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ABOUT MCB ISLAMIC BANK

MCB Islamic Bank Ltd. is the wholly owned subsidiary of MCB Bank Ltd. and commenced its operations in 2015. MCB Islamic Bank has a nationwide network of branches across Pakistan. MCB Islamic Bank is successfully providing Shari'ah compliant products and services to its customers in all provinces of Pakistan.

MISSION STATEMENT

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

VISION

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

OUR VALUES

We are Shari'ah Driven

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

Dedicated and Dependable

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

Aspirational

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

CREDIT RATING

Long Term

A

Short Term

A - 1

CORPORATE INFORMATION

Board of Directors

Mr. Raza Mansha (Chairman)	Non-Executive Director
Mr. Ahmed Ebrahim Hasham	Independent Director
Mr. Ibrahim Shamsi	Non-Executive Director
Mr. M.U.A. Usmani	Non-Executive Director
Mr. Aftab Ahmad Khan	Non-Executive Director
Mr. Omair Safdar	Non-Executive Director
Mr. Ali Muhammad Mahoon (President & CEO)	Executive Director

Audit Committee

Mr. Ahmed Ebrahim Hasham	Chairman
Mr. Aftab A. Khan	Member
Mr. Ibrahim Shamsi	Member
Mr. Omair Safdar	Member

Human Resource & Remuneration Committee

Mr. Ahmed Ebrahim Hasham	Chairman
Mr. Raza Mansha	Member
Mr. Aftab A. Khan	Member
Mr. Omair Safdar	Member

Risk Management & Portfolio Review Committee

Mr. Omair Safdar	Chairman
Mr. Aftab Ahmad Khan	Member
Mr. Ibrahim Shamsi	Member
Mr. Ali Muhammad Mahoon	Member

Board Evaluation Committee

Mr. Ahmed Ebrahim Hasham	Chairman
Mr. Omair Safdar	Member

Business Strategy & Service Quality Review Committee

Mr. Raza Mansha	Chairman
Mr. Aftab A. Khan	Member
Mr. Ibrahim Shamsi	Member
Mr. Ali Muhammad Mahoon	Member

I.T. Committee

Mr. Raza Mansha	Chairman
Mr. Ahmed Ebrahim Hasham	Member
Mr. Ibrahim Shamsi	Member
Mr. Ali Muhammad Mahoon	Member

Shari'ah Board

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

Chief Financial Officer

Syed Iftikhar Hussain Rizvi

Company Secretary

Ms. Maimoona Cheema

Head of Internal Audit

Mr. Muhammad Tariq Gondal

Legal Advisor

M/s Imtiaz Siddiqui & Associates, Advocates & Solicitors

Auditors

M/s KPMG TaseerHadi& 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'), I am pleased to present the condensed interim financial statements for the half year ended June 30, 2018. Following are the financial highlights of the period under review:

Statement of Financial Position	Rupees in million		
	June 30, 2018	Dec 31, 2017	Growth (%)
Investments – net	12,469	9,186	36%
Islamic Financing and related assets – net	52,979	31,473	68%
Total Assets	76,325	51,771	48%
Deposits	51,638	32,691	58%
Shareholders' Equity (including Revaluation)	10,561	9,631	10%

Profit & Loss Account	Rupees in million		
	Jan – Jun 2018	Jan – Jun 2017	Growth (%)
Net spread earned	668	448	49%
Provisions against financing and investments	253	0	100%
Other income	194	375	-48%
Operating income	609	823	-26%
Administrative & other expenses	1,176	778	51%
(Loss) / profit before taxation	(567)	45	-1360%
(Loss) / profit after taxation	(370)	30	-1333%
Basic / diluted (loss) / earnings per share (Rupees)	(0.337)	0.030	-1233%

Performance Review

During the period under review, the Bank successfully concluded and implemented "Scheme of Compromises, Arrangements and Reconstruction (the "Scheme") between the Bank and MCB Bank Limited (MCB)" which envisages transfer of MCB's banking business of ninety (90) branches. All assets, rights, liabilities, operations, systems, staff, assets of back office functions and obligations of MCB relating to the banking business of these branches have been transferred from MCB with effect from the Effective date i.e. close of the business on June 01, 2018. The banking business of these branches has also been converted into Islamic banking business on the effective date.

The Bank has also successfully issued right shares amounting to Rs.1.2 billion against 120 million ordinary shares having face value of Rs.10/- that has strengthened the Bank's capital base and has shown shareholder's commitment towards promoting Islamic banking in Pakistan.

The Bank continued its operations in line with its strategy of growth by building the balance sheet with the desired mix of deposits dully backed by quality assets. Total Assets of the Bank increased by 48% to Rs.76.3 billion from Rs.51.8 billion as at December 31, 2017. Total deposit grew impressively by 58% to Rs.51.6 billion from Rs.32.7 billion as at December 31, 2017. Investments also witnessed growth of 36% to Rs.12.5 billion from Rs.9.2 billion as at December 31, 2017. While keeping healthy and well diversified portfolio, financing grew by 68% to Rs.52.9 billion from Rs.31.5 billion as at December 31, 2017.

On profitability side, the Bank remained under pressure mainly due to continued expansion cost, lack of performance on the capital markets side, start up nature of the bank where our deposit and financing per branch needs time to grow upto a level to achieve breakeven, led the Bank to post an after tax loss of Rs.370.4 million against profit after tax of Rs.29.7 million in the same period last year. Total revenue of the Bank stood at Rs.1,772.4 million against Rs.1,193.1 million showing a healthy growth of 49%. Income generated from Islamic financing and related assets, investments and placements contributed Rs.1,578.2 million and other income contributed Rs.194.2 million to total revenue against Rs.818.1 million and Rs.375.0 million respectively in the same period last year. Administrative and other expenses were also increased by 51% to Rs.1,176.2 million from Rs.778.3 million in the same period last year which is mainly due to continued expansion cost and inclusion of new branches in Bank's network.

Return on earning assets was reported at 6.1% while the cost of fund came to 3.8% against 8.0% and 3.4% respectively in the same period last year. Loss per share for the period came to Rs.0.337 against earnings per share of Rs.0.030 in the same period last year, whereas book value per share including revaluation surplus stood at Rs.9.4 against Rs.9.6 as at December 31, 2017.

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' and upgraded bank's outlook from stable to positive.

Economic Review

Despite domination of weaker domestic politics, the Country economy continued its growth momentum as it achieved a 13-years high level real GDP at 5.8% in fiscal year 2018 (FY-18) against its target growth of 6% mainly on the back of improved power supply, investment related to the China-Pakistan Economic Corridor (CPEC), strong consumption growth and ongoing recovery in agriculture.

Pakistan's imports recorded at USD 60.9 billion during FY-18 as compared with USD 52.9 billion in FY-17, showing growth of 15.1%. On the other hand exports registered 13.7% growth with the help of support & incentives provided by the government to the exporters. The exports increased to USD 23.2 billion during FY-18 as compared with USD 20.4 billion in FY-17. The trade deficit for the year recorded at 16% to USD 37.7 billion as compared with deficit of USD 32.5 billion during last year. Remittances from abroad with a mere growth of 1.4% year on year (YoY) basis during FY-18 were reported to USD 19.6 billion falling short by USD 1.1 billion from its target of USD 20.7 billion. As a result, the current account deficit widened to USD 18.0 billion during FY-18 against USD 12.6 billion in FY-17.

Furthermore, net drop of USD 5 billion was also witnessed in Country's FX reserves which declined to USD 16.4 billion by the end of June 2018 from USD 21.4 billion at June 2017. To accommodate this strong pressure on USD - PKR exchange rate, the Federal government has further devalued PKR which closed at Rs.121.50 as at June 30, 2018 with a devaluation of 10.0% w.r.t December 2017 and overall 15.9% as compared to the close of FY-17.

On monetary side, the State Bank of Pakistan during FY-18 has gradually increased the policy rate in January 2018 and May 2018 by 25 bps and 50 bps respectively, took the benchmark rate to 6.50% at the close of FY-18. In its recently announced Monetary Policy in July 2018 (FY-19), the State Bank of Pakistan has further increased the policy rate by 100 bps taking the benchmark rate to 7.5%.

Inflation has started to build up as General Consumer Price Index (CPI) YoY was reported at 5.2% in June 2018. However, average CPI was recorded at 3.9% during FY-18 as compared to 4.2% average maintained during FY'17.

In Pakistan, Islamic banking continues to broaden its outreach and is competing effectively with conventional banks, supported by an increasing range of products and higher quality services. Total assets and deposits of Islamic banking industry (IBI) were recorded at Rs. 2,334 billion and Rs. 1,916 billion respectively by the end of March 2018. Market share of Islamic banking assets and deposits in overall banking industry stood at 13.5 percent and 14.6 percent respectively as at March 31, 2018. Branch network of IBI was recorded at 2,589 branches (including sub-branches) with the closure of March 2018. IBI registered profit after tax of Rs.7 billion for the quarter ended March 31, 2018 as compared to Rs.5 billion for the same quarter last year.

Future Outlook

The Bank will continue with its strategy of expansion and long-term sustainable growth. To achieve this objective, the Bank will add 10 more branches in its network in the next half of this year. More focus on service quality, trade finance, commercial and consumer banking is expected to improve the spread on the balance sheet assisted by a higher benchmark rate environment.

Pakistan's economy is exposed to a number of bigger challenges of recent times. Political instability, water crisis, continued widening external and fiscal imbalances, reduction in foreign exchange reserves, Rupee devaluation and sustainable economic policies are the key factors which need immediately focus on near-term policies to preserve Country's economic stability and get back to fiscal discipline.

