

First Quarter Report

2023



MCB Islamic Bank Ltd.

بایرکت بینکار، ہمارے ذمہ داری

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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.



MCB Islamic Bank Ltd.

پابکرکے بینکارکے، ہمارکے ذمہ دارکے

CREDIT RATING

Long Term

A

Short Term

A - 1

CORPORATE INFORMATION

Board of Directors

Mr. Raza Mansha (Chairman)

Mr. Jawaid Iqbal

Ms. Seema Aziz

Mr. Ahmed Ebrahim Hasham

Mr. Ibrahim Shamsi

Mr. Hammad Khalid

Mr. Omair Safdar

Mr. Zargham Khan Durrani

Non-Executive Director

Independent Director

Independent Director

Non-Executive Director

Non-Executive Director

Non-Executive Director

Non-Executive Director

President / CEO

Board Audit Committee

Mr. Jawaid Iqbal

Ms. Seema Aziz

Mr. Ibrahim Shamsi

Mr. Omair Safdar

Mr. Hammad Khalid

Chairman

Member

Member

Member

Member

Human Resource & Remuneration Committee

Mr. Jawaid Iqbal

Ms. Seema Aziz

Mr. Raza Mansha

Mr. Omair Safdar

Chairman

Member

Member

Member

Risk Management & Portfolio Review Committee

Mr. Omair Safdar

Mr. Ahmed Ebrahim Hasham

Mr. Ibrahim Shamsi

Mr. Jawaid Iqbal

Mr. Zargham Khan Durrani

Chairman

Member

Member

Member

Member

Board Evaluation Committee

Ms. Seema Aziz

Mr. Hammad Khalid

Chairman

Member



MCB Islamic Bank Ltd.

بائپرکتے بینکارے، ہمارے ذمہ دارے

Business Strategy & Service Quality Review Committee

Mr. Ahmed Ebrahim Hasham	Chairman
Mr. Hammad Khalid	Member
Mr. Omair Safdar	Member
Mr. Zargham Khan Durrani	Member

Board I.T. Committee

Mr. Ibrahim Shamsi	Chairman
Mr. Jawaaid Iqbal	Member
Mr. Hammad Khalid	Member
Mr. Zargham Khan Durrani	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 Imran Siddique (Acting)

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 Limited (the Bank), we are pleased to present the financial results for the First Quarter Ended March 31, 2023.

Rs. in Million			
Statement of Financial Position	31-Mar-23	31-Dec-22	Growth
Deposits	163,007	154,001	6%
Total Assets	209,581	199,040	5%
Investments – net	72,434	72,669	-0.3%
Islamic Financing – net	93,719	90,302	4%
Shareholders' Equity (including revaluations)	17,054	16,347	4%

Profit & Loss Account	Jan – Mar 2023	Jan – Mar 2022	Growth
Operating income	3,158	1,287	145%
Operating and other expenses	1,590	1,206	32%
Provisions against financing and investments	(116)	129	-1.9 Times
Profit before taxation	1,452	210	5.9 Times
Profit after taxation	840	128	5.6 Times
Basic / diluted earnings per share - Rs.	0.54	0.08	5.6 Times

Performance Review

In the first quarter of 2023, Pakistan's economy has continued to face challenges in the shape of sky rocketing inflation, recent floods, sluggish economic growth, and external constraints, yet Pakistan's banking sector has remained broadly resilient and has performed well. Despite these challenges our Bank, remaining fully aware of the high downside risks to the economic and operating environment, pursued its strategy of consistent growth through low cost deposit mobilization and prudent financing practices. Supported by an optimal organizational structure, robust risk management framework and effective compliance with regulatory instructions, the Bank was able to attain **a profit before tax of Rs.1.45 billion for the quarter ended March 31, 2023, about 6 times higher than corresponding period last year, Alhamdulillah.**

The Bank's Deposits reached at Rs.163 billion as of March 31, 2023 as compared to Rs.154 billion as at December 31, 2022, registering a growth of 6% 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 mix (CASA) stands at a healthy rate of 76% against 72% as at December 31, 2022, with non-remunerative Deposits constituting 37% of total deposit mix against 32% as at December 31, 2022. Current deposit registered a very impressive growth of 22% in Q1, 2023. By providing a range of Islamic Banking products and maintaining service excellence, the Bank continues to place a strong emphasis on spreading awareness of Islamic Banking among potential non-banked consumers.

Total assets of the Bank increased by 5% to reach at Rs.209.58 billion as of March 31, 2023 as compared to Rs.199.04 billion as at December 31, 2022. The net Financing was closed at Rs.93.72 billion against the December 31, 2022 position of Rs.90.30 billion whereas the investments portfolio of the bank stood at Rs.72.43 billion against Rs.72.67 billion at December 31, 2022, showing management sagacious approach to gear up the Banks' profitability without compromising its Capital Adequacy, which closed at 19.44%. The management has its continuous focus on efficient capital management, better asset quality and high yielding portfolio.

During the quarter under review, the Bank earned operating income of Rs.3.16 billion, while return on earning assets stood at a level of 13.82% with the cost of funds at 7.45% resulting in a net spread of 6.38% for the quarter under review. On the other side due to the exorbitant rise in the general price level and the Rupee devaluation, the operating and other expenses increased by 32% as compared to corresponding period of last year. Effective management of expenses helped the bank contain rise in operating expenses despite high inflation and growth stage of the bank.

In view of the above developments, gradually increasing Balance Sheet spreads through effective portfolio mix management enabled the Bank's profit and loss statement to increase its profit before tax to Rs.1.45 B and profit after tax to Rs.840 million registering a whopping increase of 5.6 times over corresponding period last year. The improvement in the Bank's profitability is also evident from earnings per share after tax of Rs.0.54 for the quarter under review, against Rs.0.08 for the quarter in comparison.

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 stable outlook.

Economic Review

Global economic growth's tentative economic indicators give promising signs of stabilizing in early 2023. Since start of the Russia-Ukraine conflict, this is the first upward world growth forecast. Positive signs are the result of China's reopening, easing supply chain disruptions and reduction in the food and energy prices. However, concerns related to the downside risks of financial instability flare up the already existing concerns of Covid-19 successive shocks, monetary policy tightening, and the destruction of Russia-Ukraine war. The continuous higher inflationary pressure, although on decreasing trend has increased the cost of living crisis especially for vulnerable sectors of the economies. Resultantly, the International Monetary Fund (IMF) forecasts the global growth of 2.8% in 2023 against 3.4% in 2022.

Pakistan's economy is still facing various uncertainties on account of on-going political situation in the country, persisting mounting prices, critically low foreign reserves, recent flooding impacts, geopolitical dynamics especially in Russia-Ukraine and the massive erosion of rupee against dollar. Recently, Moody's and Fitch has downgraded Pakistan's credit ratings in the wake of the drop in the foreign exchange reserves and rise in risk of default on foreign debt repayment. However, significant progress seems to have been made towards completion of the 9th review under the IMF's Extended Funding Facility program. The IMF's growth estimation for Fiscal Year (FY) 2023 is 0.5% against 6% of 2022.

National Consumer Price Index (CPI) was recorded at 35.4% on year-on-year basis in March 2023 against the same level of 12.7% during the same period of last year. This reflects the broad based inflation, the reversal of unsustainable domestic fuel and electricity subsidies, and flood-related disruptions. State Bank of Pakistan (SBP) increased the policy rate by a cumulative 400 basis point to 20% during the quarter under review, which was further enhanced to 21% in April 2023. Despite the policy rate continuously being raised by SBP, the real interest rate remains negative.

Large Scale Manufacturing (LSM), during July-January FY 2023, witnessed the contraction of 4.4% against 7.6% growth in same period of last year, mainly driven by food, beverages, tobacco, textile, coke & petroleum products, pharmaceuticals, wood products, paper & paperboard, rubber products, non-metallic mineral products, fabricated metal, electrical equipment, machinery & equipment, automobiles and other transport equipment.

On the external front, the Current Account posted a deficit of USD 3.9 billion for July-February FY2023 as against a deficit of USD 12.1 billion last year showed a decline of 68% which significantly reduced the external financing requirement. The substantial reduction is due to the tightening of import policy and other related administrative measures.

Exports declined by 9.7% during July-February FY2023 and reached USD 18.6 billion (USD 20.6 billion last year). Imports declined by 21.0% during July-February FY2023 and reached USD 37.4 billion (USD 47.3 billion last year). Resultantly the trade deficit (July-February FY2023) reached to USD 18.7 billion as against USD 26.7 billion last year. The workers' remittances decreased by 10.8 % as they stood at USD 20.5 billion in the July-March FY 2023 against USD 23 billion during the corresponding period of last year. FX reserves stood at USD 9.7 billion as at March 31, 2023. PKR depreciated by more than 25% against USD from December 31, 2022.

On the fiscal front, the overall deficit widened during the period July-January of FY 2023 and is recorded at 2.3% of GDP (Rs.1,974 billion) against 2.8% of GDP (Rs.1,898 billion) in the same period of last year.

The KSE-100 Index closed at 40,000.83 points on March 31, 2023 a downward shift by 419.6 points from December 31, 2022, mainly attributable to uncertainty on both the economic and political fronts.

Assets and Deposit of Islamic banking industry grew by Rs. 1,325 billion and Rs. 810 billion respectively during period January-September of 2022. The total assets and deposits increased by 24% and 19% closed at Rs. 6,902 billion (market share of 20%) and Rs. 5,021 billion (market share of 21.1%) respectively, whereas the Branch network closed at 4,191 branches by the end of September 2022.

Future Outlook

Risks to the global economic outlook are heavily skewed towards downside, with the chances of a hard landing having risen sharply. Stress in the financial sector could worsen and spread, damaging the real economy through a significant decline in financing conditions and forcing central banks to re-evaluate their approach to monetary policy. The war in Ukraine could intensify and lead to more food and energy price spikes. It is possible that core inflation will persist longer than expected. Policy makers may face difficult trade-offs to bring sticky inflation down and maintain growth while also preserving financial stability. IMF expects the global inflation to be at 7.0% (0.4% higher than that of January 2023 forecast) and 4.9% in 2023 and 2024 respectively, still above pre-pandemic (2017–19) levels of about 3.5%. These implications translate to growth projected by IMF to 2.8% and 3.0% in 2023 and 2024 respectively and World Bank of 1.7% in 2023 and 2.7% in 2024. This could be the third weakest pace in last three decades possibly triggering a global recession in 2023.

On the domestic front, the political chaos, rise in commodities and petroleum prices, supply disruptions, and devaluation of the Pak Rupee will continue to be the main drivers of headline inflation in the near future. However, if the persistent and widespread inflationary pressures continue to exist, they may cause higher inflation expectations for a longer time period than initially predicted. The inflation outlook suggests that real interest rates will remain in negative territory which can warrant further policy tightening in near-term. Given the magnitude of the other external financing needs, which are closely related to IMF approval, the IMF's 9th review which is currently in progress is essential to rebuild the FX reserve buffers and to minimize uncertainty and ensure survival. IMF projects the country's GDP growth down to 0.5% in 2023 and 3.5% in 2024, whereas, World Bank forecasts 2.0% in 2023 and 3.2% in 2024.

In the coming days, credit, operational, and information security risks will continue to pose a serious threat to the banking sector. The time has come to strategically transition towards dynamic banking driven by technology, AI & banking prudence.

The Bank's management is passionate about sticking with its long-term sustainable growth strategy, especially after a fresh capital injection in 2022 that will open up new business opportunities and increase future profitability in line with its goal of becoming one of the key players in the Islamic banking industry of Pakistan. The main emphasis will be on building no or low-cost deposits, high-earning assets and cost control combined with investments in process automation, development of new product platforms and digitization.


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 the State Bank of Pakistan, Securities & Exchange Commission of Pakistan and other regulatory authorities for their continuous guidance and support. The Board of Directors highly appreciates the Shariah Board and acknowledges the significant contribution by all its staff members of the bank for achieving growth under challenging business conditions.

For and on behalf of the Board of Directors



Zargham Khan Durrani
President / CEO
April 26, 2023



Raza Mansha
Chairman

آئی ایم ایف کا ۹واں جائزہ تکمیلی مراحل میں ہے جو کہ دیگر بیرونی قرضہ جات پیمانے اور ضرورت، جن کی وصولیوں کا انحصار بنیادی طور پر آئی ایم ایف کی توثیق سے منسلک ہے، کے پس منظر میں غیر یقینی کی صورتحال میں کمی اور معیشت کی بقاء کے لیے ناگزیر ہے۔ آئی ایم ایف نے ملک کے جی ڈی پی کی نمو کی شرح سال 2023ء کے لیے کمی کے ساتھ 0.5 فیصد اور سال 2024ء کے لیے 3.5 فیصد پر تخمینہ کی ہے۔ جبکہ، عالمی بینک نے سال 2023ء کے اس نمو کی شرح 2.0 فیصد اور سال 2024ء کے 3.2 فیصد پر توقع کی ہے۔

بینکنگ کی صنعت کو آنے والے دنوں میں کریڈٹ، کاروباری اور انفارمیشن سکیورٹی سے جڑے خدشات کے باعث شدید مشکلات سے دوچار رہنے کی توقع ہے۔ یہی وقت ہے کہ بینک اپنے روایتی طریقہ کار اور کاروباری ماڈلز کو جدید ٹیکنالوجی سے مزین اور متحرک بینکاری کے نظام کی طرف منتقل کریں۔

بینک طویل المدت پائیداری کے حصول کی حکمت عملی کو جاری رکھنے کے لیے پرعزم ہے خاص طور پر، اس سال کے دوران نئے سرمائے کے حصول کی شکل میں ہونے والی سرمایہ کاری جو کہ ناصرف نئے کاروباری مواقع سے مستفید ہونے اور منافع کو بڑھانے میں مددگار ثابت ہو گی بلکہ اسلامی بینکاری کی صنعت سب سے اہم کردار کے حامل ادارے بننے کے بینک کے مقصد کو پورا کرنے میں معاون ہوگی۔ اس امر میں نمایاں توجہ کم لاگت کے ڈیپازٹس کے حصول، پیداواری اثاثہ جات میں اضافے اور کاروباری لاگت کو محدود رکھنے اور اس کے ساتھ اپنے طریقہ کار کی خود کاریت میں سرمایہ کاری، نئی پراڈکٹس کے پلیٹ فارمز کی تشکیل اور ڈیجیٹلائزیشن پر ہوگی۔

