



MCB Islamic Bank Ltd.



**HALF YEARLY REPORT
2021**

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ABOUT MCB ISLAMIC BANK

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

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

MISSION STATEMENT

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

VISION STATEMENT

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

OUR VALUES

We are Shari’ah driven

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

Dedicated and Dependable

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

Aspirational

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

CREDIT RATING

Long Term

A

Short Term

A - 1



CORPORATE INFORMATION

Board of Directors

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

Board Audit Committee

Ms. Seema Aziz	Member
Mr. Omair Safdar	Member
Mr. Ibrahim Shamsi	Member

Human Resource & Remuneration Committee

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

Risk Management & Portfolio Review Committee

Mr. Omair Safdar	Chairman
Mr. Ahmed Ebrahim Hasham	Member
Mr. Ibrahim Shamsi	Member
Mr. Muhammad Azfar Alam Nomani	Member

Board Evaluation Committee

Mr. Omair Safdar	Member
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Business Strategy & Service Quality Review Committee

Mr. Ahmed Ebrahim Hasham	Chairman
Ms. Seema Aziz	Member
Mr. Usman Hassan	Member
Mr. Muhammad Azfar Alam Nomani	Member

I.T. Committee

Mr. Ibrahim Shamsi	Chairman
Mr. Muhammad Azfar Alam Nomani	Member

Shari'ah Board

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

Chief Financial Officer

Syed Iftikhar Hussain Rizvi

Company Secretary

Ms. Maimoona Cheema

Head of Internal Audit

Mr. Muhammad Tariq Gondal

Legal Advisor

M/s Imtiaz Siddiqui & Associates,
Advocates & Solicitor

Auditors

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

Registered Office

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

Website

www.mcbislamicbank.com

DIRECTORS' REPORT TO THE MEMBERS

On behalf of the Board of Directors of MCB Islamic Bank Ltd. (the Bank), we are pleased to present the financial results for the Half Year ended June 30, 2021.

<i>Rs. in Million</i>			
Statement of Financial Position	Jun 30, 2021	Dec 31, 2020	Growth
Deposits	114,971	99,253	16%
Total Assets	142,148	141,171	0.69%
Investments – <i>net</i>	29,791	27,618	8%
Islamic Financing – <i>net</i>	82,326	84,896	-3%
Shareholders' Equity <i>(including revaluations)</i>	10,781	10,728	0.49%

Profit & Loss Account	Jan – Jun 2021	Jan – Jun 2020	Growth
Operating income	4,495	5,233	-14%
Operating and other expenses	2,354	2,274	4%
(Reversal of) / Provisions against financing and investments	(23)	114	-120%
Profit before taxation	144	136	6%
Profit after taxation	60	50	19%
Basic / diluted earnings per share - Rs.	0.052	0.043	21%

Performance Review

Pakistan's banking industry is steering through rapidly changing economic scenario including multiple challenges arising from disruptive technological advancements, lower benchmark policy rate, implementation of safe work practices, declining credit growth and quality owing to COVID-19 pandemic.

Despite the aforementioned challenges, our Bank has remained fully cognizant of the ongoing shift in economic and banking sector dynamics with focus on consistent deposit mobilization and prudent financing practices, supported by an optimal organizational structure, multi-dimensional risk management framework and effective compliance with regulatory instructions, helping the Bank to attain **a profit before tax of Rs.144 million for the Half Year ended Jun 30, 2021, Alhamdulillah.**

The Bank's Deposit base reached at Rs.114.97 billion as of Jun 30, 2021 as compared to Rs.99.25 billion as at Dec 31, 2020, registering a growth of 16% while accumulation of no and low-cost deposits remained a key objective of the Bank during the period under review. The Bank's Current and Saving Account (CASA) mix stands at a healthy rate of 76% with non-remunerative Deposits constituting 37% of total deposit mix of the Bank as of Jun 30, 2021. The bank achieved a significant growth in Current Accounts by Rs.8.79 billion (26%) during the period. The Bank continues to emphasize on promoting Islamic Banking amongst potential non-banked customers through offering a variety of Islamic Banking products and ensuring service excellence.

Total assets of the Bank increased by a marginal 0.7% to reach at Rs.142.15 billion as of Jun 30, 2021 as compared to Rs.141.17 billion as at Dec 31, 2020. The net Financing was closed at Rs.82.33 billion against the Dec 31, 2020 position of Rs.84.90 billion, showing the impacts of consolidation of the deferment of principal amounts under the State Bank of Pakistan's (SBP) Regulatory Relief to Dampen the Effects of COVID-19. The management has its continuous focus on efficient capital management, better asset quality and high yielding portfolio. The proactive and prudent management of investment portfolio has led to a growth of 8% in the net investments, closing at Rs.29.79 billion as of Jun 30, 2021 against Rs.27.62 billion at Dec 31, 2020.

During the period under review, Bank earned a total income of Rs.2.48 billion, while return on earning assets stood at a level of 7.87% with the cost of funds at 3.78% resulting in a net spread of 4.09% for the period under review. On the expense side, despite high inflationary pressures Operating and Other Expenses were

contained to increase only by 4% as compared to the corresponding period of last year through effective management control in order to sustain profitability levels.

In view of the above developments, gradually increasing Balance Sheet spreads through effective portfolio mix management enabled the Bank's P&L to maintain an after-tax profit of Rs.60 million for the period under review against Rs.50 million for the corresponding period of last year. This mainly reflects the price variance due to stage-wise change in SBP's policy rate of 13.25% in Mar 2020 to 7.00% in Jun 2020 and remained unchanged till date. The improvement in the Bank's profitability is evident from earnings per share after tax of Rs.0.05 for the period under review, against Rs.0.04 for the same period last year.

Credit Rating

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

Economic Review

The world is still struggling to navigate through various types of disruptions caused by COVID-19 pandemic, with downside risk to the already fragile overall economic outlook triggered in the previous year and global prospects still remain highly uncertain. Rising health crisis, downturn in economic activity, and disrupted global financial markets aggregate the global recession with increased debt accumulation in emerging markets and developing economies. In addition, the vaccine access and rollout has also emerged as the principal fault line splitting the global recovery. Despite the increasing uncertainty due to new & mutated COVID variants, the global economy is projected to grow 6% in 2021, as per latest World Economic Outlook by the International Monetary Fund (IMF). Economic recovery and growth prospects for emerging and developing economies have been marked down for 2021, while the same has been revised up for advanced economies.

Continuing its course of recovery which started after the initial impacts of COVID-19, Pakistan's economy exhibited improved business sentiment with strong recovery in manufacturing sector resulting in picking up growth and employment. The economy has performed better than expected with growth of 3.9% for Fiscal Year (FY) 21 as compared to the SBP's last projection of 3%.

Large-Scale Manufacturing (LSM) sector has grown by 14.6% during the Jul-May FY21 compared to a contraction of 10.2% during the same period of last year. In agriculture, all major Kharif crops except cotton have surpassed production levels of FY20. Several high-frequency indicators have shown strong growth including the sales of fast moving consumer goods, steel production, electricity generation, cement and POL.

Controlling high inflation levels continues to be a major challenge. Stringent policy measures and their effective execution remain the key to maintain balance between fiscal discipline and keeping overall general price levels on the lower side. National Consumer Price Index (CPI) was recorded at 9.7% on year-on-year basis in Jun 2021 against 8.6% during the corresponding month of last year. Further SBP has measured the average inflation for FY21 at 8.9% which is within its earlier announced forecast.

Keeping in mind the evolving international and local dynamics regarding commodity prices and upcoming wave of COVID-19 pandemic, SBP has decided to maintain the policy rate at 7% in its Monetary Policy Statement on Jul 27, 2021.

On the external front, the country's position remains encouraging on the back of strong inflow of home remittances and gradual recovery in exports regardless of the pick-up in domestic activity, rising imports of capital goods and vaccine during the second half of FY21. The CA deficit was recorded at USD 1.85 billion for FY21, 0.6% of GDP and lowest in 10 years, as compared to USD 4.45 billion in FY20. The workers' remittances stood at USD 29.37 billion, growing by 27% from last year. FX reserves stood at USD 24.4 billion as at Jun 2021, with exchange rate depreciated slightly since Apr 2021 in line with other emerging market currencies.

On the fiscal front, the deficit has been broadly under control due to healthy growth in revenues and was restricted to 7.1% of GDP for FY21.

The KSE-100 Index closed at high note of 47,356 points on Jun 30, 2021 as compared to 43,755 on Dec 31, 2020 mainly on the back of steady economic recovery and accommodative policy measures.