Acknowledgment

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

For and on behalf of the Board of Directors



Ibrahim Shamsi
Director
July 31, 2018

ممبران کیلئے ڈائریکٹرز کی رپورٹ:

میں انتہائی مسرت کے ساتھ ایم سی بی اسلامک بینک (بینک) کے بورڈ آف ڈائریکٹرز کی جانب سے، 30 جون 2018 کو ختم ہونے والی ششماہی کی مختصر عبوری مالیاتی معلومات پیش کر رہا ہوں۔ زیر جائزہ سہ ماہی کا مالیاتی جائزہ درج ذیل ہے۔

معاشی بیانیہ	30 جون 2018	31 دسمبر 2017	شرح ترقی (%)
	ملین روپے		
سرمایہ کاری - خالص	12,469	9,186	36%
اسلامک فنڈنگ اور متعلقہ اثاثہ جات - خالص	52,979	31,473	68%
کل اثاثہ جات	76,325	51,771	48%
ڈیپازٹس	51,638	32,691	58%
حصص یافتگان کی ایکویٹی (بشمول تنصیف نو)	10,561	9,631	10%

نفع نقصان کھاتہ	جون - 2018	جون - 2017	شرح ترقی (%)
	ملین روپے		
خالص آمدن - خالص	668	448	49%
سرمایہ کاری اور فنڈنگ کے عیوض پروویژن	253	-	100%
دیگر آمدنی	194	375	-48%
کاروباری آمدن	609	823	-26%
انتظامی و دیگر اخراجات	1,176	778	51%
(نقصان) / منافع قبل از ٹیکس	(567)	45	-1360%
(نقصان) / منافع بعد از ٹیکس	(370)	30	-1333%
بنیادی / معتدل فی حصص (نقصان) / آمدنی (روپے)	(0.337)	0.030	-1233%

کارکردگی کا جائزہ

اس زیر تجزیہ عرصہ میں بینک نے نہایت کامیابی کے ساتھ اپنے اور ایم سی بی بینک کے مابین مفاہمت، انتظام اور تعمیر نو (کمپوزز، انجمنش اورری کنسٹرکشن) کی سکیم کو مکمل اور لاگو کیا۔ جس کے تحت ایم سی بی کی بینکاری کے کاروبار سے متعلق 90 برانچیں منتقل ہوئیں۔ ایم سی بی کی ان برانچوں کے کاروبار سے متعلقہ املاک، حقوق، واجبات، آپریشنز، سسٹم، سٹاف، بیک آفس فنکشنز کے اثاثے اور ذمہ داریوں کو ایک مقررہ و موثر تاریخ، جو کہ 01 جون 2018 کے کاروبار کے اختتام تک ہے، سے منتقل ہو چکے ہیں۔ ان برانچوں کے بینکاری کے کاروبار کو بھی اسی معینہ تاریخ سے اسلامی بینکاری کے کاروبار میں تبدیل کر دیا گیا ہے۔

بینک نے نہایت کامیابی کے ساتھ 120 ملین کے عام شیئرز / حصص، جن کی ظاہری قیمت (فیس ویلیو) 10 روپے ہے، کے مقابل 1.2 ملین روپے کے رائے شیئرز / حصص کا اجراء بھی کیا۔ جو ناصرف بینک کی سرمایہ کی بنیادی مضبوطی میں اضافہ کا باعث ہے بلکہ پاکستان میں اسلامی بینکاری کے فروغ کیلئے حصص یافتگان کے عزم کا مظہر بھی ہے۔

بینک اپنے میزانیہ (بیلنس شیٹ) اور اس کے ساتھ ڈیپازٹس کی مطلوبہ ترکیب، جس کی بنیاد معیاری اثاثوں سے جڑی ہو، کی مضبوط تعمیر کی حکمت عملی کے تحت اپنے کاروبار کو جاری رکھے ہوئے ہے۔ بینک کے کل اثاثہ جات میں 48 فیصد اضافہ درج ہوا جو کہ 31 دسمبر 2017 کی 51.8 بلین روپے کی سطح سے بڑھ کر 76.3 بلین روپے ہو گئے۔ کل ڈیپازٹس قابل ذکر ترقی کے ساتھ 31 دسمبر 2017 کی 32.7 بلین روپے کی سطح سے 58 فیصد اضافہ سے 51.6 بلین روپے تک جا پہنچے۔ سرمایہ کاری 31 دسمبر 2017 کی 9.2 بلین روپے کی سطح سے بڑھ کر 36 فیصد اضافہ کے ساتھ 12.5 بلین روپے ہو گئی۔ جبکہ فنانسنگ کا پورٹ فولیو اپنی توانا اور تنوع سے بھرپور خصوصیات کے ساتھ 31 دسمبر 2017 کی 31.5 بلین روپے کی سطح سے 68 فیصد کی نمو کے ساتھ 52.9 بلین روپے تک جا پہنچا۔

منافع کی مد میں بینک اپنی، وسعت پر جاری اخراجات، کیپٹل مارکیٹ کی ناقص کارکردگی، بینک کے آغاز سے متعلقہ فطری عوامل، جس میں فی برانچ ڈیپازٹ اور قرضہ جات کو اپنے فروغ کیلئے کچھ وقت درکار ہوتا ہے تاوقتیکہ وہ اپنے اخراجات کو مکمل طور پر برداشت کر سکے (ریک ایون کی سطح تک)؛ کے باعث دباؤ کا شکار رہا۔ جس کی بدولت گزشتہ سال کی اسی مدت کے 29.7 بلین روپے کے بعد از ٹیکس منافع کی نسبت 370.4 بلین روپے کا بعد از ٹیکس خسارہ درج کیا۔ بینک کا کل ریونو (وصولی) اس عرصہ میں 49 فیصد کے ایک مستحکم اضافہ کے ساتھ 1,772.4 بلین روپے رہا جبکہ گزشتہ سال اس کا حجم 1,193.1 بلین روپے تھا۔ اسلاک فنانسنگ، متعلقہ اثاثہ جات، سرمایہ کاری اور پلیمینٹ سے حاصل شدہ رقم اور دیگر آمدنی بالترتیب 1,578.2 بلین روپے اور 194.2 بلین روپے رہی۔ جو کہ گزشتہ سال اسی مدت میں 818.1 بلین اور 375.0 بلین تھی۔ بینک کے نیٹ ورک میں نئی برانچوں کی شمولیت اپنی وسعت میں جاری اخراجات کے باعث، انتظامی و دیگر اخراجات بھی پچھلے سال کے اسی عرصہ کی 778.3 بلین روپے کی سطح سے 51 فیصد اضافہ کے ساتھ 1,176.2 بلین روپے پر درج کئے گئے۔

پیداوار اور اثاثہ جات کی شرح 6.1 فیصد اور سرمایہ کی لاگت 3.8 فیصد کی شرح پر ریکارڈ کی گئیں۔ جبکہ گزشتہ سال کی اسی مدت کے دوران یہ شرح بالترتیب 8.0 فیصد اور 3.4 فیصد تھی۔ پچھلے سال کے اسی عرصہ میں 0.30 روپے فی شیئر خسارہ کی نسبت، رواں مدت میں فی شیئر خسارہ 0.337 روپے پر درج کیا گیا۔ جبکہ فی شیئر بک ویلیو (بشمول تخمینہ نو کے اضافہ کے ساتھ) 31 دسمبر 2017 کے 9.4 روپے کی نسبت 9.6 روپے رہی۔

کریڈٹ ریٹنگ

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

معاشی جائزہ

عدم استحکام کی شکار اندرونی سیاست کے تسلط کے باوجود، ملکی معیشت نے بہتر ہوتی توانائی کی رسد، پاک چین اقتصادی راہداری سے متصل سرمایہ کاری، مصارف کی مضبوط بڑھوتی اور زراعت کے شعبہ میں جاری بحالی کی بنیاد پر مالی سال 2018 میں متعین شدہ 6 فیصد کے ہدف کے مقابلہ میں گزشتہ 13 سال کی بلند ترین شرح سے 5.8 فیصد کی جی ڈی پی کی حقیقی نمو حاصل کی۔

پاکستان کی درآمدات، مالی سال 2017 کی 52.9 بلین امریکی ڈالر کی سطح سے مالی سال 2018 میں 15.1 فیصد کی شرح سے بڑھتے ہوئے 60.9 بلین امریکی ڈالر پر ریکارڈ کی گئیں۔ دوسری جانب برآمدات کے شعبہ میں حکومت کے برآمد کنندگان سے تعاون و ترغیب کے باعث 13.7 فیصد کی افزائش درج کی گئی۔ مالی سال 2017ء میں 20.4 بلین امریکی ڈالر کی سطح کے تقابل میں برآمدات مالی سال 2018 میں بڑھتے ہوئے 23.2 بلین امریکی ڈالر تک پہنچیں۔

اس سال کا تجارتی خسارہ 16 فیصد کی شرح سے بڑھتے ہوئے 37.7 بلین امریکی ڈالر تک پہنچ گیا جبکہ گزشتہ سال کی اس تقابلی مدت میں اس کا حجم 32.5 امریکی ڈالر تھا۔ بیرون ملک ترسیلات زر میں، سالانہ بنیاد پر، مالی سال 2018، میں محض 1.4 فیصد کا اضافہ دیکھا گیا جو کہ اپنے 20.7 بلین امریکی ڈالر کے ہدف سے 1.1 بلین امریکی ڈالر کی کمی کے باعث 19.6 امریکی ڈالر پر پورٹ کیا گیا۔ جس کے نتیجہ میں کرنٹ اکاؤنٹ کا خسارہ مالی سال 2017 کی 12.6 بلین امریکی ڈالر کی سطح سے مزید پھیلنے ہوئے مالی سال 2018 میں 18 بلین امریکی ڈالر پر ریکارڈ کیا گیا۔

علاوہ ازیں ملک کے زرمبادلہ کے ذخائر میں بھی 5 بلین امریکی ڈالر کی کمی دیکھی گئی۔ جو جون 2017 کے 21.4 بلین امریکی ڈالر کے حجم سے گر کر جون 2018 تک 16.4 بلین امریکی ڈالر تک پہنچ گئے۔

امریکی ڈالر اور پاکستانی روپے پر غیر معمولی دباؤ سے نمٹنے کے لیے وفاقی حکومت نے روپے کی قدر میں مزید تخفیف کی جو کہ دسمبر 2017 کی نسبت 10 فیصد اور مالی سال 2017 کے تقابل میں مجموعی طور پر 15.9 فیصد کی تنزلی کے بعد 30 جون 2018 تک 121.50 روپے فی ڈالر کی سطح پر درج ہوا۔

مالیاتی حوالہ سے، اسٹیٹ بینک آف پاکستان نے، مالی سال 2018 میں پالیسی ریٹ (کلیدی شرح سود) میں جنوری 2018 اور مئی 2018 میں بالترتیب 25 بی پی ایس (بنیادی پوائنٹس) اور 50 بی پی ایس کا بتدریج اضافہ کرتے ہوئے، مالی سال 2018 کے اختتام تک اس شرح کو 6.50 فیصد کی سطح پر متعین کیا۔ ابھی حال ہی

میں، جولائی 2018، میں جاری کی گئی مالیاتی پالیسی برائے مالی سال 2019، کے تحت اسٹیٹ بینک آف پاکستان نے پالیسی ریٹ میں 100 بی پی ایس کا اضافہ کرتے ہوئے بنیادی شرح سود کو 7.5 فیصد پر متعین کیا ہے۔

عام صارف کی قیمتوں کے انڈکس (سی پی آئی) کے تناظر میں جو سالانہ بنیاد پر جون 2018 میں 5.2 فیصد کی شرح پر رپورٹ ہوا، افراط زر میں تیزی کے رجحان کا آغاز نمایاں ہے۔ تاہم مالی سال 2017 میں قائم 4.2 فیصد کی اوسط کے مقابلہ میں مالی سال 2018 کے دوران پرریکارڈ کی گئی اوسط سی پی آئی کی شرح 3.9 فیصد رہی۔

پاکستان میں اسلامی بینکاری اپنے دائرہ کار میں وسعت کو جاری رکھتی ہوئی اور اپنی پراڈکٹس کے مدارج میں اضافہ اور معیاری خدمات کے بل بوتے پر روایتی بینکاری کا موثر مقابلہ کر رہی ہے۔ اسلامی بینکاری کی صنعت (آئی بی آئی - IBI) کے کل اثاثہ جات اور ڈیپازٹس 31 مارچ 2018 تک بالترتیب 2,334 بلین اور 1,916 بلین روپے رہے۔ 31 مارچ 2018 بینکاری کی صنعت میں مجموعی طور پر اسلامی بینکاری کا اثاثہ جات اور ڈیپازٹس کی مد میں حصہ، بالترتیب 13.5 فیصد اور 14.6 فیصد کی شرح سے رہا۔ اسلامی بینکاری کی صنعت کا برانچ نیٹ ورک 31 مارچ 2018 کے اختتام تک 2,589 برانچوں (بشمول سب برانچیں) پر مشتمل ہے۔ 31 مارچ 2018 کو اختتام پذیر شدہ ماہی تک اسلامی بینکاری کی صنعت کا منافع بعد از ٹیکس 7 بلین روپے درج کیا گیا جبکہ اس کے مقابلے میں گزشتہ سال کی اسی سہ ماہی کے اختتام پر یہ 5 بلین روپے تھا۔ مستقبل کا نقطہ نظر:

بینک طویل مدت میں اپنی پائیدار وسعت اور نشوونما کے حصول کی حکمت عملی جاری رکھے ہوئے ہے۔ اس مقصد کے حصول کیلئے بینک اس سال کے دوسری ششماہی کے دوران اپنے نیٹ ورک میں 10 نئی برانچوں کا اضافہ کرے گا۔

خدمات کے معیار، تجارتی قرضوں، کمرشل اور صارف بینکاری پر خصوصی توجہ کے باعث بینک کے میزانیہ (بیلنس شیٹ) کے سپریڈ میں بہتری کی توقع ہے جس کو بڑھتے ہوئے بیچ مارک ریٹ کا ماحول بھی میسر ہوگا۔

پاکستان کی معیشت کو موجودہ دور کے بہت سے بڑے چیلنجز کا سامنا ہے۔ سیاسی عدم استحکام، پانی کا بحران، مسلسل بڑھتے اندرونی و بیرونی مالی عدم توازن، زرمبادلہ کے ذخائر میں کمی، روپے کی قدر میں تنزلی اور پائیدار معاشی پالیسیاں جیسے اہم عوامل جو اس امر کے متقاضی ہیں کہ جلد از جلد ایسی پالیسیاں وضع کی جائیں جو ملک کے معاشی استحکام کو مضبوط اور مالیاتی ضوابط کی طرف واپس لاسکے۔

تسلیم و تحسین

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

منجانب و برائے بورڈ آف ڈائریکٹرز:

ابراہیم شمش
ڈائریکٹر

31 جولائی 2018



KPMG Taseer Hadi & Co.
Chartered Accountants
351 Shadman-1, Jail Road,
Lahore 54000 Pakistan
+92 (42) 111-KPMGTH (576484), Fax +92 (42) 3742 9907

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of MCB Islamic Bank Limited

Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of MCB Islamic Bank Limited (the Bank) as at 30 June 2018 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

Scope of Review

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

Conclusion

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





KPMG Taseer Hadi & Co.

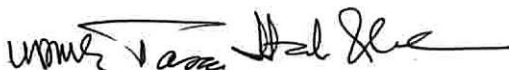
Other matters

The figures for the condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended 30 June 2018 and 30 June 2017 have not been reviewed and we do not express a conclusion on them.

The financial statements of the Bank for the year ended 31 December 2017 and six months period ended 30 June 2017 were audited and reviewed respectively by another auditor whose reports dated 13 February 2018 and 22 August 2017, expressed unqualified opinion / conclusion on those statements.

The engagement partner on the engagement resulting in this independent auditor's review report is M. Rehan Chughtai.

Lahore
Date: 31 July 2018



KPMG Taseer Hadi & Co.
Chartered Accountants



MCB ISLAMIC BANK LIMITED | Half Yearly Report 2018



Condensed Interim Financial Statements

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2018

	Note	(Un-audited) June 30, 2018	(Audited) December 31, 2017
Rupees in thousands			
ASSETS			
Cash and balances with treasury banks		5,869,195	3,390,753
Balances with other banks	9	515,985	2,703,251
Due from financial institutions	10	-	1,400,000
Investments - net	11	12,468,619	9,186,213
Islamic financing and related assets - net	12	52,978,941	31,472,935
Operating fixed assets	13	2,993,010	2,622,993
Deferred tax assets - net	14	454,863	289,465
Other assets - net	15	1,044,334	633,515
		76,324,947	51,699,125
LIABILITIES			
Bills payable		1,542,483	314,210
Due to financial institutions	16	11,199,402	7,926,790
Deposits and other accounts	17	51,637,534	32,690,808
Sub-ordinated loans		-	-
Liabilities against assets subject to finance lease		-	-
Deferred tax liabilities - net		-	-
Other liabilities	18	1,385,021	1,136,538
		65,764,440	42,068,346
NET ASSETS		<u>10,560,507</u>	<u>9,630,779</u>
REPRESENTED BY			
Share capital	19	11,200,000	10,000,000
Reserves		26,444	26,444
Accumulated loss		(564,000)	(194,065)
		10,662,444	9,832,379
Deficit on revaluation of assets - net of tax		(101,937)	(201,600)
		<u>10,560,507</u>	<u>9,630,779</u>
CONTINGENCIES AND COMMITMENTS	20		

The annexed notes 1 to 30 form an integral part of these condensed interim financial statements.

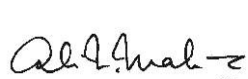
				
ALI MUHAMMAD MAHOON PRESIDENT / CEO	SYED IFTIKHAR HUSSAIN RIZVI CHIEF FINANCIAL OFFICER	IBRAHIM SHAMSI DIRECTOR	OMAIR SAFDAR DIRECTOR	AHMED EBRAHIM HASHAM DIRECTOR

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE HALF YEAR ENDED JUNE 30, 2018

	Note	Quarter ended June 30, 2018	Half Year ended June 30, 2018	Quarter ended June 30, 2017	Half Year ended June 30, 2017
Rupees in thousands					
Profit / return earned	21	853,439	1,578,157	435,457	818,067
Profit / return expensed	22	511,445	910,477	218,849	370,094
Net spread earned		341,994	667,680	216,608	447,973
Provision / (reversal of provision) against non-performing Islamic financing and related assets - net	12.4	5,228	5,669	(125)	(341)
Provision for diminution in the value of investments - net	11.1	247,540	247,540	-	-
Bad debts written off directly		-	-	-	-
		252,768	253,209	(125)	(341)
Net spread after provisions		89,226	414,471	216,733	448,314
Other income					
Fee, commission and brokerage income		30,833	53,193	13,424	22,576
Dividend income		28,893	41,519	22,887	34,084
Income from dealing in foreign currencies		47,483	78,721	6,190	13,299
Gain on sale of securities - net		15,668	15,668	154,914	299,611
Unrealized gain / (loss) on revaluation of investments classified as held for trading - net		-	-	-	-
Other income		2,524	5,116	2,599	5,467
Total other income		125,401	194,217	200,014	375,037
		214,627	608,688	416,747	823,351
Other expenses					
Administrative expenses		712,303	1,176,083	379,124	777,374
Other provision - net		-	97	-	-
Other charges		-	-	732	909
Total other expenses		712,303	1,176,180	379,856	778,283
Extra ordinary / unusual items		-	-	-	-
(Loss) / profit before taxation		(497,676)	(567,492)	36,891	45,068
Taxation					
- Current		(12,236)	(22,155)	(9,338)	(14,914)
- Prior periods		-	-	-	-
- Deferred		184,936	219,290	(7,489)	(436)
		172,700	197,135	(16,827)	(15,350)
(Loss) / profit after taxation		(324,976)	(370,357)	20,064	29,718
Rupees					
Basic / diluted (loss) / earnings per share	23	(0.290)	(0.337)	0.020	0.030

The annexed notes 1 to 30 form an integral part of these condensed interim financial statements.



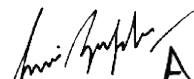
ALI MUHAMMAD MAHOON
PRESIDENT / CEO



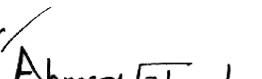
SYED IFTIKHAR HUSSAIN RIZVI
CHIEF FINANCIAL OFFICER



IBRAHIM SHAMSI
DIRECTOR



OMAIR SAFDAR
DIRECTOR



AHMED EBRAHIM HASHAM
DIRECTOR

CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE HALF YEAR ENDED JUNE 30, 2018

	Quarter ended June 30, 2018	Half Year ended June 30, 2018	Quarter ended June 30, 2017	Half Year ended June 30, 2017
	Rupees in thousands			
(Loss) / profit after taxation for the period	(324,976)	(370,357)	20,064	29,718
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period transferred to equity	(324,976)	(370,357)	20,064	29,718
<i>Items that may be reclassified to profit and loss account</i>				
Components of comprehensive income not reflected in equity				
Deficit on revaluation of available for sale investments	84,278	153,975	(134,969)	(145,663)
Related deferred tax asset	(29,497)	(53,891)	47,239	50,982
	54,781	100,084	(87,730)	(94,681)
Total comprehensive income for the period	(270,195)	(270,273)	(67,666)	(64,963)

The annexed notes 1 to 30 form an integral part of these condensed interim financial statements.



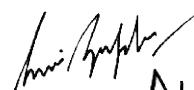
ALI MUHAMMAD MAHOON
PRESIDENT / CEO



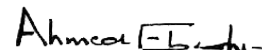
SYED IFTIKHAR HUSSAIN RIZVI
CHIEF FINANCIAL OFFICER



IBRAHIM SHAMSI
DIRECTOR



OMAIR SAFDAR
DIRECTOR



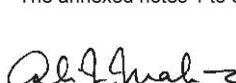
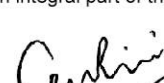

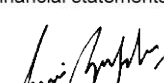
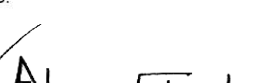
AHMED EBRAHIM HASHAM
DIRECTOR

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE HALF YEAR ENDED JUNE 30, 2018

	Note	June 30, 2018	2017
		Rupees in thousands	
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss) / profit before taxation		(567,492)	45,068
Less: Dividend income		(41,519)	(34,084)
		(609,011)	10,984
Adjustments for non-cash and other items			
Depreciation - Owned assets		95,039	43,540
Depreciation - Ijarah assets		236,592	250,985
Amortization		41,425	9,280
Provision / (reversal of provision) against non-performing Islamic financing and related assets - net	12.4	5,669	(341)
Provision for diminution in the value of investments - net	11.1	247,540	-
Provision for Workers' Welfare Fund		-	901
Unrealized (gain) / loss on forward exchange contracts		(43,745)	147
Loss on sale of fixed assets		-	22
Gain on sale of securities - net		(15,668)	(299,611)
		566,852	4,923
		(42,159)	15,907
(Increase) / decrease in operating assets			
Due from financial institutions		1,400,000	-
Islamic financing and related assets		(21,748,267)	(9,050,882)
Other assets - net		(333,331)	(134,570)
		(20,681,598)	(9,185,452)
Increase / (decrease) in operating liabilities			
Bills payable		14,063	(117,500)
Due to financial institutions		3,272,612	5,293,004
Deposits and other accounts		(2,971,600)	8,448,539
Other liabilities		208,621	166,804
		523,696	13,790,847
		(20,200,061)	4,621,302
Income tax paid		(16,486)	(5,341)
Net cash (used in) / generated from operating activities		(20,216,547)	4,615,961
CASH FLOWS FROM INVESTING ACTIVITIES			
Net investment in available for sale securities		(3,826,219)	(5,241,398)
Dividend income received		61,895	42,564
Proceeds from sale of available for sale securities		465,917	3,393,373
Proceeds from sale of fixed assets		-	1,739
Proceeds from demerger scheme	4	22,214,180	-
Investment in operating fixed assets		(330,729)	(341,006)
Net cash generated from / (used) in investing activities		18,585,044	(2,144,728)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of share capital		1,200,000	-
Net cash generated from financing activities		1,200,000	-
(Decrease) / increase in cash and cash equivalents during the period		(431,503)	2,471,233
Cash and cash equivalents at the beginning of the period		6,094,004	4,260,802
Cash and cash equivalents acquired under demerger scheme	4	722,679	-
Cash and cash equivalents at the end of the period	24	6,385,180	6,732,035

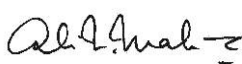
The annexed notes 1 to 30 form an integral part of these condensed interim financial statements.

