78,005)
Provision against Islamic financing and related assets	12.10	6,229	42,443
		(128,781)	(35,562)
34 TAXATION			
Current		50,040	40,647
Prior years		-	-
Deferred		32,525	(3,808)
		82,565	36,839
35 BASIC AND DILUTED EARNINGS PER SHARE - AFTER TAX			
Profit after taxation		127,564	54,770
		Number of shares	
Weighted average number of ordinary shares		1,155,000,000	1,155,000,000
		Rupees	
Basic / diluted earnings per share - after tax		0.110	0.047
		(Un-audited) March 31	
		2022	2021
		Rupees in thousands	
36 CASH AND CASH EQUIVALENTS			
Cash and balances with treasury banks		9,948,591	8,590,039
Balances with other banks		5,715,524	3,723,393
Overdrawn nostro		-	-
		15,664,115	12,313,433

37 FAIR VALUE OF FINANCIAL INSTRUMENTS

The fair value of quoted securities other than those classified as held to maturity, is based on quoted market price. Quoted securities classified as held to maturity are carried at cost. The fair value of unquoted equity securities, is determined on the basis of the break-up value of these investments as per their latest available audited financial statements.

The fair value of unquoted securities, placements, Islamic financing and related assets, other assets, other liabilities, fixed term deposits and acceptances 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.

37.1 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

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 the financial and non-financial assets carried at fair values, by valuation methods. For financial assets, the Bank essentially carries its investments in Sukuk and equity securities at fair values. Valuation of investments is carried out as per guidelines specified by the SBP. In case of non-financial assets, the Bank has adopted revaluation model (as per IAS 16) in respect of land and building.

March 31, 2022 (Un-audited)					
Fair Value					
Carrying value	Level 1	Level 2	Level 3	Total	
Rupees in thousands					
On-balance sheet financial instruments					
Financial assets measured at fair value					
Investments					
Federal Government Securities					
Shares					
Non-Government Securities					

Financial assets - disclosed but not measured at fair value

Investments (held to maturity)	57,500	-	-	-	-
Cash and balances					
with treasury banks	9,948,591	-	-	-	-
Balances with other banks	5,715,524	-	-	-	-
Due from financial institutions	5,850,000	-	-	-	-
Islamic financing					
and related assets - net	75,864,113	-	-	-	-
Other assets	6,316,805	-	-	-	-

Fair value of non-financial assets

Operating fixed assets (land and building)	1,312,025	-	1,312,025	-	1,312,025
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Off-balance sheet financial instruments

Foreign exchange contracts purchase	2,017,743	-	2,087,018	-	2,087,018
Foreign exchange contracts sale	3,252,872	-	3,320,862	-	3,320,862

	December 31, 2021 (Audited)				
	Fair Value				
	Carrying value	Level 1	Level 2	Level 3	Total
	Rupees in thousands				
On-balance sheet financial instruments					
Financial assets measured at fair value					
Investments					
Federal Government Securities	30,531,565	-	30,531,565	-	30,531,565
Shares	377,427	377,427	-	-	377,427
Non-Government Securities	910,933	-	910,933	-	910,933
	31,819,925	377,427	31,442,498	-	31,819,925

Financial assets - disclosed but not measured at fair value

Investments (held to maturity)	1,655,891	-	-	-	-
Cash and balances					
with treasury banks	11,309,285	-	-	-	-
Balances with other banks	3,696,073	-	-	-	-
Due from financial institutions	1,650,000	-	-	-	-
Islamic financing					
and related assets - net	80,421,480	-	-	-	-
Other assets	7,922,281	-	-	-	-

Fair value of non-financial assets

Operating fixed assets (land and building)	1,314,657	-	1,314,657	-	1,314,657
--	-----------	---	-----------	---	-----------

Off-balance sheet financial instruments

Foreign exchange contracts purchase	489,060	-	505,603	-	505,603
Foreign exchange contracts sale	1,010,265	-	1,018,949	-	1,018,949

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. There were no transfers between levels 1, 2 and 3 during the year.

- (a) **Financial instruments in level 1**
Financial instruments included in level 1 comprise of investments in listed ordinary shares.
- (b) **Financial instruments in level 2**
Financial instruments included in level 2 comprise of Sukuks and Forward Exchange Contracts.
- (c) **Financial instruments in level 3**
Currently, no financial instrument is classified in level 3.

Valuation techniques and inputs used in determination of fair values

Item	Valuation techniques and input used
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 Pakistan Stock Exchange.
Ijarah Sukuks (GOP Ijarah Sukuks and other Ijarah Sukuks)	Fair values of GoP Ijarah Sukuks and other 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 eight different pre-defined / approved dealers / brokers.
Foreign exchange contracts	The valuation has been determined by interpolating the mid rates announced by the State Bank of Pakistan.
Operating fixed assets (land and building)	Land and buildings are revalued every three years using professional valuers on the panel of Pakistan Banker's Association. The valuation is based on their assessment of market value of the properties.