Islamic banking industry continues to grow significantly, and has further strengthened its base by growing its total assets and deposits by 31% and 28% closing at Rs. 4,389 billion (market share of 17%) and Rs. 3,475 billion (market share of 18.7%) respectively, whereas the Branch network closed at 3,504 branches by the end of Mar 2021.

Future Outlook

Going forward continued COVID related uncertainty about the length of the health crisis affects all aspects of the recovery path. The progress with vaccinations can boost the economic outlook, on the contrary new virus variants with potential to elude vaccines can lead to a sharp downgrade posing concerns to the current forecast. Consequently, IMF projects the Global economic growth of 4.9% in 2022.

The uncertainties being faced by the Pakistan's economy due to ongoing spread of new COVID variants, movement in international oil prices, developments on the IMF program together with possible demand-driven upward push to inflation, require continuation of an accommodative monetary policy. SBP expects the current economic recovery to be accompanied by external stability, mainly due to expected resilience in remittances, improving exports outlook, market-based flexible exchange rate system, and other appropriate macroeconomic policy measures.

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

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

Acknowledgment

On behalf of the Board of Directors and management, we wish to express our sincere gratitude to our customers, business partners and shareholders for their continued patronage and trust. We would also like to thank 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



Muhammad Azfar Alam Nomani
President / CEO

August 10, 2021



Raza Mansha
Chairman

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

تسلیم و تحسین :

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

منجانب و برائے بورڈ آف ڈائریکٹرز:



رضا منشاء

چیئرمین



محمد اظفر عالم نعمانی

پریذیڈنٹ/سی ای او

10 اگست 2021ء

اشیاء کی قیمتوں کی تبدیل ہوتی ہوئی عالمی اور داخلی صورتحال اور کووڈ - 19 کی عالمگیر وباء کی آنے والی لہر کو مد نظر رکھتے ہوئے اسٹیٹ بینک آف پاکستان نے اپنے مانیٹری پالیسی بیانیہ مورخہ 27 جولائی 2021 میں پالیسی ریٹ کو 7 فیصد کی شرح پر برقرار رکھا ہے۔

بیرونی محاذ پر مضبوط ترسیلات زر اور برآمدات میں داخلی طور پر طلب میں اضافے سے قطع نظر بتدریج بہتری، اور مالی سال 2021 کی دوسری ششماہی میں کیپٹل گزاور ویکسین کی بڑھتی درآمدات کی بنیاد پر ملک کی صورتحال میں حوصلہ افزاء امکانات برقرار ہیں۔ کرنٹ اکاؤنٹ کا خسارہ مالی سال 2020 کے 4.45 بلین امریکی ڈالر کے حجم کے مقابلے میں مالی سال 2021 میں جی ڈی پی کا 0.6 فیصد کی شرح کے ساتھ 1.85 بلین امریکی ڈالر پر ریکارڈ ہوا جو کہ دس سال کی کم ترین شرح ہے۔ افرادی ترسیلات زر گزشتہ سال سے 27 فیصد کے اضافے کے ساتھ 29.37 بلین امریکی ڈالر پہنچ گئیں۔ غیر ملکی زرمبادلہ کے ذخائر روپے کی قدر میں اپریل 2021 سے جاری معمولی فرسودگی، جو کہ دیگر ابھرتی منڈیوں کی کرنسیوں کی مطابقت میں ہے، کے ساتھ جون 2021 تک 24.4 بلین امریکی ڈالر پر درج کیے گئے۔ مالیاتی محاذ پر خسارہ، آمدنی میں توانا بڑھوتی کی وجہ سے عمومی طور پر قابو میں رہا اور مالی سال 2021ء میں جی ڈی پی کی 7.1 فیصد کی شرح تک محدود رہا۔

کے ایس ای - 100 انڈیکس مستعد معاشی بحالی اور مفاہمانہ پالیسی اقدامات کی بدولت 31 دسمبر 2020ء کے 43,755 پوائنٹس کی نسبت 30 جون 2021ء تک 47,356 پوائنٹس کی بلند سطح پر بند ہوا۔

اسلامی بینکاری کی صنعت اپنے کل اثاثہ جات اور ڈیپازٹس میں 31 فیصد اور 28 فیصد کی نمو کے ساتھ بالترتیب 4,389 بلین روپے (مارکیٹ شیئر 17 فیصد) اور 3,475 بلین روپے (مارکیٹ شیئر 18.7 فیصد) کی سطح تک جاتے ہوئے، اپنی ترقی کے سفر کو جاری اور اپنی بنیاد کو مزید مضبوط بنا رہی ہے۔ جبکہ مارچ 2021ء کے اختتام تک برانچوں کی تعداد 3,504 درج کی گئی ہے۔

مستقبل کی پیش بینی :

مستقبل میں، کووڈ کے باعث صحت عامہ کے بحران کی طوالت کے بارے میں غیر یقینی کی جاری صورتحال، معاشی بحالی کے سفر کو ہر اعتبار سے متاثر کرے گی۔ جہاں ایک طرف ویکسین کے فروغ سے مثبت معاشی پیش بینی ممکن ہے وہیں وائرس کی بدلتی شکلوں سے، جو ویکسین سے متاثر نہ ہو سکے، موجودہ تخمینوں میں تیزی سے کمی اور تنزلی واقع ہو سکتی ہے۔ چنانچہ، آئی ایم ایف نے سال 2022ء کے لیے عالمی معاشی نمو کی شرح کو 4.9 فیصد پر تجویز کیا ہے۔

پاکستان کی معیشت کو کووڈ کی نئی شکلوں کے پھیلاؤ، تیل کی عالمی قیمتوں میں رد و بدل، آئی ایم ایف کے پروگرام میں ہونے والی تبدیلیوں اور اس کے ساتھ افراط زر میں طلب کے دباؤ کے اضافے کے باعث غیر یقینی کی صورتحال کا سامنا ہے جو اس امر کا متقاضی ہے کہ ایک مفاہمانہ مانیٹری پالیسی کو جاری رکھا جائے۔ اسٹیٹ بینک آف پاکستان اس امر کی توقع کرتا ہے کہ موجودہ معاشی بحالی کے ساتھ بیرونی استحکام بھی حاصل ہو گا اور اس کی بنیادی وجوہات میں ترسیلات میں متوقع اضافہ، برآمدات کی بہتر پیش بینی، مارکیٹ پر منحصر شرح تبادلہ کا کلچر اور نظام اور دیگر موزوں معاشی پالیسی اقدامات شامل ہیں۔

بینکاری کی صنعت کووڈ - 19 کی عالمگیر وباء سے نبرد آزمائی سے جڑے مشکل معاشی حالات سے گزر رہی ہے۔ قرضہ جات، کاروبار اور انفارمیشن سیکورٹی سے متعلق خدشات آنے والے دنوں میں صنعت کے لیے نہایت اہم ہونگے۔ دریں اثناء ای بینکنگ کے میدان میں موجود مضبوط ترقی کے مواقع بینکنگ کی صنعت میں آسانی اور سہولت کے ارتقاء کا باعث بن رہے ہیں۔

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 مثبت پیش بینی کے ساتھ برقرار رکھا ہے۔

معاشی جائزہ :

دنیا کووڈ - 19 کی عالمگیر وباء کے باعث مختلف انواع کی رکاوٹوں اور اس کے ساتھ گزشتہ سال میں تیزی سے ہونے والی زبوں حالی کا شکار معاشی نمو میں تظہیر اور کمی کے خدشات سے مسلسل نبرد آزما ہے جس کے باعث عالمی توقعات میں زیادہ غیر یقینی کی صورتحال درپیش ہے۔ صحت عامہ کے بڑھتے بحران، معاشی سرگرمیوں میں تخفیف اور عالمی معاشی منڈیوں میں تعطل نے ابھرتی منڈیوں اور ترقی پذیر ممالک میں عالمی کساد بازاری اور قرضوں میں افزائش اور انکی جامعیت میں اضافہ کیا۔ مزید یہ کہ ویکسین تک رسائی اور دستیابی نے بھی عالمی معاشی بحالی کی راہ میں ایک فالٹ لائن کا کردار ادا کرتے ہوئے اس کو دو حصوں میں تقسیم کر دیا ہے۔ کووڈ 19 کی تغیر پذیر اور نئی شکلوں کے باعث بڑھتی ہوئی غیر یقینی اور نا موافقت کے باوجود عالمی معاشیاتی فنڈ (آئی ایم ایف) کی طرف سے جاری کردہ حالیہ ورلڈ اکنامک آؤٹ لک (عالمی معاشی پیش بینی) کے تحت عالمی معاشی نمو کو سال 2021ء کے لیے 6 فیصد کی شرح پر تجویز کیا ہے۔ ابھرتی اور ترقی پذیر معیشتوں کے لیے معاشی بحالی اور ترقی کی توقعات کا اندازہ کمی کے ساتھ جبکہ ترقی یافتہ معیشتوں کے لیے بڑھوتی کے ساتھ تخمینہ کیا گیا ہے۔