				
ALI MUHAMMAD MAHOON	SYED IFTIKHAR HUSSAIN RIZVI	IBRAHIM SHAMSI	OMAIR SAFDAR	AHMED EBRAHIM HASHAM
PRESIDENT / CEO	CHIEF FINANCIAL OFFICER	DIRECTOR	DIRECTOR	DIRECTOR

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2018

	Share Capital	Statutory reserve	Revenue reserve	Unappropriated Profit / Accumulated Loss	Total
Rupees in thousands					
Balance as at January 01, 2017	10,000,000	26,444	-	68,087	10,094,531
Change in equity for six months ended June 30, 2017					
Total comprehensive income for the six months ended June 30, 2017					
Profit for the period ended June 30, 2017	-	-	-	29,718	29,718
Other comprehensive income for the period	-	-	-	-	-
	-	-	-	29,718	29,718
Transferred from surplus on revaluation of fixed assets to unappropriated profit - net of tax	-	-	-	650	650
Transfer to statutory reserves	-	5,944	-	(5,944)	-
Balance as at June 30, 2017 (Un-audited)	10,000,000	32,388	-	92,511	10,124,899
Change in equity for six months ended December 31, 2017					
Total comprehensive income for the six months ended December 31, 2017					
Loss for the period ended December 31, 2017	-	-	-	(292,715)	(292,715)
Other comprehensive income for the period	-	-	-	-	-
	-	-	-	(292,715)	(292,715)
Transferred from surplus on revaluation of fixed assets to unappropriated profit - net of tax	-	-	-	195	195
Adjustment in statutory reserves	-	(5,944)	-	5,944	-
Balance as at December 31, 2017 (Audited)	10,000,000	26,444	-	(194,065)	9,832,379
Change in equity for six months ended June 30, 2018					
Issue of right shares	1,200,000	-	-	-	1,200,000
Total comprehensive income for the six months ended June 30, 2018					
Loss for the period ended June 30, 2018	-	-	-	(370,357)	(370,357)
Other comprehensive income for the period	-	-	-	-	-
	-	-	-	(370,357)	(370,357)
Transferred from surplus on revaluation of fixed assets to unappropriated profit - net of tax	-	-	-	422	422
Transfer to statutory reserves	-	-	-	-	-
Balance as at June 30, 2018 (Un-audited)	11,200,000	26,444	-	(564,000)	10,662,444

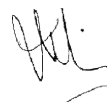
The annexed notes 1 to 30 form an integral part of these condensed interim financial statements.



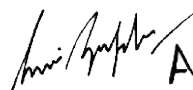
ALI MUHAMMAD MAHOON
PRESIDENT / CEO



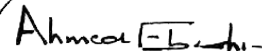
SYED IFTIKHAR HUSSAIN RIZVI
CHIEF FINANCIAL OFFICER



IBRAHIM SHAMSI
DIRECTOR



OMAIR SAFDAR
DIRECTOR



AHMED EBRAHIM HASHAM
DIRECTOR

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

FOR THE HALF YEAR ENDED JUNE 30, 2018

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 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, investment and retail banking activities.
- 1.3 The Bank is operating through 166 branches in Pakistan (December 31, 2017: 76 branches). The Registered Office of the Bank is situated at 59 Block T, Phase II, DHA, Lahore Cantt and Principal Office is situated at 339 Block Z, Phase III, DHA Lahore Cantt.
- 1.4 Pakistan Credit Rating Agency (PACRA) has maintained the Bank's medium to long-term rating as "A" and the short-term rating as 'A-1' with positive outlook.

2 BASIS OF PRESENTATION

- 2.1 The Bank provides financing through Shari'ah compliant financing products mainly through Murabaha, Istisna, Ijarah, Diminishing Musharaka, Running Musharaka and Export Refinance under Islamic Export Refinance Scheme.
- 2.2 The disclosures made in these condensed interim financial statements have been limited based on the format prescribed by the State Bank of Pakistan through BSD Circular Letter No. 2 dated May 12, 2004 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, 2017.
- 2.3 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.

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).

Whenever the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 or the directives issued by the SBP and the SECP differ with the requirements of IAS 34 or IFAS the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives, shall prevail.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2018

- 3.2** The SBP has deferred the applicability of International Accounting Standard (IAS) 39, 'Financial Instruments: Recognition and Measurement' and International Accounting Standard (IAS) 40, 'Investment Property' for Banking Companies through BSD Circular Letter 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 SBP through various circulars. Further, segment information is being disclosed in accordance with SBP's prescribed formats per BSD circular 4 dated February 17, 2006 which prevails over the requirements specified in IFRS 8.

4 SCHEME OF COMPROMISE, ARRANGEMENT AND RECONSTRUCTION WITH MCB BANK LIMITED

The Board of Directors in their meeting held on October 24, 2017 had approved the Scheme of Compromises, Arrangements and Reconstruction (the "Scheme") between the Bank and MCB Bank Ltd. (MCB). The Scheme envisages transfer of banking business of ninety (90) branches of MCB subject to the approval of the shareholders of the banks and sanction by the Honourable Lahore High Court, where the assets, rights, liabilities, operations, systems, staff, assets of back office functions and obligations of MCB relating to the banking business of these branches will be transferred and vested in the Bank. The banking business of these branches will also stand converted into Islamic banking business on the effective date pursuant to the compliance of applicable regulatory permissions.

Both the banks filed a petition before the Honourable Lahore High Court for sanction of, and for other orders facilitating implementation of the Scheme under Section 279 to 283 and 285 read with other enabling provisions of the Companies Act, 2017. The shareholders approved the Scheme in the Extra Ordinary General Meeting (EOGM) held on February 10, 2018. The Honourable Lahore High Court has sanctioned the Scheme on April 20, 2018. The business of these 90 branches have been transferred from MCB with effect from the Effective date i.e. close of the business on June 01, 2018.

The carrying amount of assets and liabilities acquired are as follows:

	Rupees in thousands
Assets	
Cash in hand	722,679
Operating fixed assets	175,751
Other assets	59,788
	958,218
Liabilities	
Bills payable	1,214,210
Deposits and other accounts	21,918,326
Other liabilities	39,862
	23,172,398
Amount settled with MCB	<u>22,214,180</u>

5 BASIS OF MEASUREMENT

- 5.1** 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 and foreign exchange contracts have been marked to market and carried at fair value..
- 5.2** 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.

6 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, 2017.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2018

7 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Except for the following, 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, 2017.

Upto December 31, 2017, surplus / (deficit) on revaluation of fixed assets was being measured under the repealed Companies Ordinance, 1984. The surplus arising on the revaluation is credited to the surplus on revaluation of fixed assets account. Any deficit arising on subsequent revaluation of fixed assets is adjusted against the balance in the surplus account. With effect from January 1, 2018, Companies Act, 2017 has become applicable and section 235 of the repealed Companies Ordinance, 1984 relating to treatment of surplus arising on revaluation of fixed assets has not been carried forward in the Companies Act, 2017. Accordingly the management has changed the accounting policy to bring accounting of revaluation surplus on fixed assets in accordance with IAS 16 "Property, plant and equipment". The change in accounting policy has no impact on these condensed interim financial statements.

8 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, 2017.

	Note	(Un-audited) June 30, 2018	(Audited) December 31, 2017
9 BALANCES WITH OTHER BANKS			
Rupees in thousands			
In Pakistan			
- deposit account	9.1	1,310	2,161,145
Outside Pakistan			
- current account		514,675	542,106
		<u>515,985</u>	<u>2,703,251</u>

9.1 This represents modaraba based accounts carrying profit at rates ranging from 0.03% to 6.30% per annum (December 31, 2017: 0.05% to 5.75% per annum).

	(Un-audited) June 30, 2018	(Audited) December 31, 2017
10 DUE FROM FINANCIAL INSTITUTIONS		
Rupees in thousands		
Musharakah arrangements	-	1,400,000

11 INVESTMENTS - NET

Investments by types	Note	June 30, 2018 (Un-audited)			December 31, 2017 (Audited)		
		Held by bank	Given as collateral	Total	Held by bank	Given as collateral	Total
Rupees in thousands							
Available-for-sale securities							
Fully paid up ordinary shares - listed		1,665,774	-	1,665,774	1,981,675	-	1,981,675
Sukuk certificates		10,571,432	-	10,571,432	6,764,560	-	6,764,560
		12,237,206	-	12,237,206	8,746,235	-	8,746,235
Held to maturity							
Sukuk certificates		920,000	-	920,000	1,035,000	-	1,035,000
Investments at cost							
Less: Provision for diminution in the value of investments	11.1	(247,540)	-	(247,540)	-	-	-
Investments (net of provisions)							
Deficit on revaluation of investments classified as available-for-sale securities - net		(441,047)	-	(441,047)	(595,022)	-	(595,022)
Total investments at market value							

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

FOR THE HALF YEAR ENDED JUNE 30, 2018

	Note	(Un-audited) June 30, 2018	(Audited) December 31, 2017
		Rupees in thousands	
11.1 Particulars of provision			
Opening balance		-	-
Charge for the period		247,540	-
Reversals during the period		-	-
		247,540	-
Write offs / other adjustments		-	-
Closing balance		247,540	-

12 ISLAMIC FINANCING AND RELATED ASSETS - NET

In Pakistan			
- Murabaha financing		7,270,181	5,078,311
- Inventory held under Murabaha		7,422,856	4,513,090
- Advances against Murabaha		1,816,479	421,318
- Murabaha under Islamic Export Refinance Scheme		144,615	101,575
- Advances against Murabaha under Islamic Export Refinance Scheme		96,000	-
- Diminishing Musharakah		11,121,394	8,903,262
- Advances against Diminishing Musharakah		4,095,223	1,248,246
- Running Musharakah financing		16,598,599	8,009,283
- Running Musharakah under Islamic Export Refinance Scheme		808,000	806,700
- Net book value of assets in Ijarah under IFAS 2	12.1	1,804,628	1,484,260
- Advances against Ijarah		538,796	139,249
- Advances against Istisna financing under Islamic Export Refinance Scheme		200,000	100,000
- Staff finance	12.2	1,069,058	668,860
Islamic financing and related assets - gross		52,985,829	31,474,154
Provision against non performing Islamic financing and related assets	12.4	(6,888)	(1,219)
Islamic financing and related assets - net of provision		52,978,941	31,472,935

12.1 Net book value of Ijarah assets under IFAS 2 is net of accumulated depreciation amounting to Rs. 1,119.980 million (December 31, 2017: Rs. 966.413 million).