تسلیم و تحسین:

بورڈ آف ڈائریکٹرز اور مینجمنٹ کی جانب سے ہم اپنے صارفین، کاروباری شراکت دار اور شیئرز ہولڈرز کا انکے مسلسل اعتماد اور تعاون پر تہ دل سے مشکور ہیں۔ ہم اسٹیٹ بینک آف پاکستان، سکیورٹی اینڈ ایکسچینج کمیشن آف پاکستان اور دیگر انضباطی اداروں کے جاری معاونت اور رہنمائی پر بھی انکے بے حد مشکور ہیں۔ بورڈ آف ڈائریکٹرز شریعہ بورڈ کے کردار کو انتہائی قدر کی نگاہ سے دیکھتے ہیں اور اپنے ملازمین کی خدمات کا پُر خلوص اعتراف کرتے ہیں جنکی بدولت ادارے نے مشکل کاروباری ماحول میں بھی شاندار ترقی کی ہے۔

منجانب و برائے بورڈ آف ڈائریکٹرز:



رضامندشاء

چیئرمین



ضرغام خان دُرانی

پریزیڈنٹ اسی ای او

26 اپریل 2023ء

کے ساتھ 20.5 بلین امریکی ڈالرز پر رہیں۔ غیر ملکی زرمبادلہ کے ذخائر 31 مارچ 2023ء تک 9.7 بلین امریکی ڈالرز پر پہنچ گئے۔ پاکستانی روپے کی امریکی ڈالر کے مقابلے میں شرح تبادلہ میں، 31 دسمبر 2022ء سے 25 فیصد سے زائد کی فرسودگی واقع ہوئی۔

مالیاتی محاذ پر، مالی سال 2023ء کے جولائی تا جنوری کے عرصہ کے دوران مجموعی خسارہ مزید وسیع ہوتے ہوئے گزشتہ سال کے مماثل عرصے کی جی ڈی پی کی 2.8 فیصد (1,898 بلین روپے) کی سطح کی نسبت جی ڈی پی کی 2.3 فیصد (1,974 بلین روپے) کی سطح پر ریکارڈ ہوا۔

کے ایس ای-100 انڈیکس 31 دسمبر 2022ء کی سطح سے 419.6 پوائنٹس کی کمی کے اندراج کے ساتھ 31 مارچ 2023ء تک 40,000.83 پوائنٹس پر بند ہوا جس کی بنیادی وجہ معاشی اور سیاسی دونوں محاذ پر غیر یقینی کی صورتحال کا تسلسل ہے۔

اسلامی بینکاری کی صنعت کے اثاثہ جات اور ڈیپازٹس میں سال 2022ء کے جنوری تا ستمبر کے عرصے کے دوران بالترتیب 1,325 بلین روپے اور 810 بلین روپے کا اضافہ دیکھا گیا۔ مجموعی اثاثہ جات اور ڈیپازٹس 24 فیصد اور 19 فیصد کے بالترتیب اضافے کے ساتھ 6,902 بلین روپے (20 فیصد مارکیٹ شیئر) اور 5,021 بلین روپے (21.1 فیصد مارکیٹ شیئر) پر درج ہوئے۔ جبکہ، ستمبر 2022ء کے اختتام پر برانچوں کی تعداد 4,191 پہنچ گئی۔

مستقبل کی پیش بینی

عالمی معاشی پیش بینی کو لاحق خدشات زیادہ تر رُوبہ زوال ہیں۔ جس کی بدولت کسی بھی ناموافق صورتحال کے وقوع پذیر ہونے کے امکانات میں تیزی سے اضافہ ہو رہا ہے۔ مالیاتی شعبے پر موجود دباؤ بدتر اور پھیل بھی سکتا ہے۔ جس سے قرضوں کی صورتحال میں نمایاں کمی پیدا کر کے حقیقی معیشت کے لیے نقصان دہ ثابت ہو سکتی ہے اور مرکزی بینکوں کو اپنے مالیاتی پالیسی کے بیانیے پر نظر ثانی پر مجبور کر سکتی ہے۔ یوکرین میں جاری جنگ شدت اختیار کر سکتی ہے اور خوراک و توانائی کی قیمتوں میں مزید اضافے کا باعث بن سکتی ہے۔ یہ امر بعد ازیں قیاس نہیں کہ خالص افراط زر توقع سے کہیں زیادہ دیر تک برقرار رہے۔ پالیسی سازوں کو افراط زر کی چھائی ہوئی سطح کو کم کرنے اور نمو کو برقرار رکھنے کے ساتھ مالیاتی استحکام کو محفوظ رکھنے میں مشکلات کا سامنا ہو سکتا ہے۔ آئی ایم ایف، کو امید ہے کہ عالمی افراط زر کی شرح سال 2023ء اور 2024ء میں بالترتیب 7 فیصد (جنوری 2023ء کی پیش گوئی سے 0.4 فیصد زائد) اور 4.9 فیصد پر رہے گی۔ جو کہ عالمگیر وباء سے قبل کے عرصے (سال 2017 سے 2019) کی تقریباً 3.5 فیصد کی شرح سے اب بھی بلند ہے۔ ان عوامل کے مضمرات آئی ایم ایف کے عالمی نمو کے تخمینے پر بھی اثر انداز ہوئے جس کی شرح سال 2023ء اور 2024ء کے لیے بالترتیب 2.8 فیصد اور 3.0 فیصد پر اندازہ کی گئی ہے اور عالمی بینک کے مطابق یہ شرح سال 2023ء اور 2024ء کے لیے بالترتیب 1.7 فیصد اور 2.7 فیصد رہنے کی توقع ہے۔ یہ گزشتہ تین دہائیوں میں ترقی کی سب سے کمزور ترین رفتار ہے یا سال 2023ء میں عالمی کساد بازاری کا پیش خیمہ بھی ہو سکتی ہے۔

داخلی محاذ پر، رسد کی رکاوٹیں، روپے کی قدر میں فرسودگی، مستقبل قریب میں اجناس اور پٹرولیم کی مصنوعات کی قیمتوں کا اضافہ سرخیلی افراط زر پر اپنا دباؤ برقرار رکھے ہوئے ہے۔ تاہم، اگر وسیع البیاد افراط زر کے دباؤ کا تسلسل برقرار رہا تو اس سے افراط زر کی بڑھوت کی رجحان توقع سے کہیں زیادہ طویل مدت تک رہنے کا امکان ہے۔ اسٹیٹ بینک آف پاکستان کو مجموعی معاشی سرگرمی میں سست روی اور درآمدات میں کمی کی توقع ہے۔ جو کہ ٹیکس وصولیوں کے اہداف کے حصول میں منفی خدشات کا مظہر ہو سکتا ہے۔ قرضہ جات میں توسیع کی سہولت کے لیے

کھلنے، رسد کی ترسیل میں حائل رکاوٹوں میں آسانی اور اشیاء خورد و نوش اور ایندھن کی قیمتوں میں کمی کا شاخصانہ ہے۔ عالمی معیشت کو لاحق مالیاتی استحکام کے منفی خدشات بھی کووڈ - 19 کی عالمگیر وباء کے پہلے سے جاری جھکوں، مالیاتی پالیسی کی سختیوں اور روس کی جنگ سے پیدا ہونے والی تقسیم کا حصہ بن چکے ہیں۔ بلند افراط زر کے مسلسل دباؤ نے، جو اگرچہ تنزیل کا رجحان اختیار کر چکا ہے، زندہ رہنے کی لاگت کے بحران میں، خاص طور پر معیشتوں کے کمزور شعبوں کے حوالے سے، اضافہ کیا ہے۔ جس کے نتیجے میں عالمی مالیاتی فنڈ (آئی ایم ایف) نے عالمی نمو کو سال 2022ء کی 3.4 فیصد کی شرح کے مقابلے میں سال 2023ء کے لیے 2.8 فیصد پر تخمینہ کیا ہے۔

پاکستان کی معیشت ملک میں جاری سیاسی صورتحال، مسلسل بڑھتی قیمتوں، خطرناک حد تک کم ہوتے زرمبادلہ کے ذخائر، حالیہ سیلابوں کے تباہ کن اثرات، جغرافیائی و سیاسی بدلتی صورتحال، خاص طور پر روس اور یوکرین کے حوالے سے، اور ڈالر کے مقابلے میں روپے کی قدر میں ہونے والی بھاری گراوٹ کے تناظر میں، مسلسل غیر یقینی کا سامنا کر رہی ہے۔ ابھی حال ہی میں موڈیز اور فچ (Moody's and Fitch) نے غیر ملکی قرضوں کی ادائیگیوں کے ڈیفالٹ کے ممکنہ خدشات کے پیش نظر پاکستان کی خود مختار کریڈٹ ریٹنگ میں تخفیف کردی ہے۔ تاہم، آئی ایم ایف کی ایکٹیوڈ ڈیفنڈنگ فیسیٹی پروگرام کے تحت 9 ویں تجزیے کی تکمیل کے لیے خاطر خواہ اقدامات اٹھائے گئے ہیں۔ آئی ایم ایف نے نمو کا تخمینہ مالی سال 2022ء کی 6 فیصد کی شرح کے مقابلے میں مالی سال 2023ء کے لیے 0.5 فیصد پر تجویز کیا گیا ہے۔

صارف قیمتوں کا قومی جدول (سی پی آئی) گزشتہ سال کے تقابلی عرصہ کی 12.7 فیصد کی سطح کی نسبت مارچ 2023ء میں سال بہ سال کی بنیاد پر 35.4 فیصد پر ریکارڈ ہوا۔ یہ شرح وسیع البہاد افراط زر، غیر پائیدار داخلی ایندھن اور بجلی کی مد میں دی گئی سب سیڈیز کی واپسی اور سیلاب سے متعلقہ دشواریوں کی عکاس ہے۔ اسٹیٹ بینک آف پاکستان نے اس زیر تجزیہ سہ ماہی کے دوران، پالیسی ریٹ میں مجموعی طور پر 400 بی پی ایس کا اضافہ کر کے اس کی شرح کو 20 فیصد پر مقرر کیا ہے۔ جبکہ اپریل 2023ء میں اس میں مزید اضافہ کر کے 21 فیصد پر تعین کی گئی۔ اسٹیٹ بینک آف پاکستان کی جانب سے پالیسی ریٹ میں لگاتار اضافہ کرنے کے باوجود حقیقی انٹرسٹ ریٹ بدستور منفی ہے۔

بڑے پیمانے کی پیداواری صنعت (ایل ایس ایم) مالی سال 2023ء کے جولائی تا جنوری کے عرصے کے دوران، گزشتہ سال کی مماثلہ مدت میں حاصل کردہ 7.6 فیصد کی نمو کے مقابلے میں 4.4 فیصد کا سکڑاؤ دیکھا گیا۔ جس میں خوراک، مشروبات، تمباکو، ٹیکسٹائل، کونسل اور پیٹرولیم پراڈکٹس، فارماسیٹکس، لکڑی کی مصنوعات، کاغذ اور پیپر بورڈ، ربڑ کی مصنوعات، غیر دھاتی معدنیات کی مصنوعات، تعمیراتی دھاتی اشیاء، برقی آلات، مشینری اور آلات، آٹوموبائلز اور نقل و حمل کے دیگر آلات شامل ہیں۔

بیرونی محاذ پر، مال سال 2023ء کے جولائی تا فروری کے عرصے کے دوران کرنٹ اکاؤنٹ کا خسارہ گزشتہ سال کے 12.1 بلین امریکی ڈالر کے حجم کی نسبت 68 فیصد کی کمی کے ساتھ 3.9 بلین امریکی ڈالر پر درج ہوا۔ جو بیرونی قرضہ جات کی مطلوبہ ضرورت میں نمایاں کمی کا مظہر ہے۔ یہ قابل ذکر کمی درآمدی پالیسی میں اختیار کی گئی سختی اور دیگر متعلقہ انتظامی اقدامات کی بناء پر دیکھی گئی۔

برآمدات، مالی سال 2023ء کے جولائی تا فروری کے عرصہ کے دوران 9.7 فیصد کی کمی کا اندراج کرتے ہوئے 18.6 بلین امریکی ڈالر پر چار پنچیس (گزشتہ سال 20.6 بلین امریکی ڈالر) جبکہ، درآمدات مالی سال 2023ء کے جولائی تا فروری کے عرصہ کے دوران 21 فیصد کی کمی درج کرتے ہوئے 37.4 بلین امریکی ڈالر پر پہنچ گئیں (گزشتہ سال 47.3 بلین امریکی ڈالر)۔ چنانچہ، تجارتی خسارہ گزشتہ سال کے 26.7 بلین امریکی ڈالر کی نسبت (مالی سال 2023ء کے جولائی تا فروری) 18.7 بلین امریکی ڈالر کی سطح پر ریکارڈ ہوا۔ افرادی ترسیلات زر مالی سال 2023ء کے جولائی تا مارچ کی مدت کے دوران گزشتہ سال کی مماثلہ مدت کی 23 بلین امریکی ڈالر کی سطح کی نسبت 10.8 فیصد کی کمی

بینک کے ڈیپازٹس 31 دسمبر 2022ء کے 154 بلین روپے کی سطح کی نسبت 6 فیصد کی نمو کے اندراج کے ساتھ 31 مارچ 2023ء تک 163 بلین روپے تک پہنچ گئے۔ جبکہ اس زیر تجزیہ مدت کے دوران کم یا بغیر لاگت کے ڈیپازٹ کا حصول بینک کے کلیدی مقصد کے طور پر برقرار رہا۔ بینک کے کرنٹ اور سیوگ اکاؤنٹ (CASA) کی ترکیب 31 دسمبر 2022ء کی 72 فیصد کی شرح کے مقابلے میں 76 فیصد کی مضبوط شرح پر رہی جس کے ساتھ کل ڈیپازٹس کی ترکیب میں غیر پیداواری ڈیپازٹس کی شرح کا حصہ 31 دسمبر 2022ء کی 32 فیصد کی سطح سے بڑھ کر 37 فیصد پر درج ہوا۔ بینک نے سال 2023ء کی پہلی سہ ماہی کے دوران کرنٹ اکاؤنٹ میں 22 فیصد کی نمایاں نمو حاصل کی۔ بینک اسلامی بینکاری کی نئی اور مختلف پراڈکٹس کے باقاعدگی کے ساتھ اجراء اور خدمات کے اعلیٰ معیار کو برقرار رکھتے ہوئے بینکاری سے محروم صارفین کے حوالے سے موجود مواقع سے استفادہ حاصل کرنے کے لیے اسلامی بینکنگ کے فروغ پر اپنی توجہ مرکوز کیئے ہوئے ہے۔