پاکستان کی معیشت نے، جو کہ کووڈ - 19 کے ابتدائی اثرات سے سنبھلنے کے بعد بحالی کی راہ پر گامزن ہے، صنعتی شعبہ میں مضبوط بحالی کی بدولت بہتر کاروباری ماحول کا مظاہرہ کیا جس سے روزگار اور ترقی میں اضافہ دیکھا گیا۔ معیشت نے، مالی سال 2021ء کے لیے اسٹیٹ بینک آف پاکستان کی 3 فیصد گزشتہ تخمینہ شدہ شرح کی نسبت، توقع سے زیادہ بہتری کا مظاہرہ کرتے ہوئے، 3.9 فیصد کی نمو حاصل کی۔

بڑے پیمانے کی صنعت نے گزشتہ سال کی مماثلہ مدت کے دوران 10.2 فیصد کے سکڑاؤ کے مقابلے میں مالی سال 2021ء کے جولائی تا مئی کے عرصہ کے دوران 14.6 فیصد کی نمو کا حصول کیا۔ زراعت میں خریف کی تمام فصلوں، ماسوائے کپاس کے، نے مالی سال 2020 کے لیے اپنی پیداوار کے اہداف کو عبور کیا۔ مختلف اشاریے، جن میں زیادہ طلب کی حامل صارفین کی اشیاء کی فروخت، اسٹیل کی پیداوار، بجلی کی پیداوار، سینٹ اور پٹرولیم پراڈکٹس کی فروخت شامل ہیں، میں مضبوط نمود کی گئی ہے۔

افراط زر کی سطح میں جاری اضافے پر قابو پانا ایک بڑے چیلنج کے طور پر برقرار ہے۔ کڑے پالیسی اقدامات اور ان کا موثر نفاذ، مالی نظم و ضبط اور عام قیمتوں کی مجموعی سطح کو کم ترین شرح تک محدود رکھنے کے مابین توازن برقرار رکھنے کے لیے کلیدی حیثیت کا حامل ہے۔ صارفین کی قیمتوں کے قومی جدول (National Consumer Price Index CPI) گزشتہ سال کے تقابلی مہینے کے دوران 8.6 فیصد کی سال بہ سال کی بنیاد پر حاصل شدہ شرح کے مقابلے میں جون 2021ء میں 9.7 فیصد کی شرح پر ریکارڈ ہوا۔ علاوہ ازیں، اسٹیٹ بینک آف پاکستان نے مالی سال 2021ء کے لیے اوسط افراط زر کو 8.9 فیصد پر شمار کیا ہے جو کہ پہلے سے کی گئی پیش بینی کی شرح کے مطابق ہے۔

مندرجہ بالا جیلنجز کے باوجود، ہمارا بینک معیشت اور بینکاری کے شعبہ میں جاری تغیر کی مکمل آگہی اور ڈیپازٹس کو متحرک رکھنے اور اثاثہ جات کے دانشندانہ استعمال پر توجہ مرکوز رکھے ہوئے ہے۔ اس کے لیے موزوں انتظامی ڈھانچے، خدشات کے تدارک کا کثیرالوجہ نظام اور ضوابطی ہدایات کی موزوں تعمیل بھی معاون ثابت ہوئی جس کی بدولت، بینک، الحمد للہ، 30 جون 2021ء کو اختتام پذیر ششماہی کے لیے 144 بلین روپے کا منافع قبل از ٹیکس حاصل کرنے میں کامیاب رہا۔

بینک کے ڈیپازٹس کی اساس 31 دسمبر 2020ء کے 99.25 بلین روپے کے حجم کے مقابلے میں 16 فیصد کی نمو کے ساتھ 30 جون 2021ء تک 114.97 بلین روپے پر جا پہنچی جبکہ اس زیر تجزیہ عرصہ میں کم یا بغیر لاگت کے ڈیپازٹس کا حصول بینک کے بنیادی مقاصد میں نمایاں حیثیت کا حامل رہا۔ بینک کے کرنٹ اور سیونگ اکاؤنٹ (کاسا - CASA) کی ترکیب 76 فیصد کی توانا شرح پر رہی جبکہ غیر پیداواری ڈیپازٹس، بینک کے کل ڈیپازٹس کا 37 فیصد رہے۔ اس عرصہ کے دوران بینک نے اپنے کرنٹ اکاؤنٹ میں 8.79 بلین روپے (26%) کی نمو حاصل کی۔ بینک اسلامی بینکاری کی نئی اور مختلف پراڈکٹس کی باقاعدگی سے اجراء اور خدمات کے اعلیٰ معیار کو یقینی بناتے ہوئے بینکاری سے محروم صارفین کے حوالے سے موجود مواقع سے استفادہ حاصل کرنے کے لیے اسلامی بینکنگ کے فروغ پر اپنی مسلسل توجہ برقرار رکھے ہوئے ہے۔

بینک کے کل اثاثہ جات 31 دسمبر 2020ء کے 141.17 بلین روپے کے تناسب میں 0.7 فیصد کے معمولی اضافے کے ساتھ 30 جون 2021ء تک 142.15 بلین روپے پر جا پہنچے۔ خالص قرضہ جات، اسٹیٹ بینک آف پاکستان کی جانب سے کووڈ - 19 کے اثرات کو زائل کرنے کے لیے اصل رقم کی ادائیگی کو موخر کرنے کی انضباطی سہولت سے مستفید ہوتے ہوئے 31 دسمبر 2020ء کے 84.90 بلین روپے کی نسبت 82.33 بلین روپے پر درج ہوئے۔

بینک کی انتظامیہ سرمائے کے دانشندانہ انصرام، اثاثہ جات کے اعلیٰ معیار اور زیادہ آمدنی کے حامل پورٹ فولیو پر اپنی مسلسل توجہ مرکوز کئے ہوئے ہے۔ سرمایہ کاری کے پورٹ فولیو کے فعال اور دانشندانہ انصرام کی بدولت خالص سرمایہ کاری میں 8 فیصد کی نمو حاصل ہوئی جو کہ 31 دسمبر 2020ء کے 27.62 بلین روپے کے حجم کے تقابل میں 30 جون 2021ء تک 29.79 بلین روپے پر درج کی گئی۔

اس زیر نظر مدت کے دوران، بینک نے 2.48 بلین روپے کی کل آمدنی حاصل کی جبکہ پیداواری اثاثہ جات کی آمدنی کی شرح 7.87 فیصد کی سطح پر رہی۔ جس کے ساتھ سرمائے کی لاگت کی شرح 3.78 فیصد پر درج ہوئی۔ چنانچہ، اس زیر جائزہ عرصہ میں 4.09 فیصد کا خالص سپریڈ حاصل ہوا۔ اخراجات کے حوالے سے، افراط زر کے دباؤ کے باوجود کاروباری و دیگر اخراجات کو، منافع کی پائیدار سطح کے حصول کے لیے، موزوں انتظامی کنٹرول کے ذریعے گزشتہ سال کے تقابلی عرصہ کی نسبت محض 4 فیصد شرح پر محدود رکھا گیا۔

مندرجہ بالا عوامل کے تناظر میں، اپنی بیلنس شیٹ کے سپریڈز میں پورٹ فولیو کے موثر انتظام کے ذریعے بینک گزشتہ سال کے تقابلی عرصہ میں حاصل شدہ 50 بلین روپے کے مقابلے میں اس زیر تجزیہ مدت کے لیے 60 بلین روپے کا بعد از ٹیکس منافع حاصل کرنے کے قابل ہوا۔ جو کہ بنیادی طور پر اسٹیٹ بینک آف پاکستان کی جانب سے بیچ مارک پالیسی ریٹ میں مارچ 2020ء میں 13.25 فیصد سے جون 2020ء تک 7 فیصد کی مرحلہ وار کمی، جو اب تک برقرار ہے، کے باعث ہونے والی قیمتوں کی تفاوت کا عکاس ہے۔ بینک کے منافع میں بہتری اس کی فی حصص آمدنی بعد از ٹیکس سے بھی نمایاں ہے جو کہ گزشتہ سال کے مماثل عرصہ کی 0.04 روپے فی حصص کی نسبت اس زیر تجزیہ عرصہ میں 0.05 روپے فی حصص پر رہی ہے۔