	(Un-audited) June 30, 2018	(Audited) December 31, 2017
	Rupees in thousands	
12.2 Staff finance		
Staff housing finance under Diminishing Musharakah	897,245	550,235
Staff vehicle finance under Diminishing Musharakah	171,813	118,625
	1,069,058	668,860

12.3 Islamic financing and related assets include Rs. 0.729 million (December 31, 2017: Rs. 0.729 million) which have been placed under non-performing status as detailed below:

Category of classification	June 30, 2018 (Un-audited)				
	Classified Islamic financing and related assets			Specific Provision required	Specific Provision held
	Domestic	Overseas	Total		
Rupees in thousands					
Other Assets Especially Mentioned (OAEM)	-	-	-	-	-
Substandard	-	-	-	-	-
Doubtful	-	-	-	-	-
Loss	729	-	729	729	729
	729	-	729	729	729

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

FOR THE HALF YEAR ENDED JUNE 30, 2018

Category of classification	December 31, 2017 (Audited)				
	Classified Islamic financing and related assets			Specific Provision required	Specific Provision held
	Domestic	Overseas	Total		
Rupees in thousands					
Other Assets Especially Mentioned (OAEM)	-	-	-	-	-
Substandard	-	-	-	-	-
Doubtful	-	-	-	-	-
Loss	729	-	729	729	729
	729	-	729	729	729

12.4 Particulars of provision against non-performing Islamic financing and related assets

	June 30, 2018 (Un-audited)			December 31, 2017 (Audited)		
	Specific	General	Total	Specific	General	Total
Rupees in thousands						
Opening balance	729	490	1,219	1,029	245	1,274
Charge for the period / year	-	5,669	5,669	-	245	245
Reversals during the period / year	-	-	-	(300)	-	(300)
	-	5,669	5,669	(300)	245	(55)
Write offs	-	-	-	-	-	-
Closing balance	729	6,159	6,888	729	490	1,219

12.4.1 The Bank has maintained general provision at an amount equal to 1% of the fully secured performing portfolio of consumer, small enterprise and unsecured performing portfolio of micro financing as required by the Prudential Regulations issued by the SBP.

	Note	(Un-audited) June 30, 2018	(Audited) December 31, 2017
		Rupees in thousands	
12.5 Particulars of Islamic financing and related assets - gross			
In local currency		52,985,829	31,474,154
In foreign currency		-	-
		<u>52,985,829</u>	<u>31,474,154</u>

13 OPERATING FIXED ASSETS

Capital work-in-progress	379,249	243,436
Property and equipment	2,080,647	1,896,647
Intangible assets	533,114	482,910
	<u>2,993,010</u>	<u>2,622,993</u>

For the period ended

June 30,

2018 2017

Rupees in thousands

13.1 Additions to operating fixed assets - cost

Civil works	51,970	91,064
Furniture and fixtures	39,826	13,154
Office equipment	168,509	97,427
Computer equipment	86,046	10,078
Computer software	90,105	52,104
Vehicles	15,518	13,795
Advance to supplier and vendors	54,506	63,384
	<u>506,480</u>	<u>341,006</u>

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

FOR THE HALF YEAR ENDED JUNE 30, 2018

		For the period ended June 30,	
		2018	2017
		Rupees in thousands	
13.2 Disposals to operating fixed assets - cost			
Office equipment	-	112	
Computer equipment	-	164	
Vehicles	-	1,816	
		<u>-</u>	<u>2,092</u>
		(Un-audited)	(Audited)
		June	December
		30, 2018	31, 2017
		Rupees in thousands	
14 DEFERRED TAX ASSETS / (LIABILITY) - NET			
Deductible temporary difference			
Workers welfare fund	798	798	
Unused tax losses	391,404	189,882	
Minimum tax	53,404	31,249	
Deficit on revaluation of available for sale investments - net	154,366	208,258	
	599,972	430,187	
Taxable temporary difference			
Surplus on revaluation of fixed assets	(26,045)	(26,273)	
Accelerated tax depreciation	(119,064)	(114,449)	
	(145,109)	(140,722)	
	<u>454,863</u>	<u>289,465</u>	
15 OTHER ASSETS			
Profit / return accrued in local currency	519,653	367,055	
Advances, deposits, advance rent and other prepayments	148,458	75,883	
Advance taxation - net	44,859	50,528	
Dividend receivable	-	20,376	
Rental receivable	21,474	17,154	
Receivable against ATM transactions	249,478	90,705	
Unrealized gain on forward exchange contracts - net	43,745	2,196	
Stationary and stamps	2,900	1,829	
Others	13,767	7,789	
	<u>1,044,334</u>	<u>633,515</u>	
16 DUE TO FINANCIAL INSTITUTIONS			
In Pakistan	11,199,402	7,926,790	
Outside Pakistan	-	-	
	<u>11,199,402</u>	<u>7,926,790</u>	
16.1 Details of due to financial institutions - Secured / Unsecured			
Secured			
Musharakah from the State Bank of Pakistan under Islamic Export Refinance Scheme	16.1.1	1,247,000	1,007,200
Unsecured			
Musharakah arrangements	16.1.2	9,952,402	6,919,590
		<u>11,199,402</u>	<u>7,926,790</u>
16.1.1 These Musharaka arrangements are on a profit and loss sharing basis maturing between July 14, 2018 to November 18, 2018 (December 31, 2017: January 14, 2018 to April 18, 2018) and are secured against demand promissory notes executed in favour of the SBP. A limit of Rs. 1,500 million has been allocated to the Bank by the SBP under Islamic Export Refinance Scheme.			

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2018

16.1.2 This represents Musharakah arrangements with banks carrying profit at rates ranging from 5.40% to 6.80% per annum (December 31, 2017: 5.10% to 5.80% per annum) and having maturity till Aug 24, 2018 (December 31, 2017: March 27, 2018).

(Un-audited) (Audited)
June December
30, 2018 31, 2017
Rupees in thousands

17 DEPOSITS AND OTHER ACCOUNTS

Customers

Fixed deposits
Savings deposits
Current accounts - Non-remunerative
Margin deposits

2,372,956	4,641,153
24,797,289	13,770,648
21,304,923	8,715,425
245,570	144,483
48,720,738	27,271,709

Financial institutions

Remunerative deposits
Non-remunerative deposits

2,848,448	5,358,234
68,348	60,865
2,916,796	5,419,099
51,637,534	32,690,808

17.1 Particulars of deposits

In local currency	48,415,622	32,025,030
In foreign currencies	3,221,912	665,778
	51,637,534	32,690,808

Note (Un-audited) (Audited)
June December
30, 2018 31, 2017
Rupees in thousands

18 OTHER LIABILITIES

Profit / return payable in local currency
Profit / return payable in foreign currencies
Accrued expenses
Deferred Murabaha income under Islamic financing and related assets
Advance receipt against Islamic financing and related assets
Retention money payable
Charity collection account
Income received in advance
Security deposits under Ijarah financing
Branch adjustment account
Withholding tax, Federal Excise Duty and other tax payable
Others

18.1	157,751	185,629
	2,422	1,741
	363,425	388,112
	119,757	87,889
	5,828	13,511
	156	12,992
	4,059	5,513
	14,300	21,651
	503,913	333,845
	90,583	30,069
	6,538	6,312
	116,289	49,274
	1,385,021	1,136,538

18.1 It includes Rs. 5.579 million (December 31, 2017: Rs. 5.513 million) in respect of profit / return payable on Musharaka with the SBP under Islamic Export Refinance Scheme.

19 SHARE CAPITAL

19.1 Authorized Capital

(Un-audited) June 30, 2018	(Audited) December 31, 2017		(Un-audited) June 30, 2018	(Audited) December 31, 2017
Numbers of shares			Rupees in thousands	
1,500,000,000	1,500,000,000	Ordinary shares of Rs. 10/- each	15,000,000	15,000,000

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

FOR THE HALF YEAR ENDED JUNE 30, 2018

19.2 Issued, subscribed and paid up capital

(Un-audited) June 30, 2018	(Audited) December 31, 2017		(Un-audited) June 30, 2018	(Audited) December 31, 2017
Numbers of shares			Rupees in thousands	
Fully paid in cash				
1,000,000,000	1,000,000,000	Balance at the beginning of the period / year	10,000,000	10,000,000
120,000,000	-	Issued during the period / year - right share	1,200,000	-
<u>1,120,000,000</u>	<u>1,000,000,000</u>	Balance at the end of the period / year	<u>11,200,000</u>	<u>10,000,000</u>

20 CONTINGENCIES AND COMMITMENTS

20.1 Transaction-related contingent liabilities

Guarantees favouring - beneficiary		
- Government	2,399,973	1,535,209
- Others	712,531	734,320
	<u>3,112,504</u>	<u>2,269,529</u>

20.2 Trade-related contingent liabilities

Import Letters of Credit	7,785,728	5,587,572
Acceptances	297,805	134,755
	<u>8,083,533</u>	<u>5,722,327</u>

20.3 Other Contingencies

Claim against the Bank not acknowledged as debt	<u>425,820</u>	<u>-</u>
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This represents claim by a third party against the Bank, which is being contested in the Court of law. The management is of the view that this relate to the normal course of business and the possibility of an outflow of economic resources is remote.

(Un-audited) June 30, 2018	(Audited) December 31, 2017
Rupees in thousands	

20.4 Commitments in respect of forward exchange contracts

Purchase	<u>2,688,743</u>	<u>535,867</u>
Sale	<u>480,824</u>	<u>349,072</u>

20.5 Commitments for the acquisition of operating fixed assets

Acquisition of fixed assets	22,257	49,089
Acquisition of computer software	10,696	5,380
	<u>32,953</u>	<u>54,469</u>

20.6 Commitments to extend credit

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.

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

FOR THE HALF YEAR ENDED JUNE 30, 2018

	Quarter ended June 30, 2018	Half Year ended June 30, 2018	Quarter ended June 30, 2017	Half Year ended June 30, 2017
	Rupees in thousands			
21 PROFIT / RETURN EARNED				
On financings to customers	649,047	1,212,668	313,166	617,628
On investments in				
- available for sale securities	137,449	242,313	58,511	101,267
- held to maturity securities	18,065	36,290	20,326	40,449
	155,514	278,603	78,837	141,716
On deposits with financial institutions	17,943	34,310	27,553	41,270
On inter bank Musharakah / Wakala agreements	30,935	52,576	15,901	17,453
	<u>853,439</u>	<u>1,578,157</u>	<u>435,457</u>	<u>818,067</u>
22 PROFIT / RETURN EXPENSED				
On deposits and other accounts	297,049	570,796	140,180	247,085
On musharakah with the State Bank of Pakistan under Islamic export refinance scheme	6,102	10,755	2,659	4,116
On other short term fund - Musharakah / Wakala agreements	208,294	328,926	76,010	118,893
	<u>511,445</u>	<u>910,477</u>	<u>218,849</u>	<u>370,094</u>
23 BASIC / DILUTED - EARNINGS PER SHARE				
(Loss) / profit after taxation for the period	<u>(324,976)</u>	<u>(370,357)</u>	<u>20,064</u>	<u>29,718</u>
	Numbers of shares			
Weighted average number of ordinary shares	<u>1,120,000,000</u>	<u>1,100,110,497</u>	<u>1,000,000,000</u>	<u>1,000,000,000</u>
	Rupees			
Basic / diluted (loss) / earnings per share	<u>(0.290)</u>	<u>(0.337)</u>	<u>0.020</u>	<u>0.030</u>
There were no convertible / dilutive potential ordinary shares outstanding as at June 30, 2018 and June 30, 2017.				
	(Un-audited) For the period ended June 30, 2018 2017 Rupees in thousands			
24 CASH AND CASH EQUIVALENTS				
Cash and balances with treasury banks		5,869,195	3,045,272	
Balances with other banks		515,985	3,686,763	
		<u>6,385,180</u>	<u>6,732,035</u>	
		(Un-audited) June 30, 2018	(Audited) December 31, 2017	
		Rupees in thousands		
25 BASEL III LIQUIDITY REQUIREMENT				
25.1 Liquidity Coverage Ratio				
High quality liquid assets		12,453,531	11,260,889	
Net cash outflows		15,171,968	11,179,294	
Liquidity Coverage ratio (%)		<u>82.08%</u>	<u>100.73%</u>	
25.2 Net Stable Funding Ratio				
Available stable funding		52,763,041	34,350,286	
Required stable funding		36,615,082	22,423,462	
Liquidity Coverage ratio (%)		<u>144.10%</u>	<u>153.19%</u>	

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

FOR THE HALF YEAR ENDED JUNE 30, 2018

26 FAIR VALUE OF FINANCIAL INSTRUMENTS

The fair value of traded investments is based on quoted market prices, except for tradable securities classified by the Bank as 'held to maturity'. Fair value of unquoted equity investments is determined on the basis of break up value of these investments as per the latest available audited financial statements.