بینک کے کل اثاثہ جات 31 دسمبر 2022ء کی 199.04 بلین روپے کی سطح کی نسبت 31 مارچ 2023ء تک 5 فیصد کے اضافے کے ساتھ 209.58 بلین روپے پر جا پہنچے۔ خالص قرضہ جات کا حجم 31 دسمبر 2022ء کی 90.30 بلین روپے کی سطح کے مقابلے میں 93.72 بلین روپے پر درج ہوا۔ جبکہ بینک کی سرمایہ کاری کا پورٹ فولیو 31 دسمبر 2022ء کے 72.67 بلین روپے کے حجم کی نسبت 72.43 بلین روپے پر درج ہوا۔ جو کہ بینک کی انتظامیہ کی جانب سے اپنے سرمائے کی معقولیت (کیپٹل ایڈیو لسی) جس کی شرح 19.44 فیصد پر پہنچ گئی، پر کوئی سمجھوتہ کیے بغیر اپنے منافع میں اضافہ کی دانستہ 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 کیئے ہوئے ہے۔ اس زیر نظر سہ ماہی کے دوران، بینک نے 3.16 بلین روپے کی کاروباری آمدنی حاصل کی جبکہ پیداواری اثاثہ جات کی آمدنی کی شرح 13.82 فیصد کی سطح پر رہی۔ جس کے ساتھ سرمائے کی لاگت کی شرح 7.45 فیصد پر درج ہوئی۔ جس کے نتیجے میں اس زیر جائزہ عرصہ میں 6.38 فیصد کا خالص سپریڈ حاصل ہوا۔ دوسری طرف عمومی قیمتوں کی سطح میں بے پناہ اضافے اور روپے کی قدر میں فرسودگی کے باعث کاروباری اور دیگر اخراجات گزشتہ سال کے تقابلی عرصہ کی نسبت 32 فیصد تک بڑھ گئے۔ اپنے اخراجات کے موزوں انتظام نے بینک کو بلند افراط زر اور ترقی کے ابتدائی دور کے باوجود، اپنے کاروباری اخراجات کے اضافے کو محدود رکھنے میں مدد فراہم کی۔

مندرجہ بالا عوامل کے تناظر میں، پورٹ فولیو کی ترکیب کے موثر انتظام کے ذریعے اپنی بیلنس شیٹ کے سپریڈز بتدریج اضافے سے بینک کے نفع و نقصان کی اسٹیٹمنٹ میں 1.45 بلین روپے قبل از ٹیکس منافع اور 840 ملین کے بعد از ٹیکس منافع کے ساتھ بہتری واقع ہوئی جو کہ، گزشتہ سال کے تقابلی عرصہ کے حجم سے 5.6 گنا کے نہایت شاندار اضافے کا مظہر ہے۔ بینک کے منافع میں بہتری اس کی فی حصص آمدنی بعد از ٹیکس سے بھی عیاں ہے جس کی سطح گزشتہ تقابلی سہ ماہی کی 0.08 روپے فی حصص کی نسبت 0.54 روپے فی حصص پر درج کی گئی۔

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 ون) کی سطح پر مستحکم پیش بینی کے ساتھ برقرار رکھا ہے۔

معاشی جائزہ :

عالمی معیشت کی نمو کے متوقع معاشی اشاریے سال 2023ء کے اوائل میں مثبت اور امید افزاء صورتحال کی نشاندہی کر رہے ہیں۔ روس اور یوکرین کے تنازعہ کے آغاز سے اب تک یہ عالمی معاشی نمو کی بہتری کی پہلی پیش بینی ہے۔ یہ مثبت اشارے چین کی معیشت کے دوبارہ

ممبران کیلئے ڈائریکٹرز کی رپورٹ :

بورڈ آف ڈائریکٹرز کی جانب سے ہم انتہائی مسرت کے ساتھ ایم سی بی اسلامک بینک لمیٹڈ (بینک) کی 31 مارچ 2023 کو اختتام پذیر سہ ماہی کی رپورٹ آپ کے سامنے پیش کر رہے ہیں۔

ملین روپے

نمو	31 دسمبر 2022	31 مارچ 2023	مالیاتی اسٹیٹمنٹس کی حیثیت (پوزیشن):
6%	154,001	163,007	ڈیپازٹس
5%	199,040	209,581	کل اثاثہ جات
-0.3%	72,669	72,434	سرمایہ کاری۔ خالص
4%	90,302	93,719	اسلامی فنانسنگ خالص
4%	16,347	17,054	حصص یافتگان کی ایکویٹی (سرمایہ) بشمول تخمینہ نو

نمو	جنوری۔ مارچ 2022	جنوری۔ مارچ 2023	نفع و نقصان کا اکاؤنٹ:
145%	1,287	3,158	آپریٹنگ (کاروباری) آمدنی
32%	1,206	1,590	کاروباری و دیگر اخراجات
-1.9 گنا	129	(116)	(پرویشن) / کوئی قرضہ جات اور سرمایہ کاری کے لیے اخراجات
5.9 گنا	210	1,452	منافع قبل از ٹیکس
5.6 گنا	128	840	منافع بعد از ٹیکس
5.6 گنا	0.08	0.54	بنیادی/تحلیل شدہ منافع / آمدنی فی شیئر (حصص) روپے

کارکردگی کا جائزہ

سال 2023 کی پہلی سہ ماہی میں پاکستان کی معیشت آسمان کو چھوتے افراط زر، حالیہ سیلابوں، ست معاشی نمو اور بیرونی دشواریوں جیسے چیلنجز کا مسلسل سامنا کرتی رہی چہ جائیکہ پاکستان کی بینکاری کے شعبے نے وسیع پلکاری کا مظاہرہ کرتے ہوئے بہترین کارکردگی دکھائی ہے۔ ان چیلنجز کے باوجود ہمارا بینک، معیشت اور کاروباری ماحول کو لاحق تنزلی کے خدشات کا مکمل ادراک رکھتے ہوئے اپنے کم لاگت کے ڈیپازٹس کے فروغ اور قرضہ جات کے اجراء کے دانشمندانہ طریقہ کار اور اس کے ساتھ موزوں انتظامی ڈھانچے، خدشات کے تدارک کے مضبوط نظام اور ضوابطی ہدایات کی مناسب تعمیل کی اپنی مسلسل اور پائیدار نمو کی حکمت عملی کی پاسداری کر رہا ہے۔ جس کی بدولت بینک نے، الحمد للہ، 31 مارچ 2023ء کو اختتام پذیر سہ ماہی کے لیے، 1.45 بلین روپے کا منافع قبل از ٹیکس حاصل کیا، جو کہ گزشتہ تقابلی مدت سے تقریباً 6 گنا زیادہ ہے۔



MCB Islamic Bank Ltd.

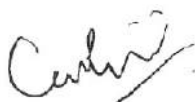
بائپرکتے بینکارے، ہمارے ذمہ دارے

CONDENSED INTERIM FINANCIAL STATEMENTS

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2023**

		(Un-audited) March 31, 2023	(Audited) December 31, 2022
	Note	Rupees in thousands	
ASSETS			
Cash and balances with treasury banks	8	13,321,035	13,906,238
Balances with other banks	9	7,175,758	1,238,320
Due from financial institutions	10	4,914,739	6,170,000
Investments - net	11	72,433,561	72,668,657
Islamic financing and related assets - net	12	93,718,934	90,301,709
Fixed assets	13	4,923,827	4,936,840
Intangible assets	14	562,694	576,754
Deferred tax assets - net	15	208,507	12,527
Other assets - net	16	12,321,746	9,228,528
		209,580,801	199,039,573
LIABILITIES			
Bills payable	18	2,952,738	3,737,482
Due to financial institutions	19	16,587,289	14,670,759
Deposits and other accounts	20	163,007,139	154,001,460
Liabilities against assets subject to finance lease		-	-
Sub-ordinated debts		-	-
Deferred tax liabilities - net		-	-
Other liabilities	21	9,980,055	10,282,990
		192,527,221	182,692,691
NET ASSETS		17,053,580	16,346,882
REPRESENTED BY			
Share capital	22	15,550,000	15,550,000
Reserves	23	565,755	397,819
Surplus on revaluation of assets - net of tax	24	267,227	400,830
Accumulated profit / (loss)		670,598	(1,767)
		17,053,580	16,346,882

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



Syed Iftikhar Hussain Rizvi
Chief Financial Officer



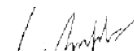
Zargham Khan Durrani
President / Chief Executive



Hammad Khalid
Director



Raza Mansha
Director



Omair Safdar
Director

**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2023**

	Note	Quarter ended March 31 2023	Quarter ended March 31 2022
		Rupees in thousands	
Profit / return earned	26	6,297,101	3,049,579
Profit / return expensed	27	3,410,235	1,857,844
Net spread earned		2,886,866	1,191,735
OTHER INCOME			
Fee and commission income	28	174,475	113,045
Dividend income		3,876	15,746
Foreign exchange income		53,400	74,569
Loss on securities	29	(46)	(134,223)
Other income	30	38,921	26,712
Total other income		270,626	95,849
Total income		3,157,492	1,287,584
OTHER EXPENSES			
Operating expenses	31	1,557,277	1,198,656
Workers welfare fund		32,915	6,000
Other charges	32	5	1,580
Total other expenses		1,590,197	1,206,236
Profit before provisions		1,567,295	81,348
Provision / (reversal of provisions) and write offs - net	33	115,609	(128,781)
Extra ordinary / unusual items		-	-
PROFIT BEFORE TAXATION		1,451,686	210,129
Taxation	34	612,006	82,565
PROFIT AFTER TAXATION		839,680	127,564
		Rupees	
			Restated
Basic and diluted earnings per share - after tax	35	0.540	0.082

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



Syed Iftikhar Hussain Rizvi
Chief Financial Officer



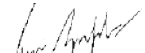
Zargham Khan Durrani
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Omair Safdar
Director



MCB Islamic Bank Ltd.

بائپرکت بینکارے، ہمارے ذمہ داری

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2023**

	Quarter ended March 31 2023	Quarter ended March 31 2022
	Rupees in thousands	
Profit after taxation for the quarter	839,680	127,564
Other comprehensive income		
Items that may be reclassified to profit and loss account in subsequent periods:		
Movement in (deficit) /surplus on revaluation of investments	(233,302)	65,423
Related deferred tax asset / (liability)	100,320	(25,515)
	(132,982)	39,908
Total comprehensive income	706,698	167,472

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

Syed Iftikhar Hussain Rizvi
Chief Financial Officer

Zargham Khan Durrani
President / Chief Executive

Hammad Khalid
Director

Raza Mansha
Director

Omair Safdar
Director



MCB Islamic Bank Ltd.

بائیکت بینکار، ہمارے ذمہ دار

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE QUARTER ENDED MARCH 31, 2023

	Share Capital	Statutory Reserve	Surplus / (deficit) on revaluation of		Accumulated (Loss)/Profit	Total
			Investments	Fixed Assets		
	Rupees in thousands					
Balance as at January 01, 2022	11,550,000	88,193	(57,307)	305,671	(1,282,002)	10,604,555
Change in equity for the quarter ended March 31, 2022						
Total comprehensive income for the quarter ended March 31, 2022						
Profit for the quarter ended March 31, 2022	-	-	-	-	127,564	127,564
Other comprehensive income - 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	-
Transactions with owners, recorded directly in equity						
Issue of right shares	-	-	-	-	-	-
Balance as at March 31, 2022 (Un-audited)	11,550,000	113,706	(17,399)	305,280	(1,179,560)	10,772,027
Change in equity for the nine months ended December 31, 2022						
Total comprehensive income / (loss) for the nine months period ended December 31, 2022						
Profit for the nine months period ended December 31, 2022	-	-	-	-	1,420,565	1,420,565
Other comprehensive (loss) / income - net of tax	-	-	(62,529)	216,819	-	154,290
	-	-	(62,529)	216,819	1,420,565	1,574,855
Transfer to statutory reserve	-	284,113	-	-	(284,113)	-
Transfer from surplus on revaluation of fixed assets to unappropriated profit in respect of disposals - net of tax	-	-	-	(40,340)	40,340	-
Transfer from surplus on revaluation of fixed assets to unappropriated profit in respect of incremental depreciation - net of tax	-	-	-	(1,001)	1,001	-
Transactions with owners, recorded directly in equity						
Issue of right shares	4,000,000	-	-	-	-	4,000,000
Balance as at December 31, 2022 (Audited)	15,550,000	397,819	(79,928)	480,758	(1,767)	16,346,882
Change in equity for quarter ended March 31, 2023						
Total comprehensive income / (loss) for the quarter ended March 31, 2023						
Profit for the quarter ended March 31, 2023	-	-	-	-	839,680	839,680
Other comprehensive loss - net of tax	-	-	(132,982)	-	-	(132,982)
	-	-	(132,982)	-	839,680	706,698
Transfer to statutory reserve	-	167,936	-	-	(167,936)	-
Transfer from surplus on revaluation of fixed assets to unappropriated profit in respect of incremental depreciation - net of tax	-	-	-	(621)	621	-
Balance as at March 31, 2023 (Un-audited)	15,550,000	565,755	(212,910)	480,137	670,598	17,053,580