ممبران کیلئے ڈائریکٹرز کی رپورٹ :

ہم انتہائی مسرت کے ساتھ ایم سی بی اسلامک بینک لمیٹڈ (بینک) کے بورڈ آف ڈائریکٹرز کی جانب سے، 30 جون 2021ء کو ختم ہونے والے ششماہی کے مالیاتی نتائج پیش کر رہے ہیں۔

مالیاتی پوزیشن کی اسٹیٹمنٹ	30 جون 2021	31 دسمبر 2020	نمو (%)
	ملین روپے		
ڈیپازٹس	114,971	99,253	16%
کل اثاثہ جات	142,148	141,171	0.69%
سرمایہ کاری - خالص	29,791	27,618	8%
اسلامک فنانسنگ - خالص	82,326	84,896	-3%
حصص یافتگان کی ایکویٹی (سرمایہ) بشمول تحمیل شدہ	10,781	10,728	0.49%

نفع و نقصان کا اکاؤنٹ	جنوری - جون 2021	جنوری - جون 2020	نمو (%)
	ملین روپے		
کاروباری آمدنی	4,495	5,233	-14%
کاروباری و دیگر اخراجات	2,354	2,274	4%
سرمایہ کاری اور فنانسنگ کے عوض پروویژن (پروویژن کی رپورٹ)	(23)	114	-120%
نفع قبل از ٹیکس	144	136	6%
نفع بعد از ٹیکس	60	50	19%
بنیادی / تحلیل شدہ نفع فی شیئر (حصص) - روپے	0.052	0.043	21%

کارکردگی کا جائزہ :

پاکستان کی بیکاری کا شعبہ تیزی سے بدلتی معاشی صورتحال، جس میں ٹیکنالوجی کی ترقی و ترویج میں رکاوٹیں، کم ہوتے بیچ مارک پالیسی ریٹ، کام کے لیے محفوظ ماحول کا نفاذ اور کووڈ - 19 کی عالمگیر وباء کے باعث قرض کی نمو اور معیار میں زوال پذیری جیسے عوامل شامل ہیں، سے نبرد آزما ہے۔



INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF MCB ISLAMIC BANK LIMITED

REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS

Introduction

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

Scope of Review

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

Conclusion

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

Other matter

The financial statements of the Bank for the year ended December 31, 2020 were audited by another firm of Chartered Accountants who expressed an unqualified opinion thereon vide their report dated February 24, 2021.

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

A. F. Ferguson & Co.
Chartered Accountants

Lahore

Dated: August 25, 2021



MCB Islamic Bank Ltd.

CONDENSED INTERIM FINANCIAL STATEMENTS



MCB Islamic Bank Ltd.

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2021

		(Unaudited) June 30, 2021	(Audited) December 31, 2020
	Note	Rupees in thousands	
ASSETS			
Cash and balances with treasury banks	8	10,055,928	9,872,197
Balances with other banks	9	6,404,515	4,996,602
Due from financial institutions	10	1,000,000	828,790
Investments - net	11	29,790,672	27,617,997
Islamic financing and related assets - net	12	82,325,779	84,896,191
Fixed assets	13	5,088,190	5,548,894
Intangible assets	14	591,482	639,428
Deferred tax assets - net	15	840,939	874,878
Other assets - net	16	6,050,237	5,895,909
		142,147,742	141,170,886
LIABILITIES			
Bills payable	18	1,579,951	2,470,821
Due to financial institutions	19	7,568,842	20,596,773
Deposits and other accounts	20	114,971,198	99,253,161
Sub-ordinated debts		-	-
Deferred tax liabilities - net		-	-
Other liabilities	21	7,246,358	8,122,359
		131,366,349	130,443,114
NET ASSETS		<u>10,781,393</u>	<u>10,727,772</u>
REPRESENTED BY			
Share capital	22	11,550,000	11,550,000
Reserves	23	80,041	68,107
Surplus on revaluation of assets - net of tax	24	466,747	473,316
Accumulated loss		(1,315,395)	(1,363,651)
		<u>10,781,393</u>	<u>10,727,772</u>
CONTINGENCIES AND COMMITMENTS		25	

The annexed notes 1 to 43 form an integral part of these condensed interim financial statements.

Syed Iftikhar Hussain Rizvi
Chief Financial Officer

Muhammad Azfar Alam Nomani
President / Chief Executive

Usman Hassan
Director

Omair Safdar
Director

Seema Aziz
Director



MCB Islamic Bank Ltd.

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2021

		Quarter Ended		Half Year Ended	
	Note	April 01, 2021 to June 30, 2021	April 01, 2020 to June 30, 2020	January 01, 2021 to June 30, 2021	January 01, 2020 to June 30, 2020
Rupees in thousands					
Profit / return earned	26	2,248,685	2,671,478	4,495,274	5,233,242
Profit / return expensed	27	1,151,547	1,436,452	2,362,906	3,041,319
Net Profit / return		1,097,138	1,235,026	2,132,368	2,191,923
OTHER INCOME					
Fee and commission income	28	100,331	69,063	192,897	141,987
Dividend income		25,141	10,033	37,556	17,799
Foreign exchange income / (loss)		47,504	(3,756)	28,868	105,543
Gain on securities	29	-	9,226	3,602	9,590
Other income	30	71,743	55,226	80,010	58,113
Total other income		244,719	139,792	342,933	333,032
Total income		1,341,857	1,374,818	2,475,301	2,524,955
OTHER EXPENSES					
Operating expenses	31	1,236,755	1,177,191	2,311,415	2,268,619
Workers welfare fund		2,692	4,145	5,429	5,816
Other charges	32	37,095	-	37,095	60
Total other expenses		1,276,542	1,181,336	2,353,939	2,274,495
Profit before provisions		65,315	193,482	121,362	250,460
Provisions / (reversals) and write offs - net	33	12,869	79,812	(22,693)	114,236
Extra ordinary / unusual items		-	-	-	-
PROFIT BEFORE TAXATION		52,446	113,670	144,055	136,224
Taxation	34	47,548	69,721	84,387	86,073
PROFIT AFTER TAXATION		4,898	43,949	59,668	50,151
-----Rupees-----					
Basic and diluted earnings per share	35	0.004	0.038	0.052	0.043

The annexed notes 1 to 43 form an integral part of these condensed interim financial statements.

Syed Iftikhar Hussain Rizvi
Chief Financial Officer

Muhammad Azfar Alam Nomani
President / Chief Executive

Usman Hassan
Director

Omair Safdar
Director

Seema Aziz
Director



MCB Islamic Bank Ltd.

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2021

	Quarter Ended		Half Year Ended	
	April 01, 2021 to June 30, 2021	April 01, 2020 to June 30, 2020	January 01, 2021 to June 30, 2021	January 01, 2020 to June 30, 2020
	Rupees in thousands			
Profit after taxation for the period	4,898	43,949	59,668	50,151
Other comprehensive income / (loss)				
Items that may be reclassified to profit and loss account in subsequent periods:				
Movement in surplus on revaluation of investments	116,046	146,036	14,842	(159,472)
Related deferred tax (liability) / assets	(51,128)	(51,113)	(15,706)	55,815
	64,918	94,923	(864)	(103,657)
Items that will not be reclassified to profit and loss account in subsequent periods:				
Movement in surplus on revaluation of fixed assets - net of tax	(5,183)	-	(5,183)	-
Total comprehensive income / (loss) for the period	<u>64,633</u>	<u>138,872</u>	<u>53,621</u>	<u>(53,506)</u>

The annexed notes 1 to 43 form an integral part of these condensed interim financial statements.

Syed Iftikhar Hussain Rizvi
Chief Financial Officer

Muhammad Azfar Alam Nomani
President / Chief Executive

Usman Hassan
Director

Omair Safdar
Director

Seema Aziz
Director



MCB Islamic Bank Ltd.