Fair value of Islamic financing & related assets, other assets, other liabilities and fixed term deposits cannot be calculated with sufficient reliability due to absence of current and active market for such assets and liabilities and reliable data regarding market rates for similar instruments. The provision for impairment of Islamic financing and related assets has been calculated in accordance with the Bank's accounting policy as stated in 6.4.2 of the financial statements of the Bank for the year ended December 31, 2017..

The Bank measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

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

The table below analyses the financial and non-financial assets carried at fair values, by valuation methods. For financial assets, the Bank essentially carries its investments in debt 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.

	June 30, 2018 (Un-audited)			
	Fair Value			
	Level 1	Level 2	Level 3	Total
	Rupees in thousands			
On-balance sheet financial instruments				
Available for sale securities				
Ordinary shares - listed	1,009,142	-	-	1,009,142
Sukuk certificates	-	10,539,478	-	10,539,478
	1,009,142	10,539,478	-	11,548,620
Non - Financial Assets measured at fair value				
Operating fixed assets (land and buildings)	-	1,189,760	-	1,189,760
Off-balance sheet financial instruments				
Foreign exchange contracts purchase	-	2,739,924	-	2,739,924
Foreign exchange contracts sale	-	488,260	-	488,260
December 31, 2017 (Audited)				
	Fair Value			
	Level 1	Level 2	Level 3	Total
	Rupees in thousands			
On-balance sheet financial instruments				
Available for sale securities				
Ordinary shares - listed	1,352,592	-	-	1,352,592
Sukuk certificates	-	6,798,621	-	6,798,621
	1,352,592	6,798,621	-	8,151,213
Non - Financial Assets measured at fair value				
Operating fixed assets (land and buildings)	-	1,005,258	-	1,005,258
Off-balance sheet financial instruments				
Foreign exchange contracts purchase	-	546,363	-	546,363
Foreign exchange contracts sale	-	357,373	-	357,373

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2018

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 and 2 during the period / year.

Financial instruments in level 1

Financial instruments included in level 1 comprise of investments in listed ordinary shares.

Financial instruments in level 2

Financial instruments included in level 2 comprise of Sukuks and Forward Exchange Contracts.

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	
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.

27 RELATED PARTY TRANSACTIONS

The Bank has related party relationship with its parent company, associates, companies with common directorship, 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.

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

FOR THE HALF YEAR ENDED JUNE 30, 2018

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

	Parent company		Directors *		Key Management Personnel **		Others ***	
	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
	June 30, 2018	December 31, 2017	June 30, 2018	December 31, 2017	June 30, 2018	December 31, 2017	June 30, 2018	December 31, 2017
	Rupees in thousand							
Balances with other banks								
Opening balance	42,091	3,669	-	-	-	-	-	-
Deposits during the period / year	13,135	113,526	-	-	-	-	-	-
Withdrawal during the period / year	(46,173)	(75,104)	-	-	-	-	-	-
Closing balance	9,053	42,091	-	-	-	-	-	-
Islamic financing and related assets								
Opening balance	-	-	13,103	13,936	83,778	65,246	314,132	660,568
Disbursed during the period / year	-	-	-	-	21,400	39,074	716,080	297,000
Repaid / adjustments during the period / year	-	-	(419)	(833)	(27,973)	(20,542)	(160,985)	(643,436)
Closing balance	-	-	12,684	13,103	77,205	83,778	869,227	314,132
Others								
Advance paid against purchase of property	20,000	20,000	-	-	-	-	-	-
Other receivables	31,626	19,340	-	-	1,177	1,330	94,506	31,884
Other payables	43,961	21,915	9,450	9,450	8,675	10,014	24,719	19,266
Due to Financial Institutions								
Opening balance	524,590	-	-	-	-	-	-	-
Received during the period / year	27,461,260	21,688,514	-	-	-	-	-	-
Repaid during the period / year	(23,533,598)	(21,163,924)	-	-	-	-	-	-
Closing balance	4,452,252	524,590	-	-	-	-	-	-
Deposits and other accounts								
Opening balance	-	-	628	430	53,386	19,633	379,888	151,783
Received / Adjustments during the period/year	-	-	11,870	41,382	85,385	216,732	4,390,539	10,859,956
Withdrawal / Adjustments during the period/year	-	-	(10,076)	(41,184)	(91,986)	(182,979)	(4,511,322)	(10,631,851)
Closing balance	-	-	2,422	628	46,785	53,386	259,105	379,888
Contingencies & Commitments								
liabilities - outstanding								
Letter of Credit	-	-	-	-	-	-	815,999	559,646
Letter of Guarantee	-	-	-	-	-	-	742,931	688,212
Forward exchange contract								
Purchase	1,548,824	369,872	-	-	-	-	-	-
Sale	466,766	208,597	-	-	-	-	-	-
Unrealized gain on forward exchange contract - net	29,665	5,092	-	-	-	-	-	-
	Parent company		Directors *		Key Management Personnel **		Others ***	
	(un-audited)	(un-audited)	(un-audited)	(un-audited)	(un-audited)	(un-audited)	(un-audited)	(un-audited)
	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017
	Rupees in thousand							
Transactions during the period								
Fee	-	-	350	350	-	-	-	-
Managerial remuneration	-	-	14,560	31,124	69,931	68,814	-	-
Contribution paid to provident fund	-	-	-	-	-	-	35,066	25,265
Profit received	-	-	224	305	1,319	1,270	10,801	15,180
Profit paid	61,172	28,013	-	-	609	732	3,176	2,822
Investment made in securities	-	-	-	-	-	-	-	411,795
Proceeds from sale of securities	-	-	-	-	-	-	-	431,701
Commission received	-	-	-	-	-	-	7,950	1,433
Disbursement made against advance salary	-	-	-	-	1,085	1,230	-	-
Repayment made against advance salary	-	-	-	-	2,295	450	-	-
Re-imbursement under Home remittance payments	452,977	-	-	-	-	-	-	-
Proceeds under demerger scheme	22,214,180	-	-	-	-	-	-	-
Proceeds from issue of Share Capital	1,200,000	-	-	-	-	-	-	-
Payment made for expenses	270	231	-	-	-	-	58,881	34,405
Foreign currency purchase	7,449,110	4,697,112	-	-	-	-	-	-
Foreign currency sale	4,591,881	1,763,100	-	-	-	-	-	-
Letter of Credit issued	-	-	-	-	-	-	1,489,646	2,170,485
Letter of Guarantee issued	-	-	-	-	-	-	34,719	341,419

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

FOR THE HALF YEAR ENDED JUNE 30, 2018

- * Directors include the President / Chief Executive Officer.
- ** Key management personnel includes certain head of departments who report directly to President / Chief Executive Officer.
- *** This represents balances and transactions of staff retirement benefit plan and related parties other than those separately mentioned.

28 SEGMENT DETAILS WITH RESPECT TO BUSINESS ACTIVITIES

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

	June 30, 2018 (Un-audited)				
	Corporate finance	Trading & sales	Retail banking	Commercial banking	Total
	Rupees in thousands				
Total income	-	501,397	55,185	1,215,792	1,772,374
Total expenses	-	(873,273)	(738,110)	(728,483)	(2,339,866)
Income tax expense	-	-	-	-	197,135
Net (loss) / income	-	(371,876)	(682,925)	487,309	(370,357)

Segment return on assets (ROA) (%)	-	7.19	1.69	5.66	5.59
Segment cost of fund (%)	-	5.97	3.18	2.04	3.79

	June 30, 2017 (Un-audited)				
	Corporate finance	Trading & sales	Retail banking	Commercial banking	Total
	Rupees in thousands				
Total income	-	547,433	21,447	624,224	1,193,104
Total expenses	-	(445,349)	(327,552)	(375,135)	(1,148,036)
Income tax expense	-	-	-	-	(15,350)
Net income / (loss)	-	102,084	(306,105)	249,089	29,718

Segment return on assets (ROA) (%)	-	10.17	1.49	5.75	6.74
Segment cost of fund (%)	-	5.47	2.89	2.08	3.39

	June 30, 2018 (Un-audited)				
	Corporate finance	Trading & sales	Retail banking	Commercial banking	Total
	Rupees in thousands				
Segment assets - gross	-	13,757,286	8,414,225	53,660,601	75,832,113
Advance taxation - net	-	-	-	-	44,859
Deferred tax assets - net	-	-	-	-	454,863
Total assets	-	13,757,286	8,414,225	53,660,601	76,331,835

Segment non performing assets	-	-	-	729	729
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Segment specific provision required	-	-	-	729	729
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Segment liabilities	-	10,045,225	53,756,280	1,962,935	65,764,440
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NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE HALF YEAR ENDED JUNE 30, 2018

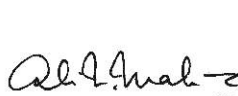
	December 31, 2017 (Audited)				
	Corporate finance	Trading & sales	Retail banking	Commercial banking	Total
	Rupees in thousands				
Segment assets - gross	-	14,227,587	4,718,610	32,485,795	51,431,992
Advance taxation - net	-	-	-	-	50,528
Deferred tax assets - net	-	-	-	-	289,465
Total assets	-	14,227,587	4,718,610	32,485,795	51,771,985
Segment non performing assets	-	-	-	729	729
Segment specific provision required	-	-	-	729	729
Segment liabilities	-	7,029,035	33,508,588	1,602,364	42,139,987

29 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on July 31, 2018 by the Board of Directors of the Bank.