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

Syed Iftikhar Hussain Rizvi
Chief Financial Officer

Zargham Khan Durrani
President / Chief Executive

Hammad Khalid
Director

Raza Mansha
Director

Omair Safdar
Director

**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2023**

		Quarter ended March 31 2023	Quarter ended March 31 2022
		Rupees in thousands	
	Note		
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		1,451,686	210,129
Less: Dividend income		3,876	15,746
		1,447,810	194,383
Adjustments			
Depreciation - Owned assets		101,404	91,146
Depreciation - Right of use of assets		127,435	62,000
Depreciation - Ijarah assets		139,804	185,741
Amortization		46,189	42,342
Unwinding of liability against right of use assets		74,401	81,000
Provision / (reversal of provision) and write off - net	33	115,609	(128,781)
Unrealized loss on forward exchange contracts - net		487,508	6,573
Gain on sale of fixed assets - net	30	(182)	(157)
Loss on sale of securities - net	29	46	134,223
		1,092,214	474,087
		2,540,024	668,470
(Increase) / decrease in operating assets			
Due from financial institutions		1,255,261	(4,200,000)
Islamic financing and related assets		(3,672,638)	(1,278,689)
Other assets		(3,196,861)	1,298,854
		(5,614,238)	(4,179,835)
Increase / (decrease) in operating liabilities			
Bills payable		(784,744)	105,946
Due to financial institutions		1,906,821	1,781,379
Deposits and other accounts		9,005,679	2,152,521
Other liabilities		(748,643)	(1,225,542)
		9,379,113	2,814,304
		6,304,899	(697,061)
		(557,308)	(58,376)
Income tax paid			
Net cash generated from / (used in) operating activities		5,747,591	(755,437)
CASH FLOW FROM INVESTING ACTIVITIES			
Net investments in available-for-sale securities		4,110	138,670
Net investments in held-to-maturity securities		(2,362)	1,598,391
Dividend received		3,876	15,746
Investments in fixed assets		(179,230)	(91,993)
Proceeds from sale of fixed assets		794	205
Investments in intangible assets		(32,129)	(40,793)
Net cash (used in) / generated from investing activities		(204,941)	1,620,226
CASH FLOW FROM FINANCING ACTIVITIES			
Payment against ROU asset		(200,124)	(161,000)
Net cash used in financing activities		(200,124)	(161,000)
Increase in cash and cash equivalents during the quarter		5,342,526	703,789
Cash and cash equivalents at the beginning of the quarter		15,144,558	14,960,326
Cash and cash equivalents at the end of the quarter	36	20,487,084	15,664,115

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



Syed Iftikhar Hussain Rizvi
Chief Financial Officer



Zargham Khan Durrani
President / Chief Executive



Hammad Khalid
Director



Raza Mansha
Director



Omair Safdar
Director

**NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2023**
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 201 branches including one sub branch in Pakistan as at March 31, 2023 (December 31, 2022: 198 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 14-A Main Jail Road, Gulberg, Lahore.
- 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 stable 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, 2022.

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, 2023:

	Effective date (annual periods beginning on or after)
Narrow scope amendments to IAS 1, Practice statement 2 and IAS 8	January 1, 2023
Amendment to IAS 12 – deferred tax related to assets and liabilities arising from a single transaction	January 1, 2023
Amendment to IFRS 16 – Leases on sale and leaseback	January 1, 2024
Amendment to IAS 1 – Non current liabilities with covenants	January 1, 2024

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 directed by State Bank of Pakistan (SBP) via BPRD Circular No 3 of 2022, IFRS 9 Financial Instruments is effective for periods beginning on or after January 1, 2023 for banks having asset base of more than Rs.500 billion as at December 31, 2021 and for all other banks for periods beginning on or after January 1, 2024. SBP via same circular has finalized the instructions on IFRS 9 (Application Instructions) for ensuring smooth and consistent implementation of the standard in the banks.

However, SBP via BPRD Circular No 7 of 2023 dated April 13, 2023 has deferred the applicability of IFRS 9 to accounting period beginning on or after January 01, 2024.

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, 2023 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, 2022.

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, 2022.

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, 2022.

		(Un-audited) March 31 2023	(Audited) December 31 2022
	Note	Rupees in thousands	
8 CASH AND BALANCES WITH TREASURY BANKS			
In hand			
- local currency		4,151,154	3,698,486
- foreign currencies		745,433	644,364
		4,896,587	4,342,850
With the State Bank of Pakistan (SBP) in			
- local currency current account	8.1	7,104,401	8,762,753
- foreign currency current accounts			
cash reserve account	8.2	387,092	297,530
special cash reserve account	8.3	447,540	334,438
US\$ clearing account		78,887	103,577
		913,519	735,545
With National Bank of Pakistan in			
- local currency current account		406,123	64,400
Prize Bonds		405	690
		13,321,035	13,906,238
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 2023	(Audited) December 31 2022
		Rupees in thousands	
9 BALANCES WITH OTHER BANKS			
In Pakistan			
- deposit account		1,431	2,107
Outside Pakistan			
- current account		7,174,327	1,236,213
		7,175,758	1,238,320
10 DUE FROM FINANCIAL INSTITUTIONS			
Secured			
Bai Muajjal receivable - with State Bank of Pakistan		-	-
Unsecured			
Musharaka arrangements		4,914,739	6,170,000
		4,914,739	6,170,000
10.1 Particulars of due from financial institutions			
- local currency		4,914,739	6,170,000
- foreign currencies		-	-
		4,914,739	6,170,000

11 INVESTMENTS
11.1 Investments by type:
March 31, 2023 (Un-audited)

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

Rupees in thousands

Available-for-sale securities

Federal Government securities	54,784,994	-	(370,980)	54,414,014
Shares	57,352	-	8,384	65,736
Non Government securities	770,000	-	(10,931)	759,069
	55,612,346	-	(373,527)	55,238,819

Held-to-maturity securities

Federal Government securities	17,194,742	-	-	17,194,742
Non Government securities	-	-	-	-
	17,194,742	-	-	17,194,742

Total Investments

	72,807,088	-	(373,527)	72,433,561
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December 31, 2022 (Audited)

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

Rupees in thousands

Available-for-sale securities

Federal Government securities	54,789,150	-	(142,464)	54,646,686
Shares	57,352	-	2,239	59,591
Non Government securities	770,000	-	-	770,000
	55,616,502	-	(140,225)	55,476,277

Held-to-maturity securities

Federal Government securities	17,192,380	-	-	17,192,380
Non Government securities	-	-	-	-
	17,192,380	-	-	17,192,380

Total Investments

	72,808,882	-	(140,225)	72,668,657
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11.1.1 There were no investments given as collateral as at March 31, 2023 (December 31, 2022: Nil).

(Un-audited)	(Audited)
March 31	December 31
2023	2022
Rupees in thousands	

11.2 Provision for diminution in value of investments

Opening balance	-	262,194
Charge for the period	-	-
Reversal during the period	-	(262,194)
Closing balance	-	-

11.3 The market value of non Government securities classified as held-to-maturity as at March 31, 2023 amounted to Rs.17.024 million (December 31, 2022: Rs.17.113 million).

12 ISLAMIC FINANCING AND RELATED ASSETS - NET

		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
		2023	2022	2023	2022	2023	2022
Rupees in thousands							
Murabaha	12.1	16,532,277	10,019,296	756	1,283	16,533,033	10,020,579
Musawamah	12.2	-	-	-	-	-	-
Istisna	12.3	4,102,483	3,669,842	-	-	4,102,483	3,669,842
Salam	-	-	-	-	-	-	-
Ijarah	12.4	1,690,377	1,764,790	1,209	1,676	1,691,586	1,766,466
Running Musharaka	12.5	42,411,508	44,824,547	-	-	42,411,508	44,824,547
Diminishing Musharaka	12.6	26,453,016	27,436,009	1,670,589	1,675,832	28,123,605	29,111,841
Staff finance	12.7	1,557,050	1,493,537	-	-	1,557,050	1,493,537
Islamic financing and related assets - gross		92,746,711	89,208,021	1,672,554	1,678,791	94,419,265	90,886,812
Less: Provision against non-performing							
Islamic financing and related assets							
- Specific		-	-	(317,492)	(175,194)	(317,492)	(175,194)
- General		(382,839)	(409,909)	-	-	(382,839)	(409,909)
	12.10	(382,839)	(409,909)	(317,492)	(175,194)	(700,331)	(585,103)
Islamic financing and related assets - net of provisions		92,363,872	88,798,112	1,355,062	1,503,597	93,718,934	90,301,709
						(Un-audited)	(Audited)
						March 31	December 31
						2023	2022
Rupees in thousands							
12.1 Murabaha							
- Murabaha financing						5,094,398	5,847,916
- Murabaha inventory						10,987,354	3,970,854
- Advances against Murabaha financing						381,281	131,357
- Murabaha financing under Islamic export refinance scheme (IERS)						-	-
- Advances against Murabaha financing under IERS						70,000	70,000
- Murabaha inventory under SBP's Islamic Refinance Scheme for Payment of Wages and Salaries (IRSPWS)						-	452
						<u>16,533,033</u>	<u>10,020,579</u>
12.2 Musawamah							
- Musawamah inventory						-	-
						<u>-</u>	<u>-</u>
12.3 Istisna							
- Istisna financing						1,118,714	586,545
- Istisna inventory						798,684	211,744
- Advances against Istisna financing						1,700,586	2,616,591
- Istisna financing under Islamic export refinance scheme						72,769	27,790
- Advances against Istisna financing under Islamic export refinance scheme						411,730	227,172
- Advances against Istisna financing under SBP's IRSPWS						-	-
						<u>4,102,483</u>	<u>3,669,842</u>
12.4 Ijarah financing and related assets							
- Net book value of assets in Ijarah under IFAS 2						1,577,038	1,617,992
- Advances against Ijarah						114,548	148,474
						<u>1,691,586</u>	<u>1,766,466</u>
12.5 Running Musharaka							
- Running Musharaka financing						38,873,508	41,381,547
- Running Musharaka financing under Islamic export refinance scheme						3,538,000	3,443,000
						<u>42,411,508</u>	<u>44,824,547</u>
12.6 Diminishing Musharaka							
- Diminishing Musharaka financing						25,826,992	26,430,619
- Advances against Diminishing Musharaka financing						611,120	735,542
- Diminishing Musharaka financing under SBP's IRSPWS						19,649	155,638
- Advances against Diminishing Musharaka under SBP's ILTFF						876,223	865,702
- Advances against Diminishing Musharaka under SBP's ITERF						789,621	924,340
						<u>28,123,605</u>	<u>29,111,841</u>
12.7 Staff finance							
- Staff vehicle finance under Diminishing Musharaka						418,072	398,393
- Staff housing finance under Diminishing Musharaka						1,138,978	1,095,144
						<u>1,557,050</u>	<u>1,493,537</u>
12.8 Particulars of Islamic financing and related assets - gross							
In local currency						94,419,265	90,886,812
In foreign currency						-	-
						<u>94,419,265</u>	<u>90,886,812</u>

- 12.9 Islamic financing and related assets include Rs. 1,672.554 million (December 31,2022: Rs. 1,678.791 million) which have been placed under non-performing status as detailed below:

Category of Classification	(Un-audited)		(Audited)	
	March 31, 2023		December 31, 2022	
	Non-performing Islamic financing and related assets	Provision	Non-performing Islamic financing and related assets	Provision
Rupees in thousands				
Domestic				
Other Assets Especially Mentioned	-	-	31	-
Substandard	34,207	851	1,214,219	144,767
Doubtful	1,212,197	288,722	6,261	3,130
Loss	426,150	27,919	458,280	27,297
	<u>1,672,554</u>	<u>317,492</u>	<u>1,678,791</u>	<u>175,194</u>

12.10 Particulars of provision against Islamic financing and related assets

	March 31, 2023 (Un-audited)			December 31, 2022 (Audited)		
	Specific	General	Total	Specific	General	Total
Rupees in thousands						
Opening balance	175,194	409,909	585,103	124,718	61,882	186,600
Charge for the year	142,679	(27,070)	115,609	160,418	348,118	508,536
Reversals	-	-	-	(105,102)	(91)	(105,193)
	142,679	(27,070)	115,609	55,316	348,027	403,343
Amounts written off	(381)	-	(381)	(4,840)	-	(4,840)
Closing balance	<u>317,492</u>	<u>382,839</u>	<u>700,331</u>	<u>175,194</u>	<u>409,909</u>	<u>585,103</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. 689.554 million (December 31, 2022: Rs. 555.936 million). The additional benefit on the Bank's profit and loss account arising from availing the FSV benefit - net of tax amounts to Rs. 393.046 million (December 31, 2022: Rs. 283.527 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.

In addition, the Bank has also maintained an unencumbered general provision of Rs. 301.5 million (December 31, 2022: Rs.326.5 million) against financing made in accordance with the prevailing circumstances as mentioned in Note 42.1. This general provision is in addition to the requirements of Prudential Regulations.