38 SEGMENT INFORMATION

38.1 Segment Details with respect to Business Activities

March 31, 2022 (Un-Audited)								
Business Distribution	Corporate	Consumer	Micro Finance	Treasury	Head Office	Sub-total	Elimination	Total
Rupees in thousands								
Profit and Loss								
Net spread earned	(1,170,230)	1,725,135	239,811	7,192	451,972	(62,145)	1,191,735	1,191,735
Inter segment revenue - net	2,396,039	(1,727,299)	(176,355)	(2,409)	(539,941)	49,965	-	-
Other income	83,748	45,808	7,761	-	73,557	(115,025)	95,849	95,849
Total Income	1,309,557	43,644	71,217	4,783	(14,412)	(127,205)	1,287,584	1,287,584
Segment direct expenses	(575,402)	(26,143)	(52,659)	(2,530)	(4,366)	(545,136)	(1,206,236)	(1,206,236)
Inter segment expense allocation	(229,331)	(2,378)	(6,188)	(438)	(392)	238,727	-	-
Total expenses	(804,733)	(28,521)	(58,847)	(2,968)	(4,758)	(306,409)	(1,206,236)	(1,206,236)
Provisions / write off	80	(412)	(6,200)	504	-	134,809	128,781	128,781
Profit / (loss) before tax	504,904	14,711	6,170	2,319	(19,170)	(298,805)	210,129	210,129
Balance Sheet								
Cash and bank balances	3,621,525	-	-	-	12,042,590	-	15,664,115	15,664,115
Investments	-	-	-	-	31,536,714	268,250	31,804,964	31,804,964
Net inter segment placements	114,863,730	-	-	-	-	4,777,863	119,441,593	(119,441,593)
Due from financial institutions	-	-	-	-	5,850,000	-	5,850,000	5,850,000
Financing - performing	11,756,887	75,679,483	8,023,515	54,395	-	1,299,962	96,814,242	96,814,242
- non-performing	79,524	478,817	9,162	1,548	-	11,988	581,039	581,039
Others	423,819	4,513,978	348,062	5,635	801,777	7,310,607	13,403,878	13,403,878
Total Assets	130,545,485	80,672,278	8,380,739	61,578	50,231,081	13,668,670	283,559,831	164,118,238
Bills payable	2,002,747	-	-	-	-	-	2,002,747	2,002,747
Due to financial institutions	2,298,256	7,710,997	-	-	8,200,000	-	18,209,253	18,209,253
Deposits & other accounts	124,385,154	462,694	-	-	-	52,451	124,900,299	124,900,299
Net inter segment acceptances	-	69,583,468	7,772,875	59,246	42,026,004	-	119,441,593	(119,441,593)
Others	1,354,424	2,900,408	601,694	13	69,860	3,307,514	8,233,913	8,233,913
Total liabilities	130,040,581	80,657,567	8,374,569	59,259	50,295,864	3,359,965	272,787,805	153,346,212
Equity	504,904	14,711	6,170	2,319	(64,783)	10,308,705	10,772,026	10,772,026
Total Equity & liabilities	130,545,485	80,672,278	8,380,739	61,578	50,231,081	13,668,670	283,559,831	164,118,238
Contingencies & Commitments	10,368,263	17,200,941	139,949	-	5,320,615	33,667	33,063,435	33,063,435

March 31, 2021 (Un-Audited)								
Business Distribution	Corporate	Consumer	Micro Finance	Treasury	Head Office	Sub-total	Elimination	Total
Rupees in thousands								
Profit & Loss								
Net spread earned	(740,249)	1,392,969	135,736	2,156	309,151	(78,670)	1,021,093	1,021,093
Inter segment revenue - net	1,422,606	(1,185,013)	(78,879)	(1,305)	(235,072)	77,663	-	-
Other income	69,173	22,104	7,900	99	9,983	3,092	112,351	112,351
Total Income	751,530	230,060	64,757	950	84,062	2,085	1,133,444	1,133,444
Segment direct expenses	(534,517)	(22,969)	(24,706)	(7,409)	(5,603)	(482,193)	(1,077,397)	(1,077,397)
Inter segment expense allocation	(202,906)	(2,180)	(10,325)	(3,515)	(473)	219,399	-	-
Total expenses	(737,423)	(25,149)	(35,031)	(10,924)	(6,076)	(262,794)	(1,077,397)	(1,077,397)
(Provisions / write off) / Reversal of provision	-	(29,804)	(9,658)	(3,996)	78,005	1,015	35,562	35,562
Profit / (loss) before tax	14,107	175,107	20,068	(13,970)	155,991	(259,694)	91,609	91,609

December 31, 2021 (Audited)

	Business Distribution	Corporate	Consumer	Micro Finance	Treasury	Head Office	Sub-total	Elimination	Total
Rupees in thousands									
Balance Sheet									
Cash & Bank balances	3,641,702	-	-	-	11,363,656	-	15,005,358	-	15,005,358
Investments	-	-	-	-	33,098,389	377,427	33,475,816	-	33,475,816
Net inter segment placements	113,032,854	-	-	-	-	3,337,901	116,370,755	(116,370,755)	-
Due from financial institutions	-	-	-	-	1,650,000	-	1,650,000	-	1,650,000
Financing - performing	10,545,170	76,406,500	7,292,209	177,073	-	1,310,558	95,731,510	-	95,731,510
- non-performing	79,525	479,229	15,413	2,885	-	-	577,052	-	577,052
Others	540,765	5,302,253	313,736	11,181	1,221,474	7,438,248	14,827,657	-	14,827,657
Total Assets	127,840,016	82,187,982	7,621,358	191,139	47,333,519	12,464,134	277,638,148	(116,370,755)	161,267,393
Bills payable	1,896,801	-	-	-	-	-	1,896,801	-	1,896,801
Due to financial institutions	2,215,231	7,112,642	-	-	7,145,033	-	16,472,906	-	16,472,906
Deposits & other accounts	122,070,146	677,632	-	-	-	-	122,747,778	-	122,747,778
Net inter segment acceptances	-	69,352,895	6,922,076	224,761	39,871,023	-	116,370,755	(116,370,755)	-
Others	1,219,079	4,551,617	640,777	27	38,327	3,095,526	9,545,353	-	9,545,353
Total Liabilities	127,401,257	81,694,786	7,562,853	224,788	47,054,383	3,095,526	267,033,593	(116,370,755)	150,662,838
Equity	438,759	493,196	58,505	(33,649)	279,136	9,368,608	10,604,555	-	10,604,555
Total Equity & liabilities	127,840,016	82,187,982	7,621,358	191,139	47,333,519	12,464,134	277,638,148	-	161,267,393
Contingencies & Commitments	6,934,600	15,598,923	185,542	-	1,549,326	85,437	24,353,828	-	24,353,828

38.2 Segment details with respect to geographical locations

The Bank operates in Pakistan only.

39 RELATED PARTY TRANSACTIONS

The Bank has related party relationship with its parent company, associates, employee benefit plans and its directors and key management personnel and their close family members.

The Bank enters into transactions with related parties in the normal course of business.

Contributions to staff retirement benefit plan are made in accordance with the terms of the contribution plan. Remuneration to the executives / officers is determined in accordance with the terms of their appointment.