30 GENERAL

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



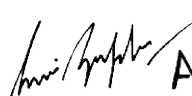
ALI MUHAMMAD MAHOON
PRESIDENT / CEO



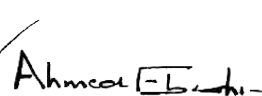
SYED IFTIKHAR HUSSAIN RIZVI
CHIEF FINANCIAL OFFICER



IBRAHIM SHAMSI
DIRECTOR



OMAIR SAFDAR
DIRECTOR



AHMED EBRAHIM HASHAM
DIRECTOR

BRANCH NETWORK

Br. Code	Name of Branch	City	Address	Phone
001	Shahrah-e-Faisal	Karachi	Shahrah e Faisal Branch, Shop 4, 5 Nice Trade Orbit, Karachi	021-34328469
002	Liberty Market	Lahore	9-C, Commercial Zone Liberty Branch Lahore	042-35789830
003	Shah Rukhn E Alam Colony	Multan	17-F, T Chowk Shah Rukhn E Alam Colony, Multan	061-4516460
004	Thandi Sarak	Hyderabad	Ground Floor, Shop No.6 & 7, River View Apartments, Thandi Sarak, Hyderabad	022-2785486
005	Peoples Colony	Faisalabad	668-1, Block-A, Peoples Colony# 1, Faisalabad	041-8556601
006	Jinnah Avenue	Islamabad	52-East Thody Plaza Jinnah Avenue Islamabad	051-2801272
007	Rashid Minhas Road	Karachi	Plot# LM-10, Block-10/A, Main Rashid Minhas Road Karachi	021-34817649
008	DHA Z Block	Lahore	339-Z Block Commercial Area, DHA Phase III, Lahore	042-35692901
009	Bank Road	Rawalpindi	Shahbaz Plaza Bank Road Saddar Bazar Rawalpindi	051-5525434
010	Saddar Road	Peshawar	Tasneem Plaza Saddar Road Peshawar Cantt	091-5272414
011	M. A Jinnah Road Quetta	Quetta	Khasra 418/42,420/43,424/54 M.A Jinnah Road, Quetta	081-2824977
012	Shah Alam Market	Lahore	12-13/6 Block-A, Shah Alam Market Lahore	042-37667813
013	Khayaban-e-Shamsheer	Karachi	Plot No. 10 C, Showroom No. 101, Khayaban-e-Shamsheer, DHA Phase V, Karachi	021-35248771-76
014	M.A Jinnah Road	Karachi	Shop No. 1 & 1-A, Old Survey B-4/2D, Serai Quarter, M.A Jinnah Road, Karachi	021-32402166
015	S.I.T.E Karachi	Karachi	C 18-A, East Avenue, S.I.T.E, Karachi	021-3255191-95
016	Sharifpora Branch	Gujranwala	Sharifpora Chowk G.T Road Gujranwala	055-3251916-17
017	Shahi Road	Rahim Yar Khan	Shahi Road, Firdos Market, New Punjab Sweets, Rahim Yar Khan	068-5876049
018	Club Road	Sargodha	73, Club Road, Civil Line, Sargodha	048-3768633-34
019	F-10 Markaz	Islamabad	Plot No 1-G, F-10 Markaz, Double Road, Islamabad	051-2114301-04
020	Quaidabad	Quaidabad	Plot # 11, Khatooni #1403, Khewet # 862, Quaidabad	0454-880601
021	Allama Iqbal Town	Lahore	132 Jahanzaib Block, Main Boulevard, Allama Iqbal Town, Lahore	042-37813687
022	Stataion Road	Sukkur	Plot No.6/2, Ward-C, Station Road, Sukkur	071-5615132-33
023	Khalid Bin Waleed Road	Karachi	Show Room No.9-11, Plot No.167-A, Block-3, Khalid Bin Waleed Road, Karachi	021-34323051
024	Johar Town Branch	Lahore	87-E, Madina Heights, Maulana Shaukat Ali Road, Johar Town, Lahore	042-35222677
025	Tando Allah Yar	Tando Allahyar	Plot No.1, Survey No. 272/1 Deh Taluka Hyderabad Road Tehsil & District Tando Allah Yar	022-3891467-68
026	Karkhano Market	Peshawar	Unit No. 53-56, G.B. Plaza, Karkhano Market, Jamrud Road, Hayatabad, Peshawar	091-5828444
027	Kotwali Road	Faisalabad	P- 75 / 2, Kotwali Road, Faisalabad	041-2602961-64
028	Farid Town	Sahiwal	Plot# 23, Farid Town, Sahiwal	040-4270713-16
029	Bhimber Road Gujrat	Gujrat	Plot# 143, Mehmda Chowk Near Gujrat Hospital Bhimber Road, Gujrat	053-3601781-83
030	Lahore Road	Sheikhupura	Plot# 4584, Khan Colony Lahore Road, Shiekhpura	056-3501271
031	Satellite Town	Rawalpindi	Property # B-584, Unit # 1, B-Block, Satellite Town, Rawalpindi	051-4571861-65
032	Korangi Branch	Karachi	Plot # 1-A, Sector 23, Korangi Industrial Area, Karachi	021-35122311-13
033	North Nazimabad	Karachi	Shop # 1 & 2 Jasmine Heights, Plot # SC-21/A, H Block, North Nazimabad, Karachi	021-36641761-2
034	Saddar Hyderabad	Hyderabad	Qasr-e-Fatima 90/1-2, Main Saddar Bazar, Hyderabad	022-2731545-46
035	Main Gulberg	Lahore	58, Main Gulberg Branch, Lahore	042-35777788
036	Dhorajee Branch	Karachi	Shop # 5,6 & 7, Al Madina Heights, Plot # 35-C/449, Berar Co-operative Housing Society Block 7 & 8, Dhorajee, Karachi.	021-34940153-157
037	F.B Industrial Area Branch	Karachi	Plot # St – 7, Sector No. 22, KDA Scheme No. 16, F.B Industrial Area, Karachi	0332-3538175
038	Taj Road, Chaman Branch	Chaman	Taj Road, Tehsil Chaman, Baluchistan	0826-615429-30
039	Tehsil Road, Loralai Branch	Loralai	Shop # 372, House # 425, Tehsil Road, District Loralai, Baluchistan	082-4660400
040	Main Balambat Road	Temergara	Zeb Plaza, Main Balambat Road, Timargara, Lower Dir, KPK	0945-825571-3
041	Mingora Sawat	Sawat	Opposite Bank Square Mingora Bazar Sawat, KPK	0946-725374
042	RS Plaza Shamsi Road, Mardan Branch	Mardan	RS Plaza Shamsi Road, Tehsil and District Mardan	0937-870751-53
043	Gardan Town	Lahore	Shop No. 12,13,14, Shan Arcade, Civic Centre, Garden Town, Lahore	042-35941840-41
044	Cavalry Ground	Lahore	Plot No. 7, Cavalry Ground Commercial Area, Walton Road, Lahore Cantt	042-36672180-4
045	Pishin Branch	Pishin	Shop No. 630/634/640, Band Road, Pishin	0826-420875, 0826-420905

Br. Code	Name of Branch	City	Address	Phone
046	Matta Sawat	Sawat	Khatooni No. 28/50, Khasra No. 2309, Mehran Khan Plaza, Main Matta Khareri, Matta Sawat	0946-790612-15
047	Toba Tek Singh	Toba Tek Singh	Plot No. 359, Mall Godam Road , Toba Tek Singh	046-2517327 046-2515427
048	Hazara Town	Quetta	Khasra No. 1102/1041/874/531/1016/250, Lilak Shopping Centre, Barma Road, Ali Abad, Hazara Town, Quetta	0812-853127-28
049	Gawadar	Gawadar	Khasra No. 96/494/495/497/498/499/501, Airport Road, Gawadar	0864-210290-4
050	Dream Garden	Lahore	Shop No. 08 & 09, Bldc C, Dream Garden Housing Society, 1.5 KM Defence Road, Off Raiwind Road, Lahore.	042-35469652
051	Kabal Branch	Sawat	Khasra No. 2262, Khata No. 901, Khatooni No. 1176, Hassan Plaza, Kabal Chowk, Kabal, District Swat	0946-755593-94
052	Sirki Road Branch	Quetta	Khata-2 & Plot No. 136-14/32, Akram Plaza, Sirki Road, Quetta	081-2452931-3
053	Pak Haider, Malakand	Batkheila	Pak Haider Market, next to Malakand CNG, Batkhela District Malakand.	093-2410670-2
054	G-11 Markaz, Islamabad	Islamabad	Shop No. 7,8,25,26, Plot No. 33, G-11 Markaz, Islamabad	054-2361302
055	Chaklala Scheme, Rawalpindi	Rawalpindi	Plot No. 16, Commercial Area, Chaklala Scheme III. Rawalpindi Cantt.	051-5766233,35
056	Nawan Shaher, Multan	Multan	Plot No. 741/F, Ward No.9, Muslim Mouza Ismail, Chowk Nawan Shehar, Multan.	061-4573031-9
057	Gulshan e Iqbal, Karachi	Karachi	Shop No. 1&2, Al- Sammad Tower 13- Gulshan-e-Iqbal, Main University Road, Karachi.	021-34971515
058	Latifabad 07, Hyderabad	Hyderabad	Shop No. 1&2 Plot# 9, Block D, Latifabad#.07, Hyderabad.	022-3821861-5
059	Tando Adam	Tando Adam	Plot #. 543/9 Hyderabad Road, Tando Adam.	023-5571261-2
060	Nawab Shah	Nawab Shah	Plot No. 80, Masjid Road Nawab Shah.	0244-360903-05
061	Anaj Mandi, Larkana	Larkana	PB No. 1641/1/3, Shop No. 1& 2 Ground Floor Ward "A" Gajan Pur Road, Anaj Mandi, Larkana.	074-4040914
062	Saddar, Karachi	Karachi	PB No. 272/1, Ground Floor State Life Building No.11, Abdullah Haroon Road, Saddar Karachi.	021-35681851-53
063	Main Road, Turbat	Turbat	Khatooni No. 73/73, Khasra No. 2161 to 2188, Main Road Turbat.	0852-411152-3,50
064	Expo Centre, Lahore	Lahore	Plot No. 587, Block H-III, Expo Centre, Johar Town, Lahore.	042-35468498
065	Wapda Town, Lahore	Lahore	Plot No. 8, Block D, Phase I, PIA Housing Scheme, Wapda Town, Lahore.	042-35463995-6
066	Tehsil Road, Zhob	Zhob	Plot No. C/159, C/160, Tehsil Road, Zhob.	0822-412257
067	Mansehra Road, Abbottabad	Abbottabad	GM Tower, near Sethi Masjid, Mansehra Road, Abbottabad	099-2408301-04
068	Dharampura, Lahore	Lahore	SE-6R-226/1, Dharampura, Allama Iqbal Road, Lahore.	042-37173833-38
069	Faisal Town, Lahore	Lahore	Main Boulevard Faisal Town, Lahore	042-35202200
070	Chitral	Chitral	Ataliq Bazar, Bypass Road near Bus Adda, Chitral.	0943-414389
071	Sadiqabad	Sadiqabad	19, 20 - D Main Bazar Sadiq Abad	068-5802243
072	JK Sugar Mills	Mian Channu	JK sugar Mill chak no 84/15L Mian Channu	0300-2120388
073	Muhammad Ali Society	Karachi	12-C/B Muhammad Ali Society, Karachi	021-34320831-35
074	Super Highway	Karachi	Shop No 27 28 1-B/3 Main Super Highway Scheme 33	021-36820013
075	Dera Ghazi Khan	D.G. Khan	Ashraf Plaza Block 2 Kacheri road DG Khan	064-2460256-58
076	Safoora Chowk	Karachi	Plot no Sb-15, Block 7, Gulistan E Johar, Scheme 36, Karachi	021-34184191-95
102	Kamra Branch	Kamra	Masha-Allah Building Kutba More PAC Chowk, G.T Road, Kamra Cantt, District Attock	057-2642521
103	Attock Branch	Attock	Dr. Ghulam Gillani Burq Road, Attock City	057-5700903
104	Chakwal Branch	Chakwal	Ghalla Mandi, Talagang Road Chakwal	0543-602050, 602051
105	Soap Market Branch	Faisalabad	Soap Market, Karkhana Bazar, Faisalabad	041-2601805
106	Liaqat Road Branch	Faisalabad	P-64, Taj Plaza, Main Kotwali Road, Faisalabad	041-2604931-32
107	Ghakar Branch	Ghakar	G.T.Road GHakar Mandi	055-3886662
108	Anwar Industries Branch	Gujranwala	Revenue Estate Khiali Shahpur, Tehsil & Distt. Gujranwala.	055-4555091
109	GT Road Kharian	Kharian	Bilal Plaza G.T.Road Kharian	053-7601325, 7601358
110	Ghalla Mandi Branch	Mandi Bahaudin	Galla Mandi, Mandi Bahaudin	0546-509551
111	G.T Road Gujrat Branch	Gujrat	Hussain Plaza, Chowk GTS, G.T. Road, Gujrat	053-3571542, 053-3530287
112	Unit No. 7 Latifabad Branch	Hyderabad	Main Road, Unit # 7, Latifabad, Hyderabad	022-3821641, 3818437
113	Market Area Branch	Hyderabad	Market Area Hyderabad	022-2635072
114	Police Line Branch	Hyderabad	Police Line, risala road Hyderabad	022-2729437, 2751000
115	Post Mall Branch	Islamabad	F-7 Markaz Post Mall Islamabad	051-2608003, 2608018