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2021

	Share Capital	Statutory Reserve	Surplus / (deficit) on revaluation of Investments Fixed Assets Rupees in thousands		Accumulated loss	Total
Balance as at January 01, 2020	11,550,000	26,444	108,504	313,822	(1,531,969)	10,466,801
Total comprehensive loss for the half year ended June 30, 2020						
Profit after taxation for the half year ended June 30, 2020	-	-	-	-	50,151	50,151
Other comprehensive loss - net of tax	-	-	(103,657)	-	-	(103,657)
	-	-	(103,657)	-	50,151	(53,506)
Transfer to statutory reserve	-	10,030	-	-	(10,030)	-
Transfer from surplus on revaluation of fixed assets to unappropriated profit in respect of incremental depreciation - net of tax	-	-	-	(832)	832	-
Balance as at June 30, 2020 (Unaudited)	11,550,000	36,474	4,847	312,990	(1,491,016)	10,413,295
Total comprehensive income for the six months period ended December 31, 2020						
Profit after taxation for the six months period ended December 31, 2020	-	-	-	-	158,165	158,165
Other comprehensive income - net of tax	-	-	156,312	-	-	156,312
	-	-	156,312	-	158,165	314,477
Transfer to statutory reserve	-	31,633	-	-	(31,633)	-
Transfer from surplus on revaluation of fixed assets to unappropriated profit in respect of incremental depreciation - net of tax	-	-	-	(833)	833	-
Balance as at December 31, 2020 (Audited)	11,550,000	68,107	161,159	312,157	(1,363,651)	10,727,772
Total comprehensive income / (loss) for the half year ended June 30, 2021						
Profit after taxation for the half year ended June 30, 2021	-	-	-	-	59,668	59,668
Other comprehensive loss - net of tax	-	-	(864)	(5,183)	-	(6,047)
	-	-	(864)	(5,183)	59,668	53,621
Transfer to statutory reserve	-	11,934	-	-	(11,934)	-
Transfer from surplus on revaluation of fixed assets to unappropriated profit in respect of incremental depreciation - net of tax	-	-	-	(522)	522	-
Balance as at June 30, 2021 (Unaudited)	11,550,000	80,041	160,295	306,452	(1,315,395)	10,781,393

The annexed notes 1 to 43 form an integral part of these condensed interim financial statements.

Syed Iftikhar Hussain Rizvi
Chief Financial Officer

Muhammad Azfar Alam Nomani
President / Chief Executive

Usman Hassan
Director

Omair Safdar
Director

Seema Aziz
Director



MCB Islamic Bank Ltd.

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2021

	Note	June 30 2021	June 30 2020
Rupees in thousands			
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		144,055	136,224
Less: Dividend income		(37,556)	(17,799)
		106,499	118,425
Adjustments			
Depreciation on fixed assets		189,703	179,188
Depreciation on right-of-use asset		237,514	219,592
Depreciation on Ijarah assets under IFAS 2		414,552	522,332
Amortization		75,194	66,886
Unwinding of liability against right of use assets		180,524	197,307
(Reversals) / Provisions and write offs - net	33	(22,693)	114,236
Unrealized gain on forward exchange contracts - net		(155,729)	(131,549)
Gain on sale of fixed assets - net	30	(545)	(32)
Gain on termination of lease liability against right-of-use asset		(62,362)	-
Gain on sale of securities - net	29	(3,602)	(9,590)
		852,556	1,158,370
		959,055	1,276,795
(Increase) / decrease in operating assets			
Due from financial institutions		(171,210)	4,722,874
Islamic financing and related assets		2,100,548	(18,724,085)
Other assets (excluding advance taxation)		(176,593)	(788,360)
		1,752,745	(14,789,571)
Increase / (decrease) in operating liabilities			
Bills payable		(890,870)	1,135,043
Due to financial institutions		(13,027,931)	(444,854)
Deposits and other accounts		15,718,037	14,826,298
Other liabilities (excluding current taxation)		(284,163)	(7,229)
		1,515,073	15,509,258
		4,226,873	1,996,482
Income tax paid		(67,768)	(81,231)
Net cash generated from operating activities		4,159,105	1,915,251
CASH FLOW FROM INVESTING ACTIVITIES			
Net investments in available-for-sale securities		(2,191,225)	(8,584,484)
Net investments in held-to-maturity securities		115,000	115,000
Dividend received		37,711	17,799
Investments in operating fixed assets		(173,908)	(120,991)
Proceeds from sale of fixed assets		589	56
Investments in intangible assets		(27,247)	(8,984)
Net cash used in investing activities		(2,239,080)	(8,581,604)
CASH FLOW FROM FINANCING ACTIVITIES			
Payment of lease liability against right-of-use asset		(328,381)	(288,239)
Net cash used in financing activities		(328,381)	(288,239)
Increase / (decrease) in cash and cash equivalents during the period		1,591,644	(6,954,592)
Cash and cash equivalents at the beginning of the period		14,868,799	19,075,532
Cash and cash equivalents at the end of the period	36	16,460,443	12,120,940

The annexed notes 1 to 43 form an integral part of these condensed interim financial statements.

Syed Iftikhar Hussain Rizvi
Chief Financial Officer

Muhammad Azfar Alam Noman
President / Chief Executive

Usman Hassan
Director

Omair Safdar
Director

Seema Aziz
Director

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2021

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 173 branches in Pakistan (December 31, 2020: 187 branches). 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 positive outlook.

2 BASIS OF PRESENTATION

- 2.1 The Bank provides financing through Shari'ah compliant financing products mainly through Murabaha, Istisna, Salam, Ijarah, Diminishing Musharaka and Running Musharaka. The Bank also provides refinance facilities under various refinance schemes of the State Bank of Pakistan including 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, 2020.

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.

The State Bank of Pakistan has deferred the applicability of 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 Amendments to approved accounting standards that are effective in the current period

There are certain new standards and interpretations of and amendments to existing accounting standards that have become applicable to the Bank for accounting periods beginning on or after January 1, 2021. These are considered either to not be relevant or not to have any significant impact on the Bank's condensed interim financial statements.

3.3 Standards, interpretations of and amendments to approved accounting standards that are not yet effective

The following new standards and amendments to existing accounting standards will be effective from the dates mentioned below against the respective standard or amendment:

	Effective date (annual periods beginning on or after)
Property, Plant and Equipment: Proceeds before intended use – Amendments to IAS 16	January 1, 2022
Cost of Fulfilling an Onerous Contracts – Amendments to IAS 37	January 1, 2022
Updating a Reference to the Conceptual Framework – Amendments to IFRS 3	January 1, 2022
Classification of Liabilities as Current or Non-current – Amendments to IAS 1	January 1, 2023
Amended by Definition of Accounting Estimates – Amendments to IAS 8	January 1, 2023

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

As per the SBP's BPRD Circular Letter no. 24 dated July 5, 2021, the applicability of IFRS 9 to Banks in Pakistan has been deferred to accounting periods beginning on or after January 1, 2022. Therefore, these condensed interim financial statements have been prepared in accordance with the existing prudential regime.

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

4 BASIS OF MEASUREMENT

- 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.
- 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 CRITICAL 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, 2020.

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, 2020.

7 FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Bank are consistent with those disclosed in the financial statements for the year ended December 31, 2020. These risk management policies continue to remain robust and the Bank is reviewing its portfolio regularly and conducts rapid portfolio reviews in line with emerging risks.

8 CASH AND BALANCES WITH TREASURY BANKS

In hand

- local currency
- foreign currencies

(Unaudited)
June 30,
2021
(Audited)
December 31,
2020
Rupees in thousands

2,685,765	2,945,064
820,570	904,472
3,506,335	3,849,536

With the State Bank of Pakistan in

- local currency current account
- foreign currency current accounts
- cash reserve account
- special cash reserve account
- USD clearing account

4,895,804	4,663,509
291,298	271,559
337,459	316,792
94,764	33,465
723,521	621,816

With National Bank of Pakistan in

- local currency current account

789,755	634,866
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Prize bonds

140,513	102,470
10,055,928	9,872,197

9 BALANCES WITH OTHER BANKS

In Pakistan

- deposit account

2,000,738	1,554
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Outside Pakistan

- current account

4,403,777	4,995,048
6,404,515	4,996,602

10 DUE FROM FINANCIAL INSTITUTIONS

Secured

Bai Mu'ajjal receivable from State Bank of Pakistan

-	828,790
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Unsecured

Musharaka arrangements

1,000,000	-
1,000,000	828,790

10.1 Particulars of due from financial institutions

- local currency
- foreign currencies

1,000,000	828,790
-	-
1,000,000	828,790

11 INVESTMENTS

11.1 Investments by type:

Available-for-sale securities

Federal Government securities
Shares and units
Non Government securities

June 30, 2021 (Unaudited)			
Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value
Rupees in thousands			
22,491,997	-	10,769	22,502,766
4,060,000	961,431	229,997	3,328,566
1,006,500	-	22,013	1,028,513
27,558,497	961,431	262,779	26,859,845