12.13 Particulars of provision against Islamic financing and related assets

	March 31, 2023 (Un-audited)			December 31, 2022 (Audited)		
	Specific	General	Total	Specific	General	Total
Rupees in thousands						
In local currency	317,492	382,839	700,331	175,194	409,909	585,103
In foreign currency	-	-	-	-	-	-
	<u>317,492</u>	<u>382,839</u>	<u>700,331</u>	<u>175,194</u>	<u>409,909</u>	<u>585,103</u>

Note	(Un-audited)	(Audited)
	March 31, 2023	December 31, 2022
Rupees in thousands		

13 FIXED ASSETS

Capital work-in-progress	13.1	300,076	252,146
Property and equipment		2,765,099	2,735,815
Right of use of assets		1,858,652	1,948,879
		<u>4,923,827</u>	<u>4,936,840</u>

13.1 Capital work-in-progress

Civil works	176,772	124,303
Advance to suppliers and contractors	63,175	68,149
Others	60,129	59,694
	<u>300,076</u>	<u>252,146</u>

13.2 Additions to fixed assets - at cost

Capital work-in-progress

Property and equipment

Building freehold

Leasehold improvements

Furniture and fixtures

Office equipment

Computer equipment

Vehicles

13.3 Disposal to fixed assets - at NBV

Furniture and fixtures

Office equipment

Computer equipment

Vehicle

14 INTANGIBLE ASSETS

Advance against purchase of software

Computer software

14.1 Additions to intangible assets

Directly purchased

15 DEFERRED TAX ASSETS / (LIABILITY) - NET

(Un-audited)
For the quarter ended
Mar 31
2023 2022
Rupees in thousands

Capital work-in-progress	47,930	21,565
Property and equipment		
Building freehold	263	256
Leasehold improvements	10,062	5,254
Furniture and fixtures	14,867	7,913
Office equipment	100,641	31,974
Computer equipment	5,467	25,031
Vehicles	-	-
	131,300	70,428
	179,230	91,993
Disposal to fixed assets - at NBV		
Furniture and fixtures	23	-
Office equipment	107	-
Computer equipment	-	49
Vehicle	482	-
	612	49

(Un-audited) (Audited)
March 31 December 31
2023 2022
Rupees in thousands

Advance against purchase of software	73,199	54,327
Computer software	489,495	522,427
	562,694	576,754

(Un-audited)
For the quarter ended
Mar 31
2023 2022
Rupees in thousands

Directly purchased	32,129	40,793
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March 31, 2023 (Un-audited)

At Jan 01, 2023	Recognised in P&L A/C	Recognised in OCI	At Mar 31, 2023
Rupees in thousands			
Deductible temporary difference			
Tax losses carried forward	-	-	-
Minimum tax	-	-	-
Provision against Islamic financing and related assets	63,466	61,168	124,634
Deficit on revaluation of investments	60,297	-	160,617
Workers welfare fund	41,945	14,154	56,099
	165,708	75,322	341,350
Taxable temporary difference			
Surplus on revaluation of fixed assets	(85,881)	468	(85,413)
Surplus on revaluation of investments	-	-	-
Accelerated tax depreciation	(67,300)	19,870	(47,430)
	(153,181)	20,338	(132,843)
	12,527	95,660	208,507

December 31, 2022 (Audited)

At Jan 01, 2022	Recognised in P&L A/C	Recognised in OCI	At Dec 31, 2022
Rupees in thousands			
Deductible temporary difference			
Tax losses carried forward	594,182	(594,182)	-
Minimum tax	480,565	(480,565)	-
Provision against Islamic financing and related assets	41,821	21,645	63,466
Deficit on revaluation of investments	123,417	-	60,297
Workers welfare fund	8,675	33,270	41,945
	1,248,660	(1,019,832)	165,708
Taxable temporary difference			
Surplus on revaluation of fixed assets	(47,021)	5,080	(85,881)
Surplus on revaluation of investments	(86,778)	-	-
Accelerated tax depreciation	(107,903)	40,603	(67,300)
	(241,702)	45,683	(153,181)
	1,006,958	(974,149)	12,527

	(Un-audited) March 31 2023	(Audited) December 31 2022
	Rupees in thousands	
16 OTHER ASSETS		
Profit / return accrued in local currency	8,377,043	5,058,105
Advances, deposits, advance rent and other prepayments	471,009	434,951
Branch adjustment account	365,678	13,099
Receivable against ATM transactions	547,798	315,624
Receivable under home remittances	23,850	17,817
Mark to market gain on forward foreign exchange contracts	-	103,643
Acceptances	2,347,162	3,091,576
Others	189,206	193,713
	<u>12,321,746</u>	<u>9,228,528</u>
17 CONTINGENT ASSETS		
There were no contingent assets of the Bank as at March 31, 2023 (December 31, 2022: Nil).		
	(Un-audited) March 31 2023	(Audited) December 31 2022
	Rupees in thousands	
18 BILLS PAYABLE		
In Pakistan	2,952,738	3,737,482
Outside Pakistan	-	-
	<u>2,952,738</u>	<u>3,737,482</u>
19 DUE TO FINANCIAL INSTITUTIONS		
In Pakistan	16,577,580	14,670,759
Outside Pakistan	9,709	-
	<u>16,587,289</u>	<u>14,670,759</u>
19.1 Particulars of due to financial institutions with respect to currencies		
In local currency	16,577,580	14,670,759
In foreign currencies	9,709	-
	<u>16,587,289</u>	<u>14,670,759</u>
19.2 Details of due to financial institutions - Secured / Unsecured		
Secured		
Musharaka under Islamic Export Refinance Scheme (IERS)	3,841,111	3,717,962
Investment under Islamic Long Term Financing Facility (ILTF)	1,970,037	1,979,296
Investment under Islamic Temporary Economic Refinance Facility (ITERF) for Plant and Machinery	4,435,194	4,479,240
Investment under Islamic Refinance Scheme for Payment of Wages and Salaries (IRSPWS)	19,649	123,251
Investment under Islamic Refinance Facility for Combating COVID-19 (IRFCC)	16,816	18,345
Investment under Islamic Financing Facility for Renewable Energy (IFRE)	383,103	391,519
Unsecured		
Musharaka arrangements	5,656,250	3,657,500
Musharaka arrangements with other institution	255,420	303,646
Overdrawn nostro	9,709	-
	<u>16,587,289</u>	<u>14,670,759</u>

20 DEPOSITS AND OTHER ACCOUNTS

	March 31, 2023 (Un-audited)			December 31, 2022 (Audited)		
	In Local currency	In Foreign currencies	Total	In Local currency	In Foreign currencies	Total
Rupees in thousands						
Customers						
Current deposits	47,659,325	3,188,700	50,848,024	39,828,755	2,786,057	42,614,812
Savings deposits	53,548,763	1,670,899	55,219,662	52,776,141	1,684,992	54,461,133
Term deposits	33,958,988	1,688,876	35,647,864	38,119,209	674,520	38,793,729
Others	9,653,839	-	9,653,839	7,377,399	-	7,377,399
	144,820,915	6,548,475	151,369,389	138,101,504	5,145,569	143,247,073
Financial Institutions						
Current deposits	234,034	204	234,239	56,731	163	56,894
Savings deposits	7,801,511	-	7,801,511	7,095,493	-	7,095,493
Term deposits	3,602,000	-	3,602,000	3,602,000	-	3,602,000
	11,637,545	204	11,637,750	10,754,224	163	10,754,387
	156,458,460	6,548,679	163,007,139	148,855,728	5,145,732	154,001,460

	Note	(Un-audited) March 31 2023	(Audited) December 31 2022
		Rupees in thousands	
21 OTHER LIABILITIES			
Profit / return payable in local currency	21.1	2,046,404	2,109,258
Profit / return payable in foreign currencies		13,370	1,948
Accrued expenses		530,542	741,479
Current taxation (provision less payments)		675,956	525,598
Unearned income		82,052	85,967
Acceptances		2,347,162	3,091,576
Branch adjustment account		-	-
Advance receipt against Islamic financing and related assets		22,897	22,926
Charity fund balance		15,115	12,119
Security deposits against Ijarah financing		764,301	748,306
Withholding tax, Federal Excise Duty and other payable		68,733	42,762
Mark to market loss on forward foreign exchange contracts		417,166	33,301
Lease liability against right-of-use asset		2,400,260	2,488,775
Others		596,097	378,975
		9,980,055	10,282,990

21.1 It includes Rs. 119.063 million (Dec 31, 2022: Rs. 102.952 million) in respect of profit / return accrued on Musharaka with SBP under Islamic Export Refinance Scheme and Rs 32.953 million (Dec 31, 2022: Rs 41.951 million) in respect of return accrued on acceptances from the SBP under various Islamic Refinance Schemes.

22 SHARE CAPITAL
Authorised capital

(Un-audited) March 31 2023	(Audited) December 31 2022		(Un-audited) March 31 2023	(Audited) December 31 2022
Number of shares			Rupees in thousands	
2,000,000,000	2,000,000,000	Ordinary shares of Rs. 10/- each	20,000,000	20,000,000

Issued, subscribed and paid up capital

(Un-audited) March 31 2023	(Audited) December 31 2022		(Un-audited) March 31 2023	(Audited) December 31 2022
Number of shares			Rupees in thousands	
		Fully paid in cash		
1,555,000,000	1,155,000,000	Balance at beginning of the year	15,550,000	11,550,000
-	400,000,000	Movement during the year	-	4,000,000
1,555,000,000	1,555,000,000	Balance at end of the year	15,550,000	15,550,000

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 2023	(Audited) December 31 2022
		Rupees in thousands	
23	RESERVES		
	Statutory Reserves	565,755	397,819
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 2023	(Audited) December 31 2022
		Rupees in thousands	
24	SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS - NET OF TAX		
	Surplus / (deficit) arising on revaluation of:		
	- Fixed assets	565,550	566,639
	- Available for sale securities	(373,527)	(140,225)
		192,023	426,414
	Deferred tax on surplus / (deficit) on revaluation of:		
	- Fixed assets	(85,413)	(85,881)
	- Available for sale securities	160,617	60,297
		75,204	(25,584)
		267,227	400,830
25	CONTINGENCIES AND COMMITMENTS		
	Guarantees	25.1	12,503,962
	Commitments	25.2	37,851,069
	Other contingent liabilities	25.3	1,056,047
		51,411,078	40,951,720
25.1	Guarantees		
	Performance guarantees	5,951,725	5,756,990
	Other guarantees	6,552,237	7,321,069
		12,503,962	13,078,059
25.2	Commitments		
	Documentary credits and short-term trade-related transactions		
	Letters of credit	18,501,660	18,200,336
	Commitments in respect of:		
	Forward foreign exchange contracts	25.2.1	18,131,582
	Commitments for acquisition of:		
	Fixed assets	55,258	115,778
	Intangible assets	120,597	101,555
	Other commitments	25.2.2	1,041,972
		37,851,069	26,770,503
25.2.1	Commitments in respect of forward foreign exchange contracts		
	Purchase	8,227,722	4,707,222
	Sale	9,903,860	2,724,034
		18,131,582	7,431,256
25.2.2	Other commitments		
	Commitments to extend credit	25.2.2.1	1,041,972
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.		921,578
		(Un-audited) March 31 2023	(Audited) December 31 2022
		Rupees in thousands	
25.3	Other contingent liabilities		
	Claims against the Bank not acknowledged as debt	1,056,047	1,103,158

		(Un-audited) March 31	
	Note	2023	2022
		Rupees in thousands	
26 PROFIT / RETURN EARNED			
Financings		3,346,281	2,265,927
Investments in			
- available for sale securities		2,236,376	719,178
- held to maturity securities		666,274	50,182
		2,902,650	769,360
Musharaka arrangements with financial institutions		48,038	13,312
Deposits with financial institutions		132	980
		<u>6,297,101</u>	<u>3,049,579</u>
27 PROFIT / RETURN EXPENSED			
Deposits and other accounts		2,916,758	1,403,630
Musharaka arrangements with the State Bank of Pakistan under IERS		132,747	31,467
Musharaka arrangements with other financial institutions		286,329	341,747
Musharaka arrangements with other institution		-	-
Unwinding of liability against right-of-use of asset		74,401	81,000
		<u>3,410,235</u>	<u>1,857,844</u>
28 FEE & COMMISSION INCOME			
Branch banking customer fees		4,519	3,880
Consumer finance related fees		2,785	5,422
Card related fees		43,583	29,355
Credit related fees		4,230	7,431
Digital banking fees		13,615	6,931
Commission on trade		48,464	28,694
Commission on guarantees		17,893	10,509
Commission on cash management		18,429	606
Commission on remittances including home remittances		9,974	3,952
Commission on banca takaful		6,426	12,261
Locker rent		4,422	3,928
Others		135	76
		<u>174,475</u>	<u>113,045</u>
29 LOSS ON SECURITIES			
Realised	29.1	<u>(46)</u>	<u>(134,223)</u>
29.1 Realised gain on:			
Federal Government Securities - Sukuk certificates		(46)	-
Shares		-	(134,223)
		<u>(46)</u>	<u>(134,223)</u>
30 OTHER INCOME			
Rental income		-	3,162
Gain on sale of fixed assets - net		182	157
Gain on sale/termination of Ijarah financing		5,785	3,478
Commission on arrangement with financial institutions		30,560	19,608
Gain on termination of lease liability against right-of-use assets		515	-
Fees and charges recovered		1,879	307
		<u>38,921</u>	<u>26,712</u>
31 OPERATING EXPENSES			
Total compensation expense		821,474	576,035
Property expense			
Rent and taxes		11,311	271
Takaful expenses		8,877	6,884
Utilities cost		38,329	32,113
Security (including guards)		71,459	64,954
Repair and maintenance (including janitorial charges)		35,789	28,084
Depreciation on right-of-use assets		127,435	62,000
Depreciation		68,673	65,150
		<u>361,873</u>	<u>259,456</u>

		(Un-audited) March 31	
	Note	2023	2022
		Rupees in thousands	
Information technology expenses			
Software maintenance		60,874	59,460
Hardware maintenance		4,743	31,508
Takaful expenses		576	434
Depreciation		28,784	22,559
Amortisation		46,189	42,342
Network charges		27,958	32,981
		169,124	189,284
Other operating expenses			
Directors' fees and allowances		1,900	66
Remuneration to Shariah Board members		4,166	2,687
Legal and professional charges		6,682	10,191
Takaful expenses		29,405	25,134
Fee and subscription		462	1,125
Outsourced services costs		36,824	27,100
Travelling and conveyance		26,830	15,087
Repair and maintenance vehicles		2,472	229
NIFT clearing charges		7,550	5,595
Brokerage, commission and bank charges		10,834	9,058
Depreciation		3,947	3,437
Training and development		1,120	1,937
Postage and courier charges		8,612	10,500
Communication		10,965	7,435
Stationery and printing		22,156	17,793
Marketing, advertisement and publicity		477	7,803
Auditors remuneration		3,370	3,017
Entertainment		15,747	12,020
Others		11,287	13,667
		204,806	173,881
		1,557,277	1,198,656
32 OTHER CHARGES			
Penalties imposed by the State Bank of Pakistan		5	1,580
Loss on sale of fixed assets		-	-
		5	1,580
33 PROVISIONS & WRITE OFFS - NET			
Provision for diminution in value of investments	11.2	-	(135,010)
Provision against Islamic financing and related assets	12.10	115,609	6,229
		115,609	(128,781)
34 TAXATION			
Current		707,666	50,040
Prior years		-	-
Deferred		(95,660)	32,525
		612,006	82,565
35 BASIC AND DILUTED EARNINGS PER SHARE - AFTER TAX			
Profit after taxation		839,680	127,564
		Number of shares	
Weighted average number of ordinary shares		1,555,000,000	1,555,000,000
		Rupees	
		Restated	
Basic / diluted earnings per share - after tax		0.540	0.082
		(Un-audited) March 31	
		2023	2022
		Rupees in thousands	
36 CASH AND CASH EQUIVALENTS			
Cash and balances with treasury banks		13,321,035	9,948,591
Balances with other banks		7,175,758	5,715,524
Overdrawn nostro		(9,709)	-
		20,487,084	15,664,115