Br.Code	Name of Branch	City	Address	Phone
116	Babar Center Branch	Islamabad	Al-Babar Center, F-8 Markaz, Islamabad	051-2852653
117	Trade Center Branch	Islamabad	Trade Centre, F-11 Markaz, Islamabad	051-2107862
118	E-11/3 Branch	Islamabad	E-11/3 Islamabad	051-2375343
119	MB City Mall Branch	Islamabad	MB City Mall, I-8 Markaz, Islamabad	051-4862278-9
120	Wah Cantt Branch	Wah	Civic Centre, Aslam Market, Wah Cantt	051-4902231
121	Jhang Branch	Jhang	Yousaf Shah Road Jhang	047-7629594-91
122	Sarai Alamgir Branch	Sarai Alamgir	Al Fazal Plaza, G T Road Sarai Alamgir	0544-654932
123	Gujjar Khan Branch	Gujjar Khan	KH Hameed Ud Din Plaza GT Road Gujjar Khan	051-3513734
124	Jhelum Branch	Jhelum	Resham Plaza, Civil Lines, Jhelum	0544-627128
125	Pakistan Stock Exchange Branch	Karachi	2nd Floor, Pakistan Stock Exchange Building, Karachi	021-32418675
126	Medicine market Branch	Karachi	Market Quarters North Napier Road Karachi	021-32430489
127	Gul Tower Branch	Karachi	Main I I Chundrigar Road, Karachi	021-32426413
128	Cloth Market Branch	Karachi	Cloth Market, Karachi	021-32472148-9
129	Veerjee Street Branch	Karachi	Veerjee Street Jodia Bazar Karach	021-32443758, 021-32432849
130	Jamshed Quarters	Karachi	G-2, Ground floor, Muhammadi Trade Tower, plot No. 5 SR 6, SR Quarters, Altaf Hussain Road, New Challi, Karachi	021-34910571
131	STATE LIFE BUILDING	Karachi	state life building no.5 saddar branch karachi	021-35212102
132	Javed Archade Branch	Karachi	Javaid Arcade, Gulistan e Johar Karachi	021-34636746
133	Shershah Branch	Karachi	Plot No.M-II-E-606, Shershah, Karachi.	021-32587581,82,83
134	Regal Chowk Branch	Karachi	Regal Chowk , Saddar Karachi.	021-32750001
135	Darakhshan Street Branch	Karachi	Darakhshan Street, Karachi	021-34115090-91
136	P.E.C.H.S Branch	Karachi	Mezzanine Floor, Block 2, PECHS, Allama Iqbal road, Karachi.	021-34398489
137	shaheed-e-Millat Road Branch	Karachi	Adam Arcade, Shaheed-e-Millat Road, Karachi	021-34943666
138	Business Arcade Branch	Karachi	P.E.C.H.S Sharah-e- Faisal Karachi	021-34326570, 71,72,73
139	Landhi Branch	Karachi	Area 4D Landhi Karachi	021-5040601-5
140	Rabi Square	Karachi	Rabi Square, Khalid Bin Waleed Road Karachi	021-34398481
141	EOBI House Branch	Karachi	EOBI House, Shahrah-e- Faisal, Karachi	021-34330172
142	Port Qasim Branch	Karachi	Port Operation Area, Port Qasim Authority, Karachi	021-35277184
143	Allama Iqbal Road Branch	Karachi	Allama Iqbal Road Karachi	021-34301817
144	Korangi Industrial Area Branch	Karachi	Korangi Industrial Area Karachi	021-35114148
145	Nauras Chowrangi Site Branch	Karachi	Nauras Chowrangi SITE Karachi	021-32562656
146	BLOCK A NORTH NAZIMAD	Karachi	PLOT NO SD-12 BLOCK'A' NORTH NAZIMABAD KARACHI	021-36673597
147	Sand Appartments Branch	Karachi	Sand Appartments, Clifton Karachi	021-35375013
148	DHA Phase 5 Branch	Karachi	Phase 5, DHA Karachi.	021-35341673
149	DHA Phase 1 Branch	Karachi	Phase 1, DHA Karachi.	021-35386881-3
150	Zamzama Lane Branch	Karachi	Commercial Lane Zamzama DHA Phase-V	021-3810788
151	Kulsoom Court Branch	Karachi	Kulsoom Court Karachi	021-38798971-77
152	DHA Phase IV Branch	Karachi	DHA Phase 4 Karachi	021-35885718, (6426,4181)
153	Khayaban-e- Shahbaz Branch	Karachi	DHA - VI, Shahbaz Commercial, Karachi	021-35348772
154	DHA Phase II Branch	Karachi	National Highway, DHA Phase II Karachi	021-38107889
155	Pakistan Chowk Branch	Karachi	Serai Quarters, Pakistan Chowk, Karachi.	021-32216368-69
156	Old Haji Camp Branch	Karachi	Lea Quarters, Siddique Wahab Road, Karachi.	021-32751119
157	Garden West Branch	Karachi	Garden West ,Nishtar Road,Karachi	021-32231338
158	Puri House Branch	Karachi	Puri House West Wharf Road karachi	021-32205422, 4639
159	A BLOCK GULSHAN-E-RAVI	Lahore	A BLOCK GULSHAN E RAVI, LAHORE	0423-7401870-3,4,90
160	Bank Square, Shahrah-e-Quaid	Lahore	Bank Square Branch Lahore	0423-7210102

Br.Code	Name of Branch	City	Address	Phone
161	Shahrah-e-Aiwan-e-Tijarat Branch	Lahore	14 Shahrah-e-Aiwan-e-Tijarat Branch, Old Race Course Road (Ex-NIB House), Lahore	042-38108056-59
162	Davis Road branch	Lahore	Aftab Centre Davis Road, Lahore	042-36287029, 36286965
163	Model Town C Block Branch	Lahore	C Block Commercial Market, Model Town, Lahore	042-35915403-6
164	Urdu Bazar Branch	Lahore	Paisa Akhbar Urdu Bazaar Lahore	042-37361216
165	DHA Phase II Branch	Lahore	Commercial Area DHA Phase II Lahore	0423-5749481, 5707033
166	Bahria Town Branch	Lahore	Near Jamia Masjid, Sector C, Bahria Town, Lahore	0423-7861591-3
167	Kibriya Town Branch	Lahore	Kibriya Town, Raiwind Road Lahore	042-35963291
168	Ichra Branch	Lahore	Main Ferozepur Road Ichra Lahore	042-37426801-5
169	Multan Road Branch	Lahore	Industrial Area, Allama Iqbal Town, Scheme More, Multan Road	042-37803449
170	Muzaffarabad Branch	Muzaffarabad	Domel Sydian Gharipan Chowk Muzaffarabad Azad Jammu & Kashmir	05822-921137-8, 920455
171	Mirpur Branch	Mirpur AK	Ghazi Ellahi Buksh Building Allama Iqbal Road Mirpur Azad Jammu & Kashmir	05827-442840, 447683
172	Hayatabad Branch	Peshawar	Phase 5 Hayatabad, KPK	091-5825305
173	Yadgar Chowk Branch	Peshawar	Haroon Plaza Branch Ashraf Road Chowk Yadgar Peshawar City	091-2580718, 2590762
174	Masjid Road Branch	Quetta	Masjid Road Quetta	081-2843640
175	Manan Chowk Branch	Quetta	Mannan Chowk, M.A. Jinnah Road, Quetta	081-2836204-5
176	Murree Road Branch	Rawalpindi	20-B North Star Plaza , Satellite Town , Rawalpindi	051-4426972 -3,5,6
177	Police Foundation Branch	Rawalpindi	National Police Foundation PWD, Islamabad	051-5957660-2
178	Raja Bazar Branch	Rawalpindi	Hamilton Road Branch Mohalla Workshopi Raja Bazar Gunj Madi Rawalpindi	051-5778950
179	Mian Khan Road Branch	Sargodha	Mian Khan Road Sargodha	048-3726609, 3729623
180	Batti Chowk Branch	Sheikhupura	Al-Hamd Plaza Batti Chowk Sheikhupura	056-3812456
181	Kashmir Road Branch	Sialkot	Sublime Chowk, Kashmir Road, Sialkot	0523-241491
182	Teer Chowk Branch	Sukkur	Memon Mohulla Barrage Road Sukkur	071-5618227-24
183	Shahdadpur Branch	Shahdadpur	Station Road Shahdadpur	023-5844901-2
184	Muhammadi Chowk	Tando Adam	Muhammadi Chowk Hyderabad Road Tandoadam	0235-574081
185	Kunri Branch	Kunri	Bank Road Kunri	0238-558014-13
186	Shahrarah Branch	Lahore	Jia Musa Shahdarah	042-37919160
187	Baghbanpura Branch	Lahore	G T Road Baghbanpura Lahore	042-36844011-12
188	Ravi Road Branch	Lahore	Ravi Road Branch Lahore	042-37722338-9
189	Circular Road Branch	Lahore	Babar Center 51-Circular Road Lahore	042-37379250
190	General Truck Stand Branch	Lahore	Plot No. 193, Green Market, Badami Bagh, Lahore	042-37706366
191	Azam Cloth Market Branch	Lahore	Dehli Gate Azam Cloth Market Lahore	042-37658134