Held-to-maturity securities

Federal Government securities
Non Government securities

2,700,827	-	-	2,700,827
230,000	-	-	230,000
2,930,827	-	-	2,930,827

Total Investments

30,489,324	961,431	262,779	29,790,672
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December 31, 2020 (Audited)

Available-for-sale securities

Federal Government securities
Shares and units
Non Government securities

22,503,692	-	(59,578)	22,444,114
1,815,977	1,039,436	292,987	1,069,528
1,044,000	-	14,528	1,058,528
25,363,669	1,039,436	247,937	24,572,170

Held-to-maturity securities

Federal Government securities
Non Government securities

2,700,827	-	-	2,700,827
345,000	-	-	345,000
3,045,827	-	-	3,045,827

Total Investments

28,409,496	1,039,436	247,937	27,617,997
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11.1.1 Investments by segments:

Federal Government securities

GOP Ijarah Sukuks
WAPDA Sukuks
Bai Mu'ajjal

June 30, 2021 (Unaudited)			
Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value
Rupees in thousands			
22,478,131	-	10,830	22,488,961
13,866	-	(61)	13,805
2,700,827	-	-	2,700,827

Shares and units

Listed companies
Un - listed companies

1,710,000	961,431	227,270	975,839
2,350,000	-	2,727	2,352,727

Non Government securities

Listed
Un listed

396,500	-	3,727	400,227
840,000	-	18,286	858,286

Total Investments

30,489,324	961,431	262,779	29,790,672
------------	---------	---------	------------

	December 31, 2020 (Audited)			
	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value
	Rupees in thousands			
Federal Government securities				
GOP Ijarah Sukuks	22,475,798	-	(58,797)	22,417,001
WAPDA Sukuks	27,894	-	(781)	27,113
Bai Mu'ajjal	2,700,827	-	-	2,700,827
Shares and units				
Listed companies	1,815,977	1,039,436	292,987	1,069,528
Un listed companies	-	-	-	-
Non Government securities				
Listed	549,000	-	4,119	553,119
Un listed	840,000	-	10,409	850,409
Total Investments	28,409,496	1,039,436	247,937	27,617,997

11.1.2 There were no investments given as collateral as at June 30, 2021 (December 31, 2020: Nil).

	(Unaudited) June 30, 2021	(Audited) December 31, 2020
	Rupees in thousands	
11.2 Provision for diminution in value of investments		
On available for sale securities		
Opening balance	1,039,436	1,059,172
Charge for the period / year	-	36,975
Reversal on disposals	(78,005)	(56,711)
Closing balance	<u>961,431</u>	<u>1,039,436</u>
11.3	The market value of non Government securities classified as held-to-maturity as at June 30, 2021 amounted to Rs. 232.103 million (December 31, 2020: Rs. 348.484 million).	

12 ISLAMIC FINANCING AND RELATED ASSETS - NET

	Note	Performing		Non performing		Total	
		(Unaudited) June 30, 2021	(Audited) December 31, 2020	(Unaudited) June 30, 2021	(Audited) December 31, 2020	(Unaudited) June 30, 2021	(Audited) December 31, 2020
		Rupees in thousands					
Murabaha	12.1	14,045,480	11,816,034	24,485	239,786	14,069,965	12,055,820
Istisna	12.2	3,289,789	3,455,789	-	-	3,289,789	3,455,789
Ijarah	12.3	2,420,587	2,808,272	2,175	7,096	2,422,762	2,815,368
Running Musharaka	12.4	36,425,515	40,757,574	-	-	36,425,515	40,757,574
Diminishing Musharaka	12.5	24,948,265	24,183,982	86,807	509,589	25,035,072	24,693,571
Staff finance	12.6	1,200,132	1,184,311	-	-	1,200,132	1,184,311
Islamic financing and related assets - gross		82,329,768	84,205,962	113,467	756,471	82,443,235	84,962,433
Less: Provision against non-performing							
Islamic financing and related assets							
- Specific		-	-	(35,684)	(25,395)	(35,684)	(25,395)
- General		(81,772)	(40,847)	-	-	(81,772)	(40,847)
	12.9	(81,772)	(40,847)	(35,684)	(25,395)	(117,456)	(66,242)
Islamic financing and related assets - net of provisions		82,247,996	84,165,115	77,783	731,076	82,325,779	84,896,191
						(Unaudited) June 30, 2021	(Audited) December 31, 2020
						Rupees in thousands	
12.1 Murabaha							
- Murabaha financing						5,694,146	4,998,262
- Murabaha inventory						6,950,552	6,494,165
- Advances against Murabaha financing						1,314,257	510,454
- Murabaha financing - Islamic export refinance scheme						-	5,000
- Advances against Murabaha financing - Islamic export refinance scheme						70,000	20,000
- Murabaha financing - Prime Minister Kamyab Jawan						17,900	-
- Murabaha inventory - SBP's IRSPWS						23,110	27,939
						<u>14,069,965</u>	<u>12,055,820</u>
12.2 Istisna							
- Istisna financing						193,265	480,693
- Istisna inventory						199,597	389,306
- Advances against Istisna financing						2,327,961	1,611,226
- Istisna financing - Islamic export refinance scheme						7,011	123,667
- Advances against Istisna financing - Islamic export refinance scheme						505,705	775,897
- Advances against Istisna financing - SBP's IRSPWS						56,250	75,000
						<u>3,289,789</u>	<u>3,455,789</u>
12.3 Ijarah financing and related assets							
- Net book value of assets in Ijarah under IFAS 2						2,346,761	2,783,440
- Advances against Ijarah						76,001	31,928
						<u>2,422,762</u>	<u>2,815,368</u>
12.4 Running Musharaka							
- Running Musharaka financing						34,062,515	38,592,574
- Running Musharaka financing under Islamic export refinance scheme						2,363,000	2,165,000
						<u>36,425,515</u>	<u>40,757,574</u>
12.5 Diminishing Musharaka							
- Diminishing Musharaka financing						21,476,746	18,977,083
- Diminishing Musharaka financing - SBP's IRSPWS						1,331,889	1,612,874
- Advances against Diminishing Musharaka financing						905,168	2,153,276
- Advances against Diminishing Musharaka under SBP's ILTFF						596,967	541,151
- Advances against Diminishing Musharaka under SBP's IRFCC						-	27,518
- Advances against Diminishing Musharaka under SBP's ITERF						724,302	1,381,669
						<u>25,035,072</u>	<u>24,693,571</u>
12.6 Staff finance							
- Staff vehicle finance under Diminishing Musharaka						225,063	245,136
- Staff housing finance under Diminishing Musharaka						975,069	939,175
						<u>1,200,132</u>	<u>1,184,311</u>
12.7 Particulars of Islamic financing and related assets - gross							
In local currency						81,490,880	84,918,786
In foreign currency						952,355	43,647
						<u>82,443,235</u>	<u>84,962,433</u>

- 12.8 Islamic financing and related assets include Rs. 113.467 million (December 31, 2020: Rs. 756.471 million) which have been placed under non-performing status as detailed below:

Category of Classification	(Unaudited) June 30, 2021	(Audited) December 31, 2020
	Non-performing Islamic financing and related assets	Non-performing Islamic financing and related assets
	Provision	Provision
	Rupees in thousands	
Domestic		
Other Assets Especially Mentioned	8,725	-
Substandard	14,260	3,565
Doubtful	74,342	15,824
Loss	16,140	194,294
	113,467	212,719

- 12.9 Particulars of provision against Islamic financing and related assets

	June 30, 2021 (Unaudited)			December 31, 2020 (Audited)		
	Specific	General	Total	Specific	General	Total
	Rupees in thousands					
Opening balance	25,395	40,847	66,242	3,340	33,363	36,703
Charge for the period /(year)	21,220	40,925	62,145	27,522	7,484	35,006
Reversals	(6,833)	-	(6,833)	-	-	-
	14,387	40,925	55,312	27,522	7,484	35,006
Amounts written off	(4,098)	-	(4,098)	(5,467)	-	(5,467)
Closing balance	35,684	81,772	117,456	25,395	40,847	66,242

- 12.10 State Bank of Pakistan vide BSD Circular No. 2 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.1 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. 21.964 million (December 31, 2020 : Rs. 543.151 million). The additional benefit on the Bank's profit and loss account arising from availing the FSV benefit - net of tax amounts to Rs. 13.398 million as at June 30, 2021 (December 31, 2020: Rs. 353.048 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.