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, 2023 (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	71,608,756	-	71,608,756	-	71,608,756
Shares	65,736	65,736	-	-	65,736
Non-Government Securities	759,069	-	759,069	-	759,069
	72,433,561	65,736	72,367,825	-	72,433,561

Fair value of non-financial assets

Operating fixed assets (land and building)	1,393,190	-	1,393,190	-	1,393,190
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Off-balance sheet
financial instruments

Foreign exchange contracts purchase	8,227,722	-	8,340,657	-	8,340,657
Foreign exchange contracts sale	9,903,860	-	10,434,547	-	10,434,547

December 31, 2022 (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				

Fair value of non-financial assets

Operating fixed assets (land and building)	1,396,106	-	1,396,106	-	1,396,106
---	-----------	---	-----------	---	-----------

Off-balance sheet financial instruments

Foreign exchange contracts purchase	4,707,222	-	4,769,989	-	4,769,989
Foreign exchange contracts sale	2,724,034	-	2,716,459	-	2,716,459

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, 2023 (Un-Audited)									
Retail	Corporate	Consumer	Micro Finance	Treasury	Head Office	Sub-total	Elimination	Total	
Rupees in thousands									
Profit and Loss									
Net profit / return	(2,398,691)	2,087,848	446,705	5,110	2,799,149	(53,255)	2,886,866	-	2,886,866
Inter segment revenue - net	5,380,464	(2,264,182)	(348,947)	(5,041)	(3,023,454)	261,160	-	-	-
Other income	142,919	45,950	6,742	-	70,439	4,576	270,626	-	270,626
Total Income	3,124,692	(130,384)	104,500	69	(153,866)	212,481	3,157,492	-	3,157,492
Segment direct expenses	(792,427)	(45,192)	(60,504)	(196)	(6,117)	(685,761)	(1,590,197)	-	(1,590,197)
Inter segment expense allocation	(259,284)	(2,526)	(7,801)	(190)	(491)	270,292	-	-	-
Total expenses	(1,051,711)	(47,718)	(68,305)	(386)	(6,608)	(415,469)	(1,590,197)	-	(1,590,197)
Provisions / (reversal) write off	20	(118,422)	878	1,261	-	654	(115,609)	-	(115,609)
Profit / (loss) before tax	2,073,001	(296,524)	37,073	944	(160,474)	(202,334)	1,451,686	-	1,451,686
Balance Sheet									
Cash and bank balances	5,303,115	-	-	-	15,193,678	-	20,496,793	-	20,496,793
Investments	-	-	-	-	72,367,825	65,736	72,433,561	-	72,433,561
Net inter segment placements	140,355,625	-	-	-	-	12,147,141	152,502,766	(152,502,766)	-
Due from financial institutions	-	-	-	-	4,914,739	-	4,914,739	-	4,914,739
Financing - performing	11,049,176	70,449,958	9,289,195	18,492	-	1,557,051	92,363,872	-	92,363,872
- non-performing	72,706	1,278,700	2,434	140	-	1,082	1,355,062	-	1,355,062
Others	696,024	5,673,392	527,241	3,126	3,741,055	7,375,936	18,016,774	-	18,016,774
Total Assets	157,476,646	77,402,050	9,818,870	21,758	96,217,297	21,146,946	362,083,567	(152,502,766)	209,580,801
Bills payable	2,952,738	-	-	-	-	-	2,952,738	-	2,952,738
Due to financial institutions	2,146,607	8,774,723	656,250	-	5,009,709	-	16,587,289	-	16,587,289
Deposits & other accounts	148,767,068	14,176,658	21,397	-	-	42,016	163,007,139	-	163,007,139
Net inter segment acceptances	-	52,384,640	8,373,287	20,146	91,724,693	-	152,502,766	(152,502,766)	-
Others	1,537,232	2,362,553	730,863	668	12,419	5,336,320	9,980,055	-	9,980,055
Total liabilities	155,403,645	77,698,574	9,781,797	20,814	96,746,821	5,378,336	345,029,987	(152,502,766)	192,527,221
Equity	2,073,001	(296,524)	37,073	944	(529,524)	15,768,610	17,053,580	-	17,053,580
Total Equity & liabilities	157,476,646	77,402,050	9,818,870	21,758	96,217,297	21,146,946	362,083,567	-	209,580,801
Contingencies & Commitments									
	8,535,059	24,420,454	123,128	-	18,156,582	175,855	51,411,078	-	51,411,078

March 31, 2022 (Un-Audited)									
	Retail	Corporate	Consumer	Micro Finance	Treasury	Head Office	Sub-total	Elimination	Total
	Rupees in thousands								
Profit & Loss									
Net profit / return	(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 / (reversal) 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

December 31, 2022 (Audited)

	Retail	Corporate	Consumer	Micro Finance	Treasury	Head Office	Sub-total	Elimination	Total
Rupees in thousands									
Balance Sheet									
Cash & Bank balances	4,036,572	-	-	-	10,736,618	371,368	15,144,558	-	15,144,558
Investments	-	-	-	-	72,609,066	59,591	72,668,657	-	72,668,657
Net inter segment placements	147,821,651	-	-	-	-	7,841,693	155,663,344	(155,663,344)	-
Due from financial institutions	-	-	-	-	6,170,000	-	6,170,000	-	6,170,000
Financing - performing	11,079,375	66,626,024	9,434,307	167,114	-	1,491,292	88,798,112	-	88,798,112
- non-performing	74,671	1,422,121	4,718	504	-	1,583	1,503,597	-	1,503,597
Others	685,923	5,999,696	496,178	16,370	2,464,764	5,091,718	14,754,649	-	14,754,649
Total Assets	163,698,192	74,047,841	9,935,203	183,988	91,980,448	14,857,245	354,702,917	(155,663,344)	199,039,573
Bills payable	3,737,482	-	-	-	-	-	3,737,482	-	3,737,482
Due to financial institutions	2,267,174	8,746,085	687,500	-	2,970,000	-	14,670,759	-	14,670,759
Deposits & other accounts	150,959,151	2,981,767	-	-	-	60,542	154,001,460	-	154,001,460
Net inter segment acceptances	-	58,165,880	8,520,861	186,878	88,789,725	-	155,663,344	(155,663,344)	-
Others	2,350,044	4,294,033	706,211	669	84,910	2,847,123	10,282,990	-	10,282,990
Total liabilities	159,313,851	74,187,765	9,914,572	187,547	91,844,635	2,907,665	338,356,035	(155,663,344)	182,692,691
Equity	4,384,341	(139,924)	20,631	(3,559)	135,813	11,949,580	16,346,882	-	16,346,882
Total Equity & liabilities	163,698,192	74,047,841	9,935,203	183,988	91,980,448	14,857,245	354,702,917	-	199,039,573
Contingencies & Commitments	10,712,459	22,469,810	95,862	-	7,456,256	217,333	40,951,720	-	40,951,720

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, 2023 (Un-Audited)				December 31, 2022 (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	44,217	-	-	-	6,222	-	-	-
In deposit accounts	-	-	-	-	-	-	-	-
	<u>44,217</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,222</u>	<u>-</u>	<u>-</u>	<u>-</u>
Islamic financing and related assets								
Opening balance	-	-	97,953	1,829,626	-	6,376	91,750	2,274,692
Addition during the year	-	-	6,000	508,000	-	-	47,140	3,687,934
Repaid during the year	-	-	(9,898)	(807,815)	-	(1,389)	(37,884)	(4,133,000)
Transfer in / (out) - net	-	-	(12,336)	-	-	(4,987)	(3,053)	-
Closing balance	<u>-</u>	<u>-</u>	<u>81,719</u>	<u>1,529,811</u>	<u>-</u>	<u>-</u>	<u>97,953</u>	<u>1,829,626</u>
Fixed assets - Capital work in progress								
Right-of-use asset	20,000	-	-	-	78,129	-	-	-
Advance paid against purchase of property	66,695	-	-	-	20,000	-	-	-
	<u>86,695</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>98,129</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other assets								
Profit receivable	-	-	3,192	32,054	-	-	3,286	40,380
Prepaid expenses	-	-	1,755	46,023	-	1,880	3,875	33,975
Receivable under scheme of merger	11,282	-	-	-	11,282	-	-	-
Receivable under home remittance	30,934	-	-	-	17,818	-	-	-
Other Receivable	-	-	-	-	-	-	-	-
	<u>42,216</u>	<u>-</u>	<u>4,947</u>	<u>78,077</u>	<u>29,100</u>	<u>1,880</u>	<u>7,161</u>	<u>74,355</u>
Due to financial institutions								
Opening balance	-	-	-	-	3,500,000	-	-	-
Addition during the year	42,900,000	-	-	-	118,446,765	-	-	-
Repaid during the year	(42,900,000)	-	-	-	(121,946,765)	-	-	-
Closing balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deposits								
Opening balance	-	100,227	66,085	995,552	-	526,091	31,609	1,568,472
Addition during the year	-	1,209,212	103,804	11,691,968	-	8,906,263	386,092	30,017,661
Withdrawn during the year	-	(1,242,635)	(83,617)	(11,908,420)	-	(9,325,643)	(345,654)	(30,592,000)
Transfer in / (out) - net	-	83	(3)	(208)	-	(6,484)	(5,962)	1,419
Closing balance	<u>-</u>	<u>66,887</u>	<u>86,269</u>	<u>778,892</u>	<u>-</u>	<u>100,227</u>	<u>66,085</u>	<u>995,552</u>
Other liabilities								
Profit payable	-	1,618	782	4,519	-	4,110	665	9,001
Accrued expenses	-	-	-	14,526	-	-	-	2,377
Acceptances	587,037	-	-	-	587,036	-	-	-
Unearned Income	-	-	-	3,739	-	-	-	4,053
Lease liability against right-of-use asset	83,368	-	-	-	94,595	-	-	-
Meeting fee payable to Directors	-	5,634	-	-	-	3,470	-	-
	<u>670,405</u>	<u>7,252</u>	<u>782</u>	<u>22,784</u>	<u>681,631</u>	<u>7,580</u>	<u>665</u>	<u>15,431</u>
Contingencies and Commitments								
Letter of Credit	-	-	-	248,034	-	-	-	-
Letter of Guarantee	69,836	-	-	1,049,908	70,227	-	-	1,205,784
Commitment to extend credit	-	-	-	-	-	-	-	-
Forward exchange contract								
Purchase	-	-	-	-	42,996	-	-	-
Sale	-	-	-	-	42,996	-	-	-
Unrealized gain on forward exchange contract - net	-	-	-	-	-	-	-	-

	March 31, 2023 (Un-Audited)				March 31, 2022 (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	-	-	1,076	57,508	-	62	1,114	39,378
Commission earned	-	-	-	6,536	-	-	-	10,954
Rental income	-	-	-	-	3,162	-	-	-
Other income	-	-	9	-	-	-	15	-
	-	-	1,085	64,044	3,162	62	1,129	50,332
Expense								
Profit return expensed	37,274	2,906	2,150	19,517	143,111	9,241	170	9,318
Rental expense	-	-	-	-	11,352	-	-	-
Takaful expense	-	-	-	33,164	-	-	-	18,835
Security expense	-	-	-	1,498	-	-	-	10,528
Depreciation on right-of-use assets	11,433	-	-	-	8,537	-	-	-
Unwinding of lease liability against right-of-use asset	2,861	-	-	-	1,901	-	-	-
Other expense	1,621	-	-	27	2,429	170	-	161
	53,189	2,906	2,150	54,206	167,330	9,411	170	38,842
Other transactions during the year								
Fee paid	-	-	-	-	-	-	-	-
Managerial remuneration paid	-	24,369	70,179	-	-	6,634	35,648	-
Contribution paid to provident fund	-	-	-	36,663	-	-	-	14,232
Re-imbursement under home remittance payments	1,410,403	-	-	-	997,524	-	-	-
Proceeds from sale of fixed assets	-	-	-	-	-	-	64	-
Purchase of fixed assets	-	-	-	-	-	-	-	-
Disbursement made against advance salary	-	-	-	-	-	-	-	-
Repayment made against advance salary	-	-	-	-	-	-	917	-
Payment made against expenses	15,608	-	-	34,589	10,578	-	-	52,587
Foreign currency purchase	4,041,468	-	-	-	3,623,787	-	-	-
Foreign currency sale	5,675,386	-	-	-	1,669,857	-	-	-
Letter of Credit issued	-	-	-	788,678	-	-	-	912,925
Letter of Guarantee issued	1,888	-	-	-	-	-	-	10,983

(Un-audited)	(Audited)
March 31	December 31
2023	2022
Rupees in thousands	

40 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS
Minimum Capital Requirement (MCR):

Paid-up capital (net of losses)	16,220,598	15,548,233
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Capital Adequacy Ratio (CAR):

Eligible Common Equity Tier 1 (CET 1) Capital	16,223,659	15,369,298
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	16,223,659	15,369,298
Eligible Tier 2 Capital	650,066	810,739
Total Eligible Capital (Tier 1 + Tier 2)	16,873,725	16,180,037

Risk Weighted Assets (RWAs):

Credit Risk	72,827,791	63,682,494
Market Risk	1,657,197	3,262,215
Operational Risk	12,320,815	12,320,815
Total	86,805,803	79,265,524

Common Equity Tier 1 Capital Adequacy ratio

	18.69%	19.39%
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Tier 1 Capital Adequacy Ratio

	18.69%	19.39%
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Total Capital Adequacy Ratio

	19.44%	20.41%
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Leverage Ratio (LR):

Eligible Tier-1 Capital	16,223,659	15,369,298
Total Exposures	239,968,972	226,108,533
Leverage Ratio	6.76%	6.80%

Liquidity Coverage Ratio (LCR):

Total High Quality Liquid Assets	67,115,523	52,914,884
Total Net Cash Outflow	48,950,956	35,308,570
Liquidity Coverage Ratio	137.11%	149.86%

Net Stable Funding Ratio (NSFR):

Total Available Stable Funding	134,652,846	129,634,224
Total Required Stable Funding	104,777,040	96,984,488
Net Stable Funding Ratio	128.51%	133.66%

41 GENERAL

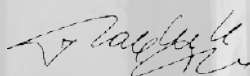
Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

42 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on April 26, 2023 by the Board of Directors of the Bank.