39.1 The details of transactions with related parties and balances with them are given below:

..... (Continue)

	March 31, 2022 (Un-Audited)				December 31, 2021 (Audited)			
	Parent	Directors	Key management personnel	Other related parties	Parent	Directors	Key management personnel	Other related parties
	Rs. In thousands				Rs. In thousands			
Balances with other banks								
In current accounts	26,871	-	-	-	22,487	-	-	-
In deposit accounts	-	-	-	-	-	-	-	-
	26,871	-	-	-	22,487	-	-	-
Islamic financing and related assets								
Opening balance	-	6,376	91,750	2,274,692	-	8,290	81,703	1,110,848
Addition during the year	-	-	7,680	911,179	-	8,000	30,531	5,654,668
Repaid during the year	-	(1,389)	(7,434)	(1,110,830)	-	(9,914)	(19,762)	(5,188,824)
Transfer in / (out) - net	-	(4,987)	-	-	-	-	(722)	698,000
Closing balance	-	-	91,996	2,075,241	-	6,376	91,750	2,274,692
Fixed assets - Capital work in progress								
Advance paid against purchase of property	20,000	-	-	-	20,000	-	-	-
Other assets								
Profit receivable	-	-	2,565	42,481	-	248	2,716	26,804
Commission receivable	-	-	-	-	-	-	-	-
Prepaid expenses	-	-	2,024	49,130	-	506	2,814	23,756
Receivable under scheme of merger	11,282	-	-	-	11,282	-	-	-
Receivable under home remittance	18,517	-	-	-	12,274	-	-	-
Other Receivable	-	-	-	-	-	-	-	-
	29,799	-	4,589	91,611	23,556	754	5,530	50,560
Due to financial institutions								
Opening balance	3,500,000	-	-	-	-	-	-	-
Addition during the year	56,000,000	-	-	-	103,400,000	-	-	-
Repaid during the year	(52,300,000)	-	-	-	(89,900,000)	-	-	-
Closing balance	7,200,000	-	-	-	3,500,000	-	-	-
Deposits								
Opening balance	-	526,091	31,609	1,568,472	-	576,527	21,655	1,548,037
Addition during the year	-	530,368	48,360	7,439,574	-	3,646,952	261,775	33,993,053
Withdrawn during the year	-	(158,577)	(45,513)	(7,663,964)	-	(3,697,388)	(251,821)	(34,004,836)
Transfer in / (out) - net	-	(6,484)	(30)	-	-	-	-	32,218
Closing balance	-	891,398	34,426	1,344,082	-	526,091	31,609	1,568,472
Other liabilities								
Profit payable	67,734	2,930	60	3,110	17,849	2,867	44	5,672
Accrued expenses	41	-	-	11,048	-	-	-	10,238
Acceptances	587,036	-	-	-	587,036	-	-	-
Unearned Income	-	-	-	-	-	-	-	1,776
Other liabilities	-	540	-	1,595	-	370	-	-
	654,811	3,470	60	15,753	604,885	3,237	44	17,686
Contingencies and Commitments								
Letter of Credit	-	-	-	457,508	-	-	-	357,728
Letter of Guarantee	22,171	-	-	999,931	24,388	-	-	944,182
Commitment to extend credit	-	-	-	-	-	-	-	-
Forward exchange contract	-	-	-	-	-	-	-	-
Purchase	-	-	-	-	-	-	-	-
Sale	-	-	-	-	-	-	-	-
Unrealized gain on forward exchange contract - net	-	-	-	-	-	-	-	-
	March 31, 2022 (Un-Audited)				Mar 31, 2021 (Un-Audited)			
	Parent	Directors	Key management personnel	Other related parties	Parent	Directors	Key management personnel	Other related parties
	Rs. In thousands				Rs. In thousands			
Transactions during the year								
Income								
Profit return earned	-	62	1,114	39,378	-	195	1,020	17,748
Commission earned	-	-	-	10,954	-	-	-	16,719
Rental income	3,162	-	-	-	2,875	-	-	-
Other income	-	-	15	-	-	-	9	-
	3,162	62	1,129	50,332	2,875	195	1,029	34,467
Expense								
Profit return expensed	143,111	9,241	170	9,318	18,230	4,721	55	12,265
Rental expense	11,352	-	-	-	10,347	-	-	-
Takaful expense	-	-	-	18,835	-	-	-	21,749
Security expense	-	-	-	10,528	-	-	-	13,017
Other expense	2,429	170	-	161	30	250	-	-
	156,892	9,411	170	38,842	28,607	4,971	55	47,031
Other transactions during the year								
Fee paid	-	-	-	-	-	140	-	-
Managerial remuneration paid	-	6,634	34,648	-	-	6,323	33,332	-
Contribution paid to provident fund	-	-	-	14,232	-	-	-	30,943
Re-imbursement under home remittance payments	997,524	-	-	-	1,031,123	-	-	-
Proceeds from sale of fixed assets	-	-	64	-	-	-	9	-
Purchase of fixed assets	-	-	-	-	-	-	-	5,008
Disbursement made against advance salary	-	-	-	-	-	-	700	-
Repayment made against advance salary	-	-	917	-	-	-	233	-
Payment made against expenses	10,578	-	-	52,587	-	-	-	59,415
Foreign currency purchase	3,623,787	-	-	-	5,973,558	-	-	-
Foreign currency sale	1,669,857	-	-	-	4,155,685	-	-	-
Letter of Credit issued	-	-	-	912,925	-	-	-	1,364,237
Letter of Guarantee issued	-	-	-	10,983	420	-	-	19,812

(Un-audited) (Audited)
March 31 December 31
2022 2021
Rupees in thousands

40 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

Minimum Capital Requirement (MCR):

Paid-up capital (net of losses)	10,370,440	10,267,998
---------------------------------	------------	------------

Capital Adequacy Ratio (CAR):

Eligible Common Equity Tier 1 (CET 1) Capital	8,880,714	8,701,677
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	8,880,714	8,701,677
Eligible Tier 2 Capital	352,991	310,246
Total Eligible Capital (Tier 1 + Tier 2)	9,233,705	9,011,923

Risk Weighted Assets (RWAs):

Credit Risk	68,753,769	63,073,624
Market Risk	2,051,064	2,400,232
Operational Risk	9,074,540	9,074,540
Total	79,879,373	74,548,396

Common Equity Tier 1 Capital Adequacy ratio

11.12% 11.67%

Tier 1 Capital Adequacy Ratio

11.12% 11.67%

Total Capital Adequacy Ratio

11.56% 12.09%

Leverage Ratio (LR):

Eligible Tier-1 Capital	8,880,714	8,701,677
Total Exposures	190,219,542	184,200,849
Leverage Ratio	4.67%	4.72%

Liquidity Coverage Ratio (LCR):

Total High Quality Liquid Assets	34,170,274	34,199,441
Total Net Cash Outflow	29,733,931	29,734,237
Liquidity Coverage Ratio	114.92%	115.02%

Net Stable Funding Ratio (NSFR):

Total Available Stable Funding	107,006,664	106,421,668
Total Required Stable Funding	87,022,481	89,002,051
Net Stable Funding Ratio	122.96%	119.57%

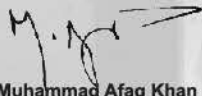
41 GENERAL

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

42 DATE OF AUTHORISATION FOR ISSUE

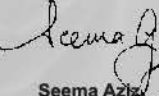
These condensed interim financial statements were authorised for issue on April 26, 2022 by the Board of Directors of the Bank.