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

- 12.12 In addition, the Bank has also maintained an un-encumbered general provision of Rs. 30 million (December 31, 2020: Nil) against financing made on prudent basis. This general provision is in addition to the requirements of Prudential Regulations.

- 12.13 Particulars of provision against Islamic financing and related assets

	June 30, 2021 (Unaudited)			December 31, 2020 (Audited)		
	Specific	General	Total	Specific	General	Total
	Rupees in thousands					
In local currency	35,684	81,772	117,456	25,395	40,847	66,242
In foreign currency	-	-	-	-	-	-
	35,684	81,772	117,456	25,395	40,847	66,242

	Note	(Unaudited) June 30, 2021	(Audited) December 31, 2020
		Rupees in thousands	
13 FIXED ASSETS			
Capital work-in-progress	13.1	71,799	88,308
Property and equipment		2,686,040	2,685,370
Right-of-use asset		2,330,351	2,775,216
		5,088,190	5,548,894
13.1 Capital work-in-progress			
Civil works		21,913	54,127
Advance to suppliers and contractors		31,577	33,427
Others		18,309	754
		71,799	88,308

(Unaudited) (Unaudited)
Half Year Half Year
ended ended
June 30, 2021 June 30, 2020
Rupees in thousands

13.2 Additions to fixed assets - at cost

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

Capital work-in-progress - net	60,602	53,235
Property and equipment		
Building on freehold land	436	517
Leasehold improvements	21,184	4,216
Furniture and fixtures	12,315	4,195
Electrical, office and computer equipment	79,371	58,738
Vehicles	-	90
	113,306	67,756
	<u>173,908</u>	<u>120,991</u>

13.3 Disposal of fixed assets - at net book value (NBV)

The net book value of fixed assets disposed off during the period is as follows:

Furniture and fixtures	6	-
Electrical, office and computer equipment	38	24
	<u>44</u>	<u>24</u>

(Unaudited) (Audited)
June 30, December 31,
2021 2020
Rupees in thousands

14 INTANGIBLE ASSETS

Capital work-in-progress	45,323	40,688
Computer software	546,159	598,740
	<u>591,482</u>	<u>639,428</u>

(Unaudited) (Unaudited)
Half Year Half Year
ended ended
June 30, 2021 June 30, 2020
Rupees in thousands

14.1 Additions to intangible assets

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

Capital work-in-progress	21,157	7,330
Directly purchased	6,090	1,654
	<u>27,247</u>	<u>8,984</u>

June 30, 2021 (Unaudited)

	At Dec 31, 2020	Recognised in P&L A/C	Recognised in OCI	At June 30, 2021
Rupees in thousands				
Deductible temporary difference				
Tax losses carried forward	771,019	(94,313)	-	676,706
Minimum tax	362,309	60,478	-	422,787
Deficit on revaluation of investments - net	-	-	-	-
Provision against Islamic financing and related assets	4,326	3,360	-	7,686
Workers Welfare Fund	4,238	2,601	-	6,839
	1,141,892	(27,874)	-	1,114,018
Taxable temporary difference				
Surplus on revaluation of fixed assets	(43,095)	757	(5,183)	(47,521)
Surplus on revaluation of investments	(86,778)	-	(15,706)	(102,484)
Accelerated tax depreciation	(137,141)	14,067	-	(123,074)
	(267,014)	14,824	(20,889)	(273,079)
	874,878	(13,050)	(20,889)	840,939

December 31, 2020 (Audited)

	At Dec 31, 2019	Recognised in P&L A/C	Recognised in OCI	At Dec 31, 2020
Rupees in thousands				
Deductible temporary difference				
Tax losses carried forward	942,766	(171,747)	-	771,019
Minimum tax	241,735	120,574	-	362,309
Deficit on revaluation of investments - net	-	-	-	-
Provision against Islamic financing and related assets	863	3,463	-	4,326
Workers Welfare Fund	797	3,441	-	4,238
	1,186,161	(44,269)	-	1,141,892
Taxable temporary difference				
Surplus on revaluation of fixed assets	(43,992)	897	-	(43,095)
Surplus on revaluation of investments	(58,425)	-	(28,353)	(86,778)
Accelerated tax depreciation	(162,727)	25,586	-	(137,141)
	(265,144)	26,483	(28,353)	(267,014)
	921,017	(17,786)	(28,353)	874,878

The management, based on their internal projections / assessment of future taxable profits, believes that the Bank will be able to achieve sufficient taxable profits and tax liability in future to adjust unused tax losses and minimum tax before their expiry and accordingly has recorded the deferred tax asset on such basis at the reporting dates.

		(Unaudited) June 30, 2021	(Audited) December 31, 2020
	Note	Rupees in thousands	
16 OTHER ASSETS			
Profit / return accrued in local currency		2,592,630	2,368,681
Dividend receivable		1,391	1,546
Advances, deposits, advance rent and other prepayments		292,653	204,050
Advance taxation (payments less provisions)		1,574	5,143
Branch adjustment account		40,403	145,102
Receivable against ATM transactions		272,370	344,879
Receivable under home remittances		17,966	11,562
Un-realized mark to market gain on forward foreign exchange contracts		23,165	41,704
Acceptances	21	2,777,476	2,716,615
Others		30,609	56,627
		<u>6,050,237</u>	<u>5,895,909</u>
17 CONTINGENT ASSETS			
There were no contingent assets of the Bank as at June 30, 2021 (December 31, 2020: Nil).			
		(Unaudited) June 30, 2021	(Audited) December 31, 2020
		Rupees in thousands	
18 BILLS PAYABLE			
In Pakistan		1,579,951	2,470,821
Outside Pakistan		-	-
		<u>1,579,951</u>	<u>2,470,821</u>
19 DUE TO FINANCIAL INSTITUTIONS			
In Pakistan		7,568,842	20,596,773
Outside Pakistan		-	-
		<u>7,568,842</u>	<u>20,596,773</u>
19.1 Particulars of due to financial institutions with respect to currencies			
In local currency		7,568,842	20,596,773
In foreign currencies		-	-
		<u>7,568,842</u>	<u>20,596,773</u>
19.2 Details of due to financial institutions - Secured / Unsecured			
Secured			
Musharaka with the State Bank of Pakistan - Islamic Export Refinance Scheme		2,954,597	2,845,918
Musharaka with the State Bank of Pakistan - Islamic Long Term Financing Facility		776,384	445,848
Musharaka with the State Bank of Pakistan - Islamic Temporary Economic Refinancing Facility for Plant and Machinery		2,211,572	1,183,828
Musharaka with the State Bank of Pakistan - Islamic Refinancing Scheme for payment of Wages and Salaries		1,405,256	1,715,813
Musharaka with the State Bank of Pakistan - Islamic Refinancing facility for combating COVID-19		27,518	-
Unsecured			
Musharaka arrangements with financial institutions		-	14,222,000
Musharaka arrangements with other institution		193,515	183,366
Overdrawn nostro accounts		-	-
		<u>7,568,842</u>	<u>20,596,773</u>

20 DEPOSITS AND OTHER ACCOUNTS

	June 30, 2021 (Unaudited)			December 31, 2020 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	Rupees in thousands					
Customers						
Current deposits - non-remunerative	33,659,328	3,033,904	36,693,232	28,501,991	2,175,509	30,677,500
Savings deposits	41,419,728	1,856,583	43,276,311	39,831,137	1,971,071	41,802,208
Term deposits	23,130,510	9,763	23,140,273	17,861,765	79,103	17,940,868
Others	5,467,482	-	5,467,482	2,693,912	-	2,693,912
	103,677,048	4,900,250	108,577,298	88,888,805	4,225,683	93,114,488
Financial Institutions						
Current deposits - non-remunerative	136,431	113	136,544	148,391	138	148,529
Savings deposits	1,753,737	1,619	1,755,356	2,462,010	1,634	2,463,644
Term deposits	4,502,000	-	4,502,000	3,526,500	-	3,526,500
	6,392,168	1,732	6,393,900	6,136,901	1,772	6,138,673
	110,069,216	4,901,982	114,971,198	95,025,706	4,227,455	99,253,161

	Note	(Unaudited) June 30, 2021	(Audited) December 31, 2020
		Rupees in thousands	
21 OTHER LIABILITIES			
Profit / return payable in local currency	21.1	423,909	611,605
Profit / return payable in foreign currencies		2,825	3,874
Accrued expenses		214,065	349,687
Unearned income		44,639	39,975
Acceptances	16	2,777,476	2,716,615
Advance receipt against Islamic financing and related assets		16,800	16,206
Charity fund balance		2,954	46,615
Security deposits against Ijarah financing		739,595	784,910
Withholding tax, Federal excise duty and other payable		27,486	14,150
Un-realized mark to market loss on forward foreign exchange contracts		7,515	181,783
Lease liability against right-of-use asset		2,725,937	3,143,507
Others		263,157	213,432
		<u>7,246,358</u>	<u>8,122,359</u>

21.1 It includes Rs. 13.903 million (December 31,2020: Rs. 17.550 million) in respect of profit / return accrued on Musharaka with SBP under Islamic Export Refinance Scheme.