Syed Iftikhar Hussain Rizvi
Chief Financial Officer



Zargham Khan Durrani
President / Chief Executive



Hammad Khalid
Director



Raza Mansha
Director



Omair Safdar
Director

BRANCH NETWORK

Sr. #	Name of Branch	Address	City	Contact No.
1	Shahrah-e-Faisal Branch	Ground Floor, Nice Trade Orbit, Nursery stop, Main Shahrah-e-Faisal, Karachi	Karachi	+92-21-34328469-72 +92-21-34328477
2	Liberty Market Branch, Gulberg	9-C, Commercial Liberty Market, Gulberg Lahore	Lahore	+92-42-35789831-34
3	Shah Rukn-e-Alam Colony Branch	17-F Chowk Shah Rukn e Alam Colony, Multan	Multan	+92-61-6560451-57
4	Thandi Sarak Branch	Ground Floor, Shop No.6 &7, River View Apartments, Thandi Sarak, Hyderabad	Hyderabad	+92-22-2785486 +92-22-2785632
5	Peoples Colony Branch	668-1, Block A, Peoples Colony No. 1, Faisalabad	Faisalabad	+92-41-8556601-05
6	Jinnah Avenue, Blue Area Branch	52 East, Dodhy Plaza, Jinnah Avenue Islamabad	Islamabad	+92-51-2875091 +92-51-2604677
7	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
8	DHA Phase III, Z Block Branch	339-Z (Commercial) Ground Floor, Phase III, Defence Housing Authority, Lahore	Lahore	+92-42-35692901 +92-42-35746675
9	Bank Road, Saddar Branch	Shahbaz Plaza, Bank Road, Saddar, Rawalpindi	Rawalpindi	+92-51-5525277 +92-51-5700342 +92-51-5523474
10	Tasneem Plaza, Saddar Road Branch	Tasneem Plaza, 6 Saddar Road, Peshawar Cantt	Peshawar	+92-91-5272180-83
11	M.A Jinnah Road Branch	M.A. Jinnah Road, Quetta, Balochistan	Quetta	+92-81-2824977
12	Shahalam Market Branch	12-13-6 Block-A, Shah Alam Market, Lahore	Lahore	+92-42-37667813
13	New Challi Branch	Shop No G-2, Muhammadi Trade tower, Altaf Hussani road, New Challi, Karachi	Karachi	+92-21-32371192
14	S.I.T.E Branch	C 18-A, East Avenue, S.I.T.E, Karachi	Karachi	+92-21-32552192 +92-21-32552193
15	G.T. Road Branch, Sharifpura Chowk	Sharifpura Chowk G.T Road Gujranwala	Gujranwala	+92-55-3251915-17
16	Rahim Yar Khan Branch	29-Model Town, City Centre, City Park Chowk, Rahim Yar Khan	Rahim Yar Khan	+92-68-5876049
17	Club Road Branch	73, Club Road, Civil Line, Sargodha	Sargodha	+92-48-3768633
18	F-10 Markaz Branch	Plot # 7-Q, F-10 Markaz, Islamabad	Islamabad	+92-51-2114301-4
19	Allama Iqbal Town Branch	132 Jahanzaib Block, Main Boulevard, Allama Iqbal Town, Lahore	Lahore	+92-42-37813681-84
20	Bunder Road Branch	Shop/ Plot/ Khasra/ Khatooni/ Khawat # Plot # B-1623, Bunder Road, Sukkur	Sukkur	+92-71-5620756
21	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
22	Maulana Shaukat Ali Road Branch, Johar Town	87-E, Madina Heights, Maulana Shaukat Ali Road, Johar Town, Lahore	Lahore	+92-42-35222674-79
23	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
24	Farid Town Branch	Plot # 23, Khawat # 7854, Khatooni # 7907, Khasra No. 776-23-j, Farid Town, Sahiwal, Tehsil & District Sahiwal	Sahiwal	+92-40-4270713-15
25	Bhimber Road Branch	Khawat # 143, Khatooni # 341, Bhimber Road, Gujrat, Tehsil & District Gujrat	Gujrat	+92-53-3601781-82
26	Korangi Industrial Area Sector 23 Branch	Plot # 1-A, Sector 23, Korangi Industrial Area, Karachi	Karachi	+92-21-35122311-12
27	North Nazimabad Branch	Shop # 1 & 2 Jasmine Heights Plot # SC-21-A Block H North Nazimabad, Karachi	Karachi	+92-21-36641761-63
28	Main Saddar Bazar Branch	Qasr-e-Fatima 90-1-2, Main Saddar Bazar, Hyderabad	Hyderabad	+92-22-27315646-48
29	Main Boulevard Branch, Gulberg	58 Main Boulevard Gulberg Lahore	Lahore	+92-42-35760954-58
30	F.B. Industrial Area Branch	Sector no 22, KDA Scheme 16, FB Industrial Area Karachi	Karachi	+92-21-36834440 +92-21-36834448
31	Taj Road Branch	Taj Road Chaman, Balochistan	Chaman	+92-82-6615429
32	Tehsil Road Branch, Loralai	Shop # 372, House # 425, Tehsil Road Loralai, Balochistan	Loralai	+92-82-4660400
33	Timergara Branch	Zeb plaza main balambat Road Timergara District Lower Dir	Timargara	+92-945-825571-73
34	Mingora Branch	Opposite Bank Square Main Bazar Mingora Swat	Mingora	+92-946-725373-74
35	Shamsi Road Branch	RS Plaza Shamsi Road, Tehsil and District Mardan	Mardan	+92-937-870751 +92-937-870753
36	New Garden Town Branch	Shop No 12, 13, 14, Shan Arcade, Civic Centre, Garden Town, Lahore	Lahore	+92-42-35941840-41
37	Cavalry Ground Branch	Plot No 7, Cavalry Ground Commercial Area, Walton Lahore Cantt	Lahore	+92-42-36672180 +92-42-36672183
38	Matta Branch	Khatooni No. 28-50, Khasra No.2309, Mehran Khan Plaza, Main Matta Khareri, Matta Swat	Matta	+92-94-6790612-15
39	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
40	Hazara Town Branch	Lilak Shopping Centre, Barma Road, Aliabad, Hazara Town, Quetta, Balochistan	Quetta	+92-81-2853127

Sr. #	Name of Branch	Address	City	Contact No.
41	Main Airport Road Branch	Main Airport Road, Gwadar, Balochistan	Gwadar	+92-86-4210290
42	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
43	Kabal Branch	Khasra No. 2262, Khata No. 901, Khatooni No. 1176, Hassan Plaza, Kabal Chowk, Kabal, District Swat	Kabal	+92-94-6755592-95
44	Sirki Road Branch	Plot No. 136-14-32, Akram Plaza, Sirki Road, Quetta, Balochistan	Quetta	+92-81-2836417
45	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
46	G-11 Markaz Branch	Shop No. 7, 8, 25, 26, Plot No. 33, G-11 Markaz, Islamabad	Islamabad	+92-51-2360067
47	Chaklala Scheme III Branch	Plot No. 16, Commercial Area, Chaklala Scheme III, Rawalpindi Cantt.	Rawalpindi	+92-51-5766233
48	Nawan Shehar Branch	Plot No. 741-F, Ward No.9, Muslim Mouza Ismail, Chowk Nawan Shehar, Multan	Multan	+92-61-4573032
49	Gulshan-e-Iqbal Branch	Shop No. 1&2, Al- Sammad Tower 13- Gulshan-e-Iqbal, Main University Road, Karachi	Karachi	+92-21-34971513-15
50	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
51	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
52	Main Road Branch, Turbat	Main Road Turbat, Balochistan	Turbat	+92-85-2411153
53	G-1 Market, Johar Town Branch	435 G-1 Market, Johar Town, Lahore	Lahore	+92-42-35468417
54	PIA Housing Society Branch	Plot No. 8, Block D, Phase I, PIA Housing Scheme, Wapda Town, Lahore	Lahore	+92-42-35463995-96
55	Manshera Road Branch	GM Tower, near Sethi Masjid, Mansehra Road, Abbottabad	Abbottabad	+92-99-2408301-04
56	Main Boulevard Branch, Faisal Town	35-A, Main Boulevard, Faisal Town, Lahore.	Lahore	+92-42-35202200 +92-42-35202203 +92-42-35303304
57	Ataliq Bazar, Bypass Road Branch	Ataliq Bazar Bypass Road Near Bus Adda, Chitral	Chitral	+92-943-414389 +92-943-414316
58	Tehsil Bazar Branch, Sadiqabad	19/20-D, Tehsil Bazar, Sadiqabad	Sadiqabad	+92-68-5802242-43
59	JK Sugar Mills Branch	JK Sugar Mills, Chak No. 84/15L Mian Channu	Mian Channu	+92-42-34501000 Ext. 1972
60	Muhammad Ali Society Branch	12-C/B Muhammad Ali Society, Karachi	Karachi	+92-21-34320831 +92-21-34320834
61	Kacheri Road, DG Khan Branch	Ashraf Palaza, Block # 2, Kachehri Road, D. G. Khan	Dera Ghazi Khan	+92-64-2460258
62	Bahria Town Phase IV Branch	Shop No G-9-10, Bahria Heights II, Ext Bahria Town, Phase- IV, Islamabad	Islamabad	+92-51-5146025
63	Model Colony Branch	H.No. 4/95, Affandi House, Liaquat Ali Khan Road, Model Colony, Karachi	Karachi	+92-21-34110334-5 +92-21-34110338
64	DHA Rahbar Branch	Defence Road, DHA Rahbar, Lahore	Lahore	+92-42-34501000 Ext. 1979
65	Jutial Branch	Shahrah-e-Quaid-e-Azam, Near NHA Office, Jutial Gilgit	Gilgit	+92-581-1450754
66	Model Town Block A Branch	30 - Model Town-B, Block A Bahawalpur	Bahawalpur	+92-62-2888768
67	DHA Phase II - Tulip Road Branch	Plaza # 8, Street # A/62, Tulip Road, Sector A, DHA Phase-II, Islamabad	Islamabad	+92-51-5147159 +92-51-5147164
68	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
69	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
70	Okara Branch	M.A. Jinnah Road, Okara	Okara	+92-44-2510124
71	Raza Garden Branch	Main Sillanwali Road, Raza Garden Sargodha	Sargodha	+92-48-3250682
72	Arabia Islamia Road Branch	Plot No.98 Block-A, Arabia Islamia Road, Burewala	Burewala	+92-67-3351281-85
73	Millat Chowk Branch	156-B, Millat Chowk, Gulistan Colony, Faisalabad	Faisalabad	+92-41-8782963-66 +92-41-8782968
74	Dalazak Road Branch	Malik Sardar Plaza, Near Yousafabad Canal, Dalazak Road, Peshawar	Peshawar	+92-91-2244041-42
75	Qasimabad Branch	Shop No. 6 & 7, Raheel Heights, 267/2, Deh Sari, Wadhu Wah Road, Qasimabad, Hyderabad	Hyderabad	+92-22-2675334
76	Korangi Industrial Area Sector 7-A Branch	Plot No. 251, Sector 7-A, Korangi Industrial Area, Karachi	Karachi	+92-21-35151191-96
77	Sarwar Road Cantt. Branch	Plot No. 05, Survey No.52/C-5, Sarwar Road Cantt. Lahore	Lahore	+92-42-36682075-76
78	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
79	Muslim Bagh Branch	Station Road, Muslim Bagh, Balochistan	Muslim bagh	+92-823-669214-5
80	Samanabad Branch	Property 22-7-17/1 & 22-S-17/2, Main Samanabad, Lahore	Lahore	+92-42-37590152
81	G.T Road Branch, PAC Chowk	Shop No. 75, Mini Plaza, PAC Chowk, G.T Road, Kamra Cantt, District Attock	Kamra	+92-57-2642521