Syed Iftikhar Hussain Rizvi
Chief Financial Officer


Muhammad Afaq Khan
President / Chief Executive


Omair Safdar
Director


Raza Mansha
Director


Seema Aziz
Director

BRANCH NETWORK

Br.Code	Name of Branch	Address	City	Contact No.
001	Shahrah-e-Faisal Branch	Ground Floor, Nice Trade Orbit, Main Shahrah-e-Faisal Nursery, Karachi	Karachi	+92-21-34328469-72 +92-21-34328477
002	Liberty Market Branch, Gulberg	9-C, Commercial Liberty Market, Gulberg Lahore	Lahore	+92-42-35789831-34
003	Shah Rukn-e-Alam Colony Branch	17-F Chowk Shah Rukn e Alam Colony, Multan	Multan	+92-61-6560451-57
004	Thandi Sarak Branch	Ground Floor, Shop No.6 & 7, River View Apartments, Thandi Sarak, Hyderabad	Hyderabad	+92-22-2785486 +92-22-2785632
005	Peoples Colony Branch	668-1, Block A, Peoples Colony No. 1, Faisalabad	Faisalabad	+92-41-8556801-05
006	Jinnah Avenue, Blue Area Branch	52 East, Dody Plaza, Jinnah Avenue Islamabad	Islamabad	+92-51-2875091 +92-51-2604677
007	Rashid Minhas Road Branch	Plot# LM-10, Block-10-A, Near Pizza Hut, main Rashid Minhas Road, Karachi	Karachi	+92-21-34817623 +92-21-34838077 +92-21-34817649
008	DHA Phase III, Z Block Branch	339-Z (Commercial) Ground Floor, Phase III, Defence Housing Authority, Lahore	Lahore	+92-42-35692901 +92-42-35746675
009	Bank Road, Saddar Branch	Shahbaz Plaza, Bank Road, Saddar, Rawalpindi	Rawalpindi	+92-51-5525277 +92-51-5700342 +92-51-5523474
010	Tasneem Plaza, Saddar Road Branch	Tasneem Plaza, 6 Saddar Road, Peshawar Cantt	Peshawar	+92-91-5272180-83
011	M.A Jinnah Road Branch	M.A. Jinnah Road, Quetta, Balochistan	Quetta	+92-81-2824977
012	Shahalam Market Branch	12-13-6 Block-A, Shah Alam Market, Lahore	Lahore	+92-42-37667813
014	New Challi Branch	Shop No G-2, Muhammadi Trade tower, Altaf Hussani road, New Challi, Karachi	Karachi	+92-21-32371192
015	S.I.T.E Branch	C 18-A, East Avenue, S.I.T.E, Karachi	Karachi	+92-21-32552192 +92-21-32552193
016	G.T. Road Branch, Sharifpura Chowk	Sharifpura Chowk G.T Road Gujranwala	Gujranwala	+92-55-3251915-17
017	Rahim Yar Khan Branch	29-Model Town, City Centre, City Park Chowk, Rahim Yar Khan	Rahim Yar Khan	+92-68-5876049
018	Club Road Branch	73, Club Road, Civil Line, Sargodha	Sargodha	+92-48-3768633
019	F-10 Markaz Branch	1-G Souk-Ul-Hashir Plaza, Double Road, F-10 Markaz, Islamabad	Islamabad	+92-51-2114307
021	Allama Iqbal Town Branch	132 Jahanzaib Block, Main Boulevard, Allama Iqbal Town, Lahore	Lahore	+92-42-37813681-84
022	Bunder Road Branch	Shop/ Plot/ Khasra/ Khatooni/ Khewat # Plot # B-1623, Bunder Road, Sukkur	Sukkur	+92-71-5620756
023	Khalid-Bin-Waleed Road Branch	Show Room No.9-11, Plot No.167-A, Block-3, Khalid Bin Waleed Road, Karachi	Karachi	+92-21-34323051-53
024	Maulana Shaukat Ali Road Branch, Johar Town	87-E, Madina Heights, Maulana Shaukat Ali Road, Johar Town, Lahore	Lahore	+92-42-35222674-79
025	Hyderabad Road Branch	Plot No.1, Survey No. 272-1 Deh Taluka Hyderabad Road, Tando Allah Yar	Tando Allahyar	+92-22-3891600 +92-22-3891567
028	Farid Town Branch	Plot # 23, Khewat # 7854, Khatooni # 7907, Khasra No. 776-23-J, Farid Town, Sahiwal, Tehsil & District Sahiwal	Sahiwal	+92-40-4270713-15
029	Bhimber Road Branch	Khewat # 143, Khatooni # 341, Bhimber Road, Gujrat, Tehsil & District Gujrat	Gujrat	+92-53-3601781-82
032	Korangi Industrial Area Sector 23 Branch	Plot # 1-A, Sector 23, Korangi Industrial Area, Karachi	Karachi	+92-21-35122311-12
033	North Nazimabad Branch	Shop # 1 & 2 Jasmine Heights Plot # SC-21-A Block H North Nazimabad, Karachi	Karachi	+92-21-36641761-63
034	Main Saddar Bazar Branch	Qasr-e-Fatima 90-1-2, Main Saddar Bazar, Hyderabad	Hyderabad	+92-22-27315646-48
035	Main Boulevard Branch, Gulberg	58 Main Boulevard Gulberg Lahore	Lahore	+92-42-35760954-58
037	F.B. Industrial Area Branch	Sector no 22, KDA Scheme 16, FB Industrial Area Karachi	Karachi	+92-21-36834440 +92-21-36834448
038	Taj Road Branch	Taj Road Chaman, Balochistan	Chaman	+92-82-6615429
039	Tehsil Road Branch, Loralai	Shop # 372, House # 425, Tehsil Road Loralai, Balochistan	Loralai	+92-82-4660400
040	Timergara Branch	Zeb plaza main balambat Road Timergara District Lower Dir	Timargara	+92-945-825571-73
041	Mingora Branch	Opposite Bank Square Main Bazar Mingora Swat	Mingora	+92-946-725373-74
042	Shamsi Road Branch	RS Plaza Shamsi Road, Tehsil and District Mardan	Mardan	+92-937-870751 +92-937-870753
043	New Garden Town Branch	Shop No 12, 13, 14, Shan Arcade, Civic Centre, Garden Town, Lahore	Lahore	+92-42-35941840-41