22 SHARE CAPITAL

Authorised capital

(Unaudited) June 30, 2021	(Audited) December 31, 2020		(Unaudited) June 30, 2021	(Audited) December 31, 2020
		Number of shares	Rupees in thousands	
<u>1,500,000,000</u>	<u>1,500,000,000</u>	Ordinary shares of Rs. 10/- each	<u>15,000,000</u>	<u>15,000,000</u>

Issued, subscribed and paid up capital

(Unaudited) June 30, 2021	(Audited) December 31, 2020		(Unaudited) June 30, 2021	(Audited) December 31, 2020
		Number of shares	Rupees in thousands	
		Fully paid in cash		
1,155,000,000	1,155,000,000	Balance at beginning of the period / year	11,550,000	11,550,000
-	-	Issued during the period / year	-	-
<u>1,155,000,000</u>	<u>1,155,000,000</u>	Balance at end of the period / year	<u>11,550,000</u>	<u>11,550,000</u>

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

			(Unaudited) June 30, 2021	(Audited) December 31, 2020
			Rupees in thousands	
23	RESERVES			
	Statutory reserves		<u>80,041</u>	<u>68,107</u>
23.1	Statutory reserve represents amount set aside as per the requirements of section 21 of the Banking Companies Ordinance, 1962.			
		Note	(Unaudited) June 30, 2021	(Audited) December 31, 2020
			Rupees in thousands	
24	SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS - NET OF TAX			
	Surplus / (deficit) arising on revaluation of:			
	- Fixed assets		353,973	355,252
	- Available for sale securities	11.1	262,779	247,937
			616,752	603,189
	Deferred tax on surplus / (deficit) on revaluation of:			
	- Fixed assets		(47,521)	(43,095)
	- Available for sale securities		(102,484)	(86,778)
			<u>(150,005)</u>	<u>(129,873)</u>
			<u>466,747</u>	<u>473,316</u>
25	CONTINGENCIES AND COMMITMENTS			
	Guarantees	25.1	9,653,494	8,000,674
	Commitments	25.2	19,439,818	20,583,025
	Other contingent liabilities	25.3	450,763	437,433
			<u>29,544,075</u>	<u>29,021,132</u>
25.1	Guarantees			
	Performance guarantees		3,913,292	3,935,124
	Other guarantees		5,740,202	4,065,550
			<u>9,653,494</u>	<u>8,000,674</u>
25.2	Commitments			
	Documentary credits and short-term trade-related transactions			
	Letters of credit		15,470,117	7,654,971
	Commitments in respect of:			
	Forward foreign exchange contracts	25.2.1	3,523,379	11,909,879
	Commitments for acquisition of:			
	Intangible assets		20,236	10,724
	Other commitments	25.2.2	426,086	1,007,451
			<u>19,439,818</u>	<u>20,583,025</u>
25.2.1	Commitments in respect of forward foreign exchange contracts			
	Purchase		451,514	5,046,837
	Sale		3,071,865	6,863,042
			<u>3,523,379</u>	<u>11,909,879</u>
25.2.2	Other commitments			
	Commitments to extend financing	25.2.2.1	<u>426,086</u>	<u>1,007,451</u>
25.2.2.1	These represent commitments that are irrevocable because they cannot be withdrawn at the discretion of the Bank without the risk of incurring significant penalty or expense.			
25.2.2.2	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.			

		(Unaudited) June 30, 2021	(Audited) December 31, 2020
		Rupees in thousands	
25.3	Other contingent liabilities		
	Claims against the Bank not acknowledged as debt	450,763	437,433
	<p>This includes claim by a third party against the Bank, amounting to Rs. 425.820 million (December 31, 2020: Rs. 425.820 million) which is being contested in the Court of law. The suit has been disposed off by the Court vide Order dated May 10, 2020 wherein the status quo has been ordered to be maintained with respect to Bank guarantee and the matter has been referred to arbitration with the consent of the parties. However the Bank has not received any official notice to attend the arbitration proceedings till date.</p> <p>In addition to the above, this includes claim by different parties against the bank amounting to Rs. 24.943 million (December 31, 2020: Rs. 11.613 million) which is pending before the court. Based on legal advice and / or internal assessments, management is confident that the matters will be decided in the Bank's favour and the possibility of any adverse outcome is remote. Accordingly, no provision has been made in these condensed interim financial statements.</p>		
25.4	The Sindh Revenue Board (SRB) has issued order under "Sindh Sales Tax on Services Act, 2011", for the year 2018 thereby raising demand of Rs.1.775 million. The Bank has filed appeal before Commissioner of Inland Revenue Appeals which is pending adjudication. The management of the Bank, in consultation with its tax advisor, is confident that the decision in respect of the above matter would be in the Bank's favor and accordingly no provision has been made in these condensed financial statements with respect thereto.		
		(Unaudited) Half Year ended June 30, 2021	(Unaudited) Half Year ended June 30, 2020
		Rupees in thousands	
26	PROFIT / RETURN EARNED		
	Financing	3,336,989	3,858,022
	Investments in		
	- available for sale securities	894,110	873,215
	- held to maturity securities	189,218	213,877
		1,083,328	1,087,092
	Musharaka arrangements	40,426	164,561
	Deposits with financial institutions	34,531	123,567
		4,495,274	5,233,242
27	PROFIT / RETURN EXPENSED		
	Deposits and other accounts	1,762,323	2,635,071
	Musharaka arrangements with the State Bank of Pakistan - IERS	40,310	29,194
	Musharaka arrangements with other financial institutions	372,002	171,847
	Musharaka arrangements with other institutions	7,747	7,900
	Unwinding of lease liability against right-of-use asset	180,524	197,307
		2,362,906	3,041,319
28	FEE & COMMISSION INCOME		
	Branch banking customer fees	7,088	4,936
	Consumer finance related fees	8,903	3,933
	Card related fees	52,709	34,088
	Credit related fees	7,642	4,801
	Digital banking fees	8,330	6,091
	Commission on trade	44,413	32,063
	Commission on guarantees	23,402	22,031
	Commission on cash management	698	207
	Commission on remittances including home remittances	4,231	5,326
	Commission on banca takafal	28,621	23,752
	Locker rent	6,772	4,744
	Others	88	15
		192,897	141,987

			(Unaudited) Half Year ended June 30, 2021	(Unaudited) Half Year ended June 30, 2020
	Note	Rupees in thousands		
29	GAIN ON SECURITIES			
	Realised	29.1	3,602	9,590
29.1	Realised gain / (loss) - net on:			
	Federal Government Securities - Sukuk certificates		-	364
	Shares		3,602	9,226
			<u>3,602</u>	<u>9,590</u>
30	OTHER INCOME			
	Rental income		5,750	5,227
	Gain on sale of fixed assets		545	32
	Fees and charges recovered		591	305
	Gain on termination of lease liability against right of use assets		62,362	-
	Gain on conversion of Ijarah agreements		10,762	52,549
			<u>80,010</u>	<u>58,113</u>
31	OPERATING EXPENSES			
	Total compensation expense		998,942	1,065,511
	Property expense			
	Rent and taxes		15,468	11,083
	Takaful expenses		22,402	18,056
	Utilities cost		61,669	44,609
	Security (including guards)		108,652	95,246
	Repairs and maintenance (including janitorial charges)		54,576	53,629
	Depreciation on right-of-use assets		237,514	219,592
	Depreciation		113,832	98,761
			614,113	540,976
	Information technology expenses			
	Software maintenance		134,592	56,730
	Hardware maintenance		11,487	70,924
	Takaful expenses		1,843	1,194
	Depreciation		69,408	73,175
	Amortization		75,194	66,886
	Network charges		53,602	59,457
			346,126	328,366
	Other operating expenses