Sr. #	Name of Branch	Address	City	Contact No.
82	Burg Road Branch	Shop # B-III/37, C-152, Dr. Ghulam Gillani Burg Road, Attock City	Attock	+92-57-5700903
83	Talagang Road Branch, Chakwal	B1-1/1634/1, B-1-1635, Talagang Road, Chakwal	Chakwal	+92-54-3602050-51
84	Canal Road Branch	204 RB East, Canal Road Faisalabad	Faisalabad	+92-41-2421890-91
85	Kotwali Road Branch	P-64 Taj Plaza, Kotwali Road, Faisalabad	Faisalabad	+92-41-2604935
86	G.T Road Branch, Ghakhar	Khewat # 2414, Khatooni # 3600, Khasra # 3359, GT Road, Ghakhar	Ghakhar	+92-55-3886662 +92-55-3886665
87	Satellite Town Branch	Satellite Town Branch, 529-C Satellite Town, Gujranwala	Gujranwala	+92-55-3825781
88	G.T Road Branch, Kharian	Bilal Plaza, G.T.Road, Kharian	Kharian	+92-53-7601325 +92-53-7601358
89	Ghalla Mandi Branch	Plot # 7/211, Ward # 7, Ghalla Mandi, Mandi Bahauddin	Mandi Bahauddin	+92-546-509551 +92-546-509553
90	G.T Road Branch, Hussain Plaza	Khasra No. 625, Hussain Plaza, Chowk GTS, G.T Road, Gujrat	Gujrat	+92-53-3571542 +92-53-3530287
91	F-7 Markaz, Post Mall Branch	Plot # 3, F-7 Markaz, Post Office, Mall Building, Islamabad	Islamabad	+92-51-2608003 +92-51-2608018
92	F-8 Markaz Branch	Shop # 12 & 13, Al-Babar Center, F-8 Markaz, Islamabad	Islamabad	+92-51-2852653
93	F-11 Markaz Branch	Plot # 18, Trade Centre, Main Double Road, F-11 Markaz, Islamabad	Islamabad	+92-51-2107862
94	E-11/3 Branch	Commercial Plot No. 2, Sector E-11/3, Islamabad Garden, Islamabad	Islamabad	+92-51-2375345-6
95	I-8 Markaz Branch	MB City Mall, Plot No. 34, I-8 Markaz, Islamabad	Islamabad	+92-51-4862278-79
96	Aslam Market Branch, Wah Cantt	Shop # 1/37, Commercial Area, Civic Centre, Aslam Market, Wah Cantt	Wah Cantt	+92-51-4902231
97	Yousuf Shah Road Branch	Khewat # 698, Khatoon.i # 203, Yousuf Shah Road, District Jhang (Opposite District Courts Jhang)	Jhang	+92-47-7629591-94
98	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
99	G.T Road Branch, Gujar Khan	Commercial Property # BIII 379 & BIII 377, G.T. Road (Near MCB), Gujar Khan	Gujar Khan	+92-51-3510156
100	Shandar Chowk Branch	Model Colony, Shandar Chowk, Jhelum	Jhelum	+92-544-627128 +92-544-628677
101	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
102	I.I. Chundrigar Road Branch	Gul Tower, Main I.I Chundrigar Road, Karachi	Karachi	+92-21-32426413
103	Cloth Market Branch	Plot # 21/1, Puri Building, Cloth Market, Karachi	Karachi	+92-21-32472148-49 +92-21-32471727
104	Jodia Bazar Branch	MR 6/2, Market Quarters, Virjee Street, Jodia Bazar, Karachi	Karachi	+92-21-32443758 +92-21-32443684
105	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
106	Shershah Branch	Plot # M-II-E-606, Shershah, Karachi	Karachi	+92-21-32587581-83
107	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
108	Business Arcade Branch	Plot # 27-A, Business Arcade, Block-6, P.E.C.H.S., Shahrah-e-Faisal, Karachi	Karachi	+92-21-34326570-73
109	EOBI House Branch	Plot No. ST-1/A-1, KDA Commercial Complex, Scheme 1, B, Ground Floor, EOBI House, Shahrah-e-Faisal, Karachi	Karachi	+92-21-34330172 +92-21-34536732
110	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
111	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
112	DHA Phase V, Zamzama Lane Branch	17-E, 6th Commercial Lane, DHA Phase-V, Karachi	Karachi	+92-21-35295015 +92-21-35295210
113	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
114	DHA Phase IV Branch	Ground Floor, Plot # 99-E, 9th Commercial Street, Phase-IV, DHA, Karachi	Karachi	+92-21-35313001 +92-21-35885719
115	Paper Market Branch	Plot # 11/2, Sheet SR-9, Seraj Quarters, Anjarwala Bakery Sharah-e-Liaquat Karachi	Karachi	+92-21-32212610 +92-21-32212356
116	Gulshan-e-Ravi Branch	159-A, Main Boulevard, Gulshan Ravi, Lahore	Lahore	+92-42-37401870-74 +92-42-37401890
117	Nila Gumbad Branch	Plot # 12, McLagan Road, Nila Gumbad, Lahore	Lahore	+92-42-37210102
118	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
119	Davis Road Branch	Aftab Centre, 30-Davis Road, Lahore	Lahore	+92-42-36287029 +92-42-36286965
120	C Block, Model Town Branch	Shop No.10 and 11, Commercial Market, C-Block, Model Town, Lahore	Lahore	+92-42-35915403-6

Sr. #	Name of Branch	Address	City	Contact No.
121	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
122	Bahria Town Sector C Branch	65-A, Sector-C, Bahria Town, Lahore	Lahore	+92-42-37861591-93
123	Thokar Niaz Baig Branch	171-A Ali Town, Main Raiwind Road, Lahore	Lahore	+92-42-35963291
124	Ichra Branch	Shop # 158, Mohalla Rasool Pura, Ichra, Main Ferozepura Road, Lahore.	Lahore	+92-42-37426801-05
125	Muzaffarabad AJK Branch	Plot No. 26-1, Ghari Phan Chowk, Domel Syedan, Muzaffarabad, Azad Kashmir	Muzaffarabad	+92-5822-921137-38 +92-5822-920455
126	Mirpur AJK Branch	Bank Square, Allama Iqbal Road, Mirpur, Azad Kashmir	Mirpur A.K.	+92-5827-442840 +92-5827-447683 +92-5827-442118
127	Hayatabad Branch	B-1, Phase V, Hayatabad, Peshawar	Peshawar	+92-91-5825305
128	Gulbahar Branch	Malik Arcade, Anam Sanam Chowk, Gulbahar Road, Peshawar	Peshawar	+92-91-2580718 +92-91-2590762
129	Choharmal Road Branch	Choharmal Road, Quetta, Balochistan	Quetta	+92-81-2843640
130	Mannan Chowk Branch	2-11/6-303, Mannan Chowk, M.A. Jinnah Road, Quetta	Quetta	+92-81-2836204-05
131	Murree Road Branch	North Star Plaza, 20-B, Murree Road, Satellite Town, Rawalpindi	Rawalpindi	+92-51-4426972-76
132	PWD Employees Society Branch	40-B, Block-B, Commercial Area (Extension), PWD Employees Housing Society, Lohi Bhair, Islamabad Highway, Islamabad	Islamabad	+92-51-5194302
133	Mian Khan Road Branch	110 Mian Khan Road, Block 5, Sargodha	Sargodha	+92-48-3726609 +92-48-3729623
134	Sargodha Road Branch	Shop No. 1, Ground Floor, Al-Hamd Plaza, Batti Chowk, Sargodha Road, Sheikhupura	Sheikhupura	+92-56-3545724
135	Kashmir Road Branch	155/A, BIII-12S, Sublime Chowk, Kashmir Road, Sialkot	Sialkot	+92-523-241491 +92-523-241292
136	Bank Road Deh Garaho Branch	Plot No. 9, Block No. 263/4 Deh Garaho City, Bank Road, Kunri	Kunri	+92-238-558013-14
137	Shahdara Branch	Shahdara, Main Sheikhupura Road, Jiya Musa, Lahore	Lahore	+92-42-37919160
138	Baghbanpura Branch	266, G.T. Road, Baghbanpura, Lahore	Lahore	+92-42-36844011-12 +92-42-36844015
139	Ravi Road, Timber Market Branch	NWIII.R.78/5/A, Timber Market, Lahore	Lahore	+92-42-3772238-9
140	Babar Center, Circular Road Branch	Babar Center, 51-Circular Road, Outside Akbari Gate, Lahore	Lahore	+92-42-37379250
141	Badami Bagh Branch	93-Grain Market Badami Bagh, Lahore	Lahore	+92-42-37706366 +92-42-37706086 +92-42-37720696
142	Bahria Town Phase VII Branch	Plot No.6, Mini River View Commercial Mall Extension - II, Bahria Town Phase VII, Rawalpindi	Rawalpindi	+92-51-5400184
143	Tehsil Road Branch, Gojra	Tehsil Office Road, Gojra	Gojra	+92-46-3515426-28
144	Shahkas Branch	Spinzer Market, Wazir Dhand, Main Jamrud Road, Shahkas Jamrud, District Khyber Agency	Jamrud	+92-91-3021760-61
145	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
146	Adda Khaliqabad Tulamba Branch	Adda Khaliqabad Tulamba, District Khanewal	Khanewal	-
147	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
148	SMCHS Branch	Plot # 21-22, Sub Block D, Block A, Sindhi Muslim Cooperative Housing Society, Karachi	Karachi	+92-21-34300712-14
149	DHA Phase VI Branch	Plot No. 12, Main Boulevard Phase VI, DHA Lahore	Lahore	+92-42-37180315-8
150	Jinnah Avenue, Bahria Town Branch	Dominion Business-1, Plot No: B-34, Jinnah Avenue Commercial, Bahria Town, Karachi	Karachi	+92-42-34501000 Ext: 2201
151	Railway Road Branch	Plot# 376/A, Railway Road, Bannu City, Bannu	Bannu	+92-928-660405-6
152	Dera Ismail Khan Branch	Plot # 3, Survey # 68, Circular Road, Dera Ismail Khan	Dera Ismail Khan	+92-966-719934-36
153	DHA EME Sector Branch	Plot# 408, Block-J, Commercial Area, DHA, EME Sector, Multan Road, Lahore	Lahore	+92-42-37512400-3 +92-42-37512407
154	Chowk Halalpur Noon Branch	Chowk Halalpur Noon, Tehsil Kot Momin, District Sargodha	Sargodha	+92-48-6873027-29
155	Jhang Road Branch	Shan Plaza, Opposite NADRA Office, Faisalabad Road, Chiniot	Chiniot	+92-47-6333566 +92-47-6333577
156	Kallar Syedan Branch	Mouza kallar Sagwal, Tehsil Kallar Syedan, District Rawalpindi	Rawalpindi	+92-51-3570650-52
157	Bahria Town Phase VIII Branch	Plot No. 43/C, Business Junction, Circulation Strip, Bahria Town, Phase VIII, Rawalpindi	Rawalpindi	-
158	Attari Ferozepur Road Branch	Plot # S-86-R-800/C/Hall, Sobra Attari Ferozepur Road, Lahore	Lahore	+92-42-35723687-88
159	G.T Road Branch, Kamoke	G.T Road Kamoke	Kamoke	+92-555-6816723 +92-555-6816923

Sr. #	Name of Branch	Address	City	Contact No.
160	Shahabpura Road Branch	Bill-85-322, Shahabpura Road, Sialkot	Sialkot	+92-52-3550103-04
161	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
162	Sheikh Sultan Trust Branch	Survey No. 25, Survey Sheet No. CL-10, Building No. 1, Sheikh Sultan Trust, Beaumont Road, Civil Lines, Karachi	Karachi	+92-21-35210179
163	Jaranwala Branch	Main Hassan Road, Jaranwala	Jaranwala	+92-414-310931-33
164	G.T Road Branch, Mian Channu	Amin Trade Center, GT Road, Mian Channu	Mian Channu	-
165	Model Town Branch, Multan	Plot # 1, 2 Block B, Model Town, Multan	Multan	+92-61-6560451
166	Hajipura Branch	Hajipura, adjacent Doctors Hospital, Wazirabad	Wazirabad	+92-555-6601610-12
167	Chobara Road Branch	Near MCB Bank, Chobara Road, Layyah	Layyah	+92-606-410691-93
168	I-10 Markaz Branch	I-10 Markaz Branch, Islamabad	Islamabad	+92-51-8462441-42
169	Faisal Hills Branch	Plot No. 22, MB Square, MR-01, Executive Block, Faisal Hills, Main GT Road, Taxila	Taxila	+92-51-450037-39
170	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
171	Bannu Road Branch	Shop # T-663, 664, Bezari, Chakkar Kot, Main Bazaar, Bannu Road, Kohat	Kohat	+92-922-866155-56
172	Highway Road Branch, Chishtian	Highway Road, Chishtian	Chishtian	+92-63-2507634
173	Top City 1 Branch	Orion Business Square, Top City, Rawalpindi	Rawalpindi	-
174	Main Bazaar Kumbar Branch	Old Adda, Main Bazaar, Kumbar, District Lower Dir	Lower Dir	+92-945-888007
175	Manshera Branch	Main Bazaar, near Fouji Foundation, Manshera	Manshera	+92-997-391801 +92-977-391801
176	Muridke Branch	Muhalla Bilal Park, GT Road, Muridke	Muridke	+92-42-37166582
177	Hafizabad Branch	Royal Guest House, Gujranwala Road, Hafizabad	Hafizabad	+92-547-583492 +92-547-583494
178	Adda Chamb Morr Branch, Lodhran Branch	M97 Highway Road (M-5) Adda Chamb Morr, Lodhran	Lodhran	+92-547-583492 +92-547-583494
179	Lady Dufferin Hospital Branch	Chand Bibi Road, Adhumal Oodharam Quarter, Opposite Civil Hospital, Karachi	Karachi	+92-21-32373702
180	Samundri Branch	Grain Market, Samundri	Samundri	+92-41-3420214-17
181	Kasur Branch	M.A. Jinnah Road, Kasur	Kasur	+92-49-2771010-11
182	Al Kabir Town Phase II Branch	Plot No. 16 Commercial Area, Block B Al Kabir Town, Phase II, Lahore	Lahore	+92-42-37872401
183	Susan Road Branch	Plot # 101, P-12, Main Susan Road, Faisalabad	Faisalabad	+92-41-8502858-61
184	Sundar Industrial Estate Branch	Sundar Industrial Estate, Mull Chowk, Lahore	Lahore	+92-42-37860171-74
185	Model Town Khanpur Branch	Main Bazaar, Model Town, Khanpur	Khanpur	+92-68-5575116-19
186	Jalalpur Jattan Branch	Main Bazaar, Jalalpur Jattan	Jalalpur Jattan	+92-533-592744
187	Lalamusa Branch	Sabri Mohallah G.T. Road, Lalamusa	Lalamusa	+92-53-511811-15
188	Narowal Branch	Circular Road, Narowal	Narowal	+92-3450100 Ext 2238
189	Battagram Branch	Opposite Police Station, Karokaram Highway, Battagram	Battagram	+92-997-310470-74
190	Darra Adam Khel Branch	Main Bazaar, Kohat Road, Darra Adam Khel	Darra Adam Khel	+92-3450100 Ext 2240
191	Depalpur Branch	Okara Road, Depalpur	Depalpur	+92-44-4544449 +92-44-4544492 +92-44-4542121 +92-44-4540717
192	Old Airport Road Branch	Bismillah Tower, Faisal Colony Near Gulzar-e-Quaid, Old Airport Road, Rawalpindi	Rawalpindi	+92-51-5707804-06
193	G-13/2 Branch	Plot No. 4-A Bazaar No. 4, G-13/2, Islamabad	Islamabad	+92-51-2769092
194	Talagang Branch	Rawalpindi Road, Talagang	Talagang	+92-543-414200
195	Odigram Branch	Main Bazaar Odigram, Lower Dir	Odigram	+92-945-890022-26
196	Airport Road Swat Branch	Airport Road, Swat	Swat	+92-42-34501000 Ext. 2246
197	Khawazakhela Branch	Khawazakhela Bazaar, Swat	Khawaza Khela	+92-42-34501000 Ext. 2247
198	Karak Branch	Bannu Road, Karak	Karak	+92-42-34501000 Ext. 2248
199	Chichawatni Branch	Railway Road, Chichawatni	Chichawatni	042-34501000 Ext. 2249
200	33 Phatak Branch	Khewat No. 69/66, Khatuni No. 185 to 206, Qitat 231, Chak No 33 Phatak, Sargodha	Sargodha	042-35975740
201	Gulberg Green Branch	Block D, Markaz, Gulberg Green, Islamabad	Islamabad	042-34501000 Ext. 2251



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