Br.Code	Name of Branch	Address	City	Contact No.
044	Cavalry Ground Branch	Plot No 7, Cavalry Ground Commercial Area, Walton Lahore Cantt	Lahore	+92-42-36672180 +92-42-36672183
046	Matta Branch	Khatooni No. 28-50, Khasra No.2309, Mehran Khan Plaza, Main Matta Khari, Matta Swat	Matta	+92-94-6790612-15
047	Mall Godam Road Branch	Plot No. 359, Mall Godam Road, Toba Tek Singh	Toba Tek Singh	+92-46-2514427 +92-46-2515427 +92-46-2517327
048	Hazara Town Branch	Lilak Shopping Centre, Barma Road, Aliabad, Hazara Town, Quetta, Balochistan	Quetta	+92-81-2853127
049	Main Airport Road Branch	Main Airport Road, Gwadar, Balochistan	Gawadar	+92-86-4210290
050	Dream Gardens Branch	Shop No.08 & 09, Block C, Dream Garden Housing Society, 1.5 KM Defence Road, Off Raiwind Road, Lahore	Lahore	+92-42-35469652
051	Kabal Branch	Khasra No. 2262, Khata No. 901, Khatooni No. 1176, Hassan Plaza, Kabal Chowk, Kabal, District Swat	Kabal	+92-94-6755592-95
052	Sirki Road Branch	Plot No. 136-14-32, Akram Plaza, Sirki Road, Quetta, Balochistan	Quetta	+92-81-2836417
053	Pak Haider Market Branch	Shop No 1 to 6, Pak Haider Market, Near Zafar Park, next to Malakand CNG, GT Road, Bathkela District Malakand	Bathkela	+92-93-2410670-72
054	G-11 Markaz Branch	Shop No. 7,8,25,26, Plot No. 33, G-11 Markaz, Islamabad	Islamabad	+92-51-2360067
055	Chaklala Scheme III Branch	Plot No. 16, Commercial Area, Chaklala Scheme III, Rawalpindi Cantt.	Rawalpindi	+92-51-5766233
056	Nawan Shehar Branch	Plot No. 741-F, Ward No.9, Muslim Mouza Ismail, Chowk Nawan Shehar, Multan	Multan	+92-61-4573032
057	Gulshan-e-Iqbal Branch	Shop No. 1&2, Al- Sammad Tower 13- Gulshan-e-Iqbal, Main University Road, Karachi	Karachi	+92-21-34971513-15
058	Latifabad Branch	Shop No. 1, 2 & 3, United Plaza, Opposite American Hospital, Main Road, Unit # 7, Taluka Latifabad, District Hyderabad	Hyderabad	+92-22-3821861-65
062	Zainab Market, Saddar Branch	PB No. 272-1, Ground Floor State Life Building No.11, Abdullah Haroon Road, Saddar Karachi	Karachi	+92-21-35681851-60
063	Main Road Branch, Turbat	Main Road Turbat, Balochistan	Turbat	+92-85-2411153
064	G-1 Market, Johar Town Branch	435 G-1 Market, Johar Town, Lahore	Lahore	+92-42-35468417
065	PIA Housing Society Branch	Plot No. 8, Block D, Phase I, PIA Housing Scheme, Wapda Town, Lahore	Lahore	+92-42-35463995-96
067	Manshera Road Branch	GM Tower, near Sethi Masjid, Mansehra Road, Abbottabad	Abbottabad	+92-99-2408301-04
069	Main Boulevard Branch, Faisal Town	35-A, Main Boulevard, Faisal Town, Lahore.	Lahore	+92-42-35202200 +92-42-35202203 +92-42-35303304
070	Ataliq Bazar, Bypass Road Branch	Ataliq Bazar Bypass Road Near Bus Adda, Chitral	Chitral	+92-943-414389 +92-943-414316
071	Tehsil Bazar Branch, Sadiqabad	19/20-D, Tehsil Bazar, Sadiqabad	Sadiqabad	+92-68-5802242-43
072	JK Sugar Mills Branch	JK Sugar Mills, Chak No. 84/15L Mian Channu	Mian Channu	+92-42-34501000 Ext. 1972
073	Muhammad Ali Society Branch	12-C/B Muhammad Ali Society, Karachi	Karachi	+92-21-34320831 +92-21-34320834
075	Kacheri Road, DG Khan Branch	Ashraf Palaza, Block # 2, Kachehri Road, D. G. Khan	Dera Ghazi Khan	+92-64-2460258
077	Bahria Town Phase IV Branch	Shop No G-9-10, Bahria Heights II, Ext Bahria Town, Phase- IV, Islamabad	Islamabad	+92-51-5146025
078	Model Colony Branch	H.No. 4/95, Affandi House, Liaquat Ali Khan Road, Model Colony, Karachi	Karachi	+92-21-34110334-5 +92-21-34110338
079	DHA Rahbar Branch	Defence Road, DHA Rahbar, Lahore	Lahore	+92-42-34501000 Ext. 1979
081	Jutial Branch	Shahrah-e-Quaid-e-Azam, Near NHA Office, Jutial Gilgit	Gilgit	+92-581-1450754
082	Model Town Block A Branch	30 - Model Town-B, Block A Bahawalpur	Bahawalpur	+92-62-2888768
083	DHA Phase II - Tulip Road Branch	DHA Phase-II Branch, Plaza # 8, Street# A/62, Tulip Road, Sector A, DHA Phase-II, Islamabad	Islamabad	+92-51-5147159 +92-51-5147164
085	Madras Chowk Branch	Shop # S-8, S-9 & S-10, Pioneer Tower Survey No. 22 & 24, Deh Songal Gujro, Sector 16-A, Scheme, Karachi	Karachi	+92-21-34645751 +92-21-34645754-5
088	Faizan-e-Madina Branch	Shop No. 22, Alami Madani Markaz, Faizan-e-Madina, Mohalla Saudagran Old Sabzi Mandi Karachi	Karachi	+92-21-34910376 +92-21-34910378
089	M.A Jinnah Road Branch	Khawat No. 1519, Khatooni No. 1537, Khasra No. 4207/6-5-4 M.A. Jinnah Road, Okara	Okara	+92-44-2510124
090	Raza Garden Branch	Main Sillanwali Road, Raza Garden Sargodha	Sargodha	+92-48-3250682

Br.Code	Name of Branch	Address	City	Contact No.
091	Arabia Islamia Road Branch	Plot No.98 Block-A, Arabia Islamia Road, Burewala	Burewala	+92-67-3351281-85
092	Millat Chowk Branch	156-B, Millat Chowk, Gulistan Colony, Faisalabad	Faisalabad	+92-41-8782963-66 +92-41-8782968
093	Dalazak Road Branch	Malik Sardar Plaza, Near Yousafabad Canal, Dalazak Road, Peshawar	Peshawar	+92-91-2244041-42
094	Qasimabad Branch	Shop No. 6 & 7, Raheel Heights, 267/2, Deh Sari, Wadhu Wah Road, Qasimabad, Hyderabad	Hyderabad	+92-22-2675334
095	Korangi Industrial Area Sector 7-A Branch	Plot No.251, Sector 7-A, Korangi Industrial Area, Karachi	Karachi	+92-21-35151191-96
096	Sarwar Road Cantt. Branch	Plot No. 05, Survey No.52/C-5, Sarwar Road Cantt. Lahore	Lahore	+92-42-36682075-76
097	Malir Cantt Branch	Shop No. 75, 4 Dots Shopping Complex C/O HQ 4 Air Defence Division, 31 Bostan Lines, Malir Cantonment, Karachi	Karachi	+92-21-34901140
099	Muslim Bagh Branch	Station Road, Muslim Bagh, Balochistan	Muslim bagh	+92-823-669214-5
100	Samanabad Branch	Property 22-7-17/1 & 22-S-17/2, Main Samanabad, Lahore	Lahore	+92-42-37590152
102	G.T Road Branch, PAC Chowk	Shop No. 75, Mini Plaza, PAC Chowk, G.T Road, Kamra Cantt, District Attock	Kamra	+92-57-2642521
103	Burq Road Branch	Shop # B-III/37, C-152, Dr. Ghulam Gillani Burq Road, Attock City	Attock	+92-57-5700903
104	Talagang Road Branch, Chakwal	B1-1/1634/1, B-1-1635, Talagang Road, Chakwal	Chakwal	+92-54-3602050-51
105	Canal Road Branch	204 RB East, Canal Road Faisalabad	Faisalabad	+92-41-2421890-91
106	Kotwali Road Branch	P-64 Taj Plaza, Kotwali Road, Faisalabad	Faisalabad	+92-41-2604935
107	G.T Road Branch, Ghakhar	Khewat # 2414, Khatooni # 3600, Khasra # 3359, GT Road, Ghakhar	Ghakhar	+92-55-3886662 +92-55-3886665
108	Satellite Town Branch	Satellite Town Branch, 529-C Satellite Town, Gujranwala	Gujranwala	+92-55-3825781
109	G.T Road Branch, Kharian	Bilal Plaza, G.T.Road, Kharian	Kharian	+92-53-7601325 +92-53-7601358
110	Ghalla Mandi Branch	Plot # 7/211, Ward # 7, Ghalla Mandi, Mandi Bahauddin	Mandi Bahauddin	+92-546-509551 +92-546-509553
111	G.T Road Branch, Hussain Plaza	Khasra No. 625, Hussain Plaza, Chowk GTS, G.T Road, Gujrat	Gujrat	+92-53-3571542 +92-53-3530287
115	F-7 Markaz, Post Mall Branch	Plot # 3, F-7 Markaz, Post Office, Mall Building, Islamabad	Islamabad	+92-51-2608003 +92-51-2608018
116	F-8 Markaz Branch	Shop # 12 & 13, Al-Babar Center, F-8 Markaz, Islamabad	Islamabad	+92-51-2852653
117	F-11 Markaz Branch	Plot # 18, Trade Centre, Main Double Road, F-11 Markaz, Islamabad	Islamabad	+92-51-2107862
118	E-11/3 Branch	Commercial Plot No. 2, Sector E-11/3, Islamabad Garden, Islamabad	Islamabad	+92-51-2375345-6
119	I-8 Markaz Branch	MB City Mall, Plot No. 34, I-8 Markaz, Islamabad	Islamabad	+92-51-4862278-79
120	Aslam Market Branch, Wah Cantt	Shop # 1/37, Commercial Area, Civic Centre, Aslam Market, Wah Cantt	Wah Cantt	+92-51-4902231
121	Yousuf Shah Road Branch	Khewat # 698, Khatoon.i # 203, Yousuf Shah Road, District Jhang (Opposite District Courts Jhang)	Jhang	+92-47-7629591-94
122	G.T Road Branch, Sarai Alamgir	Al Awan Plaza, near Military College, Main GT Road, Sarai Alamgir	Sarai Alamgir	+92-544-654929 +92-544-654929
123	G.T Road Branch, Gujar Khan	Commercial Property # BIII 379 & BIII 377, G.T. Road (Near MCB), Gujar Khan	Gujar Khan	+92-51-3510156
124	Shandar Chowk Branch	Model Colony, Shandar Chowk, Jhelum	Jhelum	+92-544-627128 +92-544-628677
126	North Napier Road Branch	Marium Manzil, Plot # 161, Survey Sheet # MR-1, Market Quarters, North Napier Road, Karachi	Karachi	+92-21-32440583 +92-21-32473166
127	I.I. Chundrigar Road Branch	Gul Tower, Main I.I Chundrigar Road, Karachi	Karachi	+92-21-32426413
128	Cloth Market Branch	Plot # 21/1, Puri Building, Cloth Market, Karachi	Karachi	+92-21-32472148-49 +92-21-32471727
129	Jodia Bazar Branch	MR 6/2, Market Quarters, Virjee Street, Jodia Bazar, Karachi	Karachi	+92-21-32443758 +92-21-32443684
132	Javed Arcade Branch	Javed Arcade, Plot # SB-1, Block # 17, KDA Scheme # 36, Gulistan-e-Jauhar, Karachi	Karachi	+92-21-34632739 +92-21-34632745 +92-21-34636747
133	Shershah Branch	Plot # M-II-E-606, Shershah, Karachi	Karachi	+92-21-32587581-83
137	Shaheed-e-Millat Road Branch	Bismillah Blessings, Plot No. 7-A/228, SS No. 35-P/1, Block-3, DMCHS, Main Shaheed-e-Millat Road, Karachi	Karachi	+92-21-34145043 +92-21-34943888 +92-21-34943777
138	Business Arcade Branch	Plot # 27-A, Business Arcade, Block-6, P.E.C.H.S., Shahrah-e-Faisal, Karachi	Karachi	+92-21-34326570-73

Br.Code	Name of Branch	Address	City	Contact No.
141	EOBI House Branch	Plot No. ST-1/A-1, KDA Commercial Complex, Scheme 1, Shop No. G-01/B, Ground Floor, EOBI House, Shahrah-e-Faisal, Karachi	Karachi	+92-21-34330172 +92-21-34536732
143	Allama Iqbal Road Branch	Plot No.683-C Ground Floor & Mezzanine Floor, Block-2, PECHS, Allama Iqbal Road, Karachi	Karachi	+92-21-34301815 +92-21-34301817-18
148	DHA Phase V Ext., Saba Avenue Branch	Saba Avenue, Plot # 8-C, Badar Commercial, Street # 6, Phase V Ext, DHA, Karachi	Karachi	+92-21-35341673 +92-21-35341675 +92-21-35849782
150	DHA Phase V, Zamzama Lane Branch	17-E, 6th Commercial Lane, DHA Phase-V, Karachi	Karachi	+92-21-35295015 +92-21-35295210
151	Kulsoom Court Branch	Kulsoom Court, Shop # 2, 3, 5A & 6, Plot DC-3, KDA Scheme # 5, Block-9, Clifton, Karachi	Karachi	+92-21-35837012 +92-21-35837015 +92-21-35837018
152	DHA Phase IV Branch	Ground Floor, Plot # 99-E, 9th Commercial Street, Phase-IV, DHA, Karachi	Karachi	+92-21-35313001 +92-21-35885719
154	DHA Phase II Branch	106/C, Phase-II, National Highway, D.H.A., Karachi.	Karachi	+92-21-35314164 +92-21-35314081 +92-21-35314084
155	Paper Market Branch	Plot # 11/2, Sheet SR-9, Seraj Quarters, Anjarwala Bakery Sharah-e-Liaquat Karachi	Karachi	+92-21-32212610 +92-21-32212356
159	Gulshan-e-Ravi Branch	159-A, Main Boulevard, Gulshan Ravi, Lahore	Lahore	+92-42-37401870-74 +92-42-37401890
160	Nila Gumbad Branch	Plot # 12, McLagan Road, Nila Gumbad, Lahore	Lahore	+92-42-37210102
161	Shahrah-e-Aiwan-e-Tijarat, China Chowk Branch	14-A (Ground Floor), Shahrah-e-Aiwan-e-Tijarat, Old Race Course Road, Lahore	Lahore	+92-42-36282790-95
162	Davis Road Branch	Aftab Centre, 30-Davis Road, Lahore	Lahore	+92-42-36287029 +92-42-36286965
163	C Block, Model Town Branch	Shop No.10 and 11, Commercial Market, C-Block, Model Town, Lahore	Lahore	+92-42-35915403-6
165	DHA Phase II, Commercial Area Branch	Commercial Plot # 12, Block CCA, Phase II, DHA, Lahore	Lahore	+92-42-35749481 +92-42-35707033 +92-42-35749485
166	Bahria Town Sector-C Branch	65-A, Sector-C, Bahria Town, Lahore	Lahore	+92-42-37861591-93
167	Thokar Niaz Baig Branch	171-A Ali Town, Main Raiwind Road, Lahore	Lahore	+92-42-35963291
168	Ichra Branch	Shop # 158, Mohalla Rasool Pura, Ichra, Main Ferozepura Road, Lahore.	Lahore	+92-42-37426801-05
169	Multan Road Branch	9-A Industrial Block, Scheme More, Allama Iqbal Town, Multan Road, Lahore	Lahore	+92-42-37803449
170	Muzaffarabad AJK Branch	Plot No. 26-1, Ghari Phan Chowk, Domel Syedan, Muzaffarabad, Azad Kashmir	Muzaffarabad	+92-5822-921137-38 +92-5822-920455
171	Mirpur AJK Branch	Bank Square, Allama Iqbal Road, Mirpur, Azad Kashmir	Mirpur A.K.	+92-5827-442840 +92-5827-447683 +92-5827-442118
172	Hayatabad Branch	B-1, Phase V, Hayatabad, Peshawar	Peshawar	+92-91-5825305
173	Gulbahar Branch	Malik Arcade, Anam Sanam Chowk, Gulbahar Road, Peshawar	Peshawar	+92-91-2580718 +92-91-2590762
174	Choharmal Road Branch	Choharmal Road, Quetta, Balochistan	Quetta	+92-81-2843640
175	Mannan Chowk Branch	2-11/6-303, Mannan Chowk, M.A. Jinnah Road, Quetta	Quetta	+92-81-2836204-05
176	Murree Road Branch	North Star Plaza, 20-B, Murree Road, Satellite Town, Rawalpindi	Rawalpindi	+92-51-4426972-76
177	PWD Employees Society Branch	40-B, Block-B, Commercial Area (Extension), PWD Employees Housing Society, Lohi Bhair, Islamabad Highway, Islamabad	Islamabad	+92-51-5194302
179	Mian Khan Road Branch	110 Mian Khan Road, Block 5, Sargodha	Sargodha	+92-48-3726609 +92-48-3729623
180	Sargodha Road Branch	Shop No. 1, Ground Floor, Al-Hamd Plaza, Batti Chowk, Sargodha Road, Sheikhpura	Sheikhpura	+92-56-3545724
181	Kashmir Road Branch	155/A, BIII-12S, Sublime Chowk, Kashmir Road, Sialkot	Sialkot	+92-523-241491 +92-523-241292
185	Bank Road Deh Garaho Branch	Plot No. 9, Block No. 263/4 Deh Garaho City, Bank Road, Kunri	Kunri	+92-238-558013-14
186	Shahdara Branch	Shahdara, Main Sheikhpura Road, Jiya Musa, Lahore	Lahore	+92-42-37919160
187	Baghbanpura Branch	266, G.T. Road, Baghbanpura, Lahore	Lahore	+92-42-36844011-12 +92-42-36844015
188	Ravi Road, Timber Market Branch	NWIII.R.78/5/A, Timber Market, Lahore	Lahore	+92-42-37722338-9
189	Babar Center, Circular Road Branch	Babar Center, 51-Circular Road, Outside Akbari Gate, Lahore	Lahore	+92-42-37379250
190	Badami Bagh Branch	93-Grain Market Badami Bagh, Lahore	Lahore	+92-42-37706366 +92-42-37706086 +92-42-37720696

Br.Code	Name of Branch	Address	City	Contact No.
192	Bahria Town Phase VII Branch	Plot No.6, Mini River View Commercial Mall Extension - II, Bahria Town Phase VII, Rawalpindi	Rawalpindi	+92-51-5400184
193	Tehsil Road Branch, Gojra	Tehsil Office Road, Gojra	Gojra	+92-46-3515426-28
194	Shahkas Branch	Spinzer Market, Wazir Dhand, Main Jamrud Road, Shahkas Jamrud, District Khyber Agency	Jamrud	+92-91-3021760-61
195	U.P. More Branch	Shop no. 1&2, Ground Floor, Plot Bearing No. A976, Sector 11-B, U.P More, North Karachi	Karachi	+92-21-36416681-84
196	Adda Khaliqabad Tulamba Branch	Adda Khaliqabad Tulamba, District Khanewal	Khanewal	-
198	DHA Phase II Ext. Branch	Plot No. 47-E, 21st Commercial Street, Phase II-Extension. D.H.A, Karachi	Karachi	+92-21-35392201-02 +92-21-35392204
199	SMCHS Branch	Plot # 21-22, Sub Block D, Block A, Sindhi Muslim Cooperative Housing Society, Karachi	Karachi	+92-21-34300712-14
200	DHA Phase VI Branch	Plot No. 12, Main Boulevard Phase VI, DHA Lahore	Lahore	+92-42-37180315-8
201	Jinnah Avenue, Bahria Town Branch	Dominion Business-1, Plot No: B-34, Jinnah Avenue Commercial, Bahria Town, Karachi	Karachi	+92-42-34501000 Ext: 2201
202	Railway Road Branch	Plot# 376/A, Railway Road, Bannu City, Bannu	Bannu	+92-928-660405-6
203	Dera Ismail Khan Branch	Plot # 3, Survey # 68, Circular Road, Dera Ismail Khan	Dera Ismail Khan	+92-966-719934-36
204	DHA EME Sector Branch	Plot# 408, Block-J, Commercial Area, DHA, EME Sector, Multan Road, Lahore	Lahore	+92-42-37512400-3 +92-42-37512407
205	Chowk Halalpur Noon Branch	Chowk Halalpur Noon, Tehsil Kot Momin, District Sargodha	Sargodha	+92-48-6873027-29
206	Jhang Road Branch	Shan Plaza, Opposite NADRA Office, Faisalabad Road, Chiniot	Chiniot	+92-47-6333566 +92-47-6333577
207	Kallar Sayedan Branch	Mouza kallar Sagwal, Tehsil Kallar Syedan, District Rawalpindi	Rawalpindi	+92-51-3570650-52
208	Bahria Town Phase VIII Branch	Plot No. 43/C, Business Junction, Circulation Strip, Bahria Town, Phase VIII, Rawalpindi	Rawalpindi	-
209	Attari Ferozepur Road Branch	Plot # S-86-R-800/C/Hall, Sobra Ferozepur Road, Lahore	Lahore	+92-42-35723687-88
210	G.T Road Branch, Kamoke	G.T Road Kamoke	Kamoke	-
211	Shahabpura Road Branch	Bill-85-322, Shahabpura Road, Sialkot	Sialkot	+92-52-3550103-04
212	F.B Industrial Area, Water Pump Branch	PMJ Square, Phase-1, Shop # 1 to 4, Block 14, Naseerabad, F.B Industrial Area, Karachi	Karachi	+92-21-36377051 +92-21-36377054
213	Sheikh Sultan Trust Branch	Survey No. 25, Survey Sheet No. CL-10, Building No. 1, Sheikh Sultan Trust, Beaumont Road, Civil Lines, Karachi	Karachi	-
214	Jaranwala Branch	Main Hassan Road, Jaranwala	Jaranwala	+92-414-310931-33
215	G.T Road Branch, Mian Channu	Amin Trade Center, GT Road, Mian Channu	Mian Channu	-
216	Model Town Branch, Multan	Plot # 1, 2 Block B, Model Town, Multan	Multan	-
217	Hajipura Branch	Hajipura, adjacent DoctorsHospital, Wazirabad	Wazirabad	-
218	Chobara Road Branch	Near MCB Bank, Chobara Road, Layyah	Layyah	-
219	I-10 Markaz Branch	I-10 Markaz Branch, Islamabad	Islamabad	-
220	Faisal Hills Branch	Plot No. 22, MB Square, MR-01, Executive Block, Faisal Hills, Main GT Road, Taxila	Taxila	+92-51-450037-39
901	Bahria Orchard (Sub Branch Bahria Town Sector C)	Plot No. 34, Low Cost Commercial Block-C, Category Boulevard, Bahria Orchard, Lahore	Lahore	+92-42-3545199 +92-42-5451509
221	Bannu Road Branch	Shop # T-663, 664, Bezari, Chakkar Kot, Main Bazaar, Bannu Road, Kohat	Kohat	+92-922-866155-56
222	Highway Road Branch, Chishtian	Highway Road, Chishtian	Chishtian	+92-63-2507634
223	Top City Branch	Orion Business Square, Top City, Rawalpindi	Rawalpindi	-
224	Main Bazaar Kumbhar Branch	Old Adda, Main Bazaar, Kumbhar, District Lower Dir	Lower Dir	+92-945-888007
225	Manshera Branch	Main Bazaar, near Fouji Foundation, Manshera	Manshera	+92-997-391801 +92-977-391801
226	Muridke Branch	Muhalla Bilal Park, GT Road, Muridke	Muridke	-
227	Hafizabad Branch	Royal Guest House, Gujranwala Road, Hafizabad	Hafizabad	-
228	Adda Chamb Morr Branch, Lodhran	M97 Highway Road (M-5) Adda Chamb Morr, Lodhran	Lodhran	-



بایرکتے بینکاری،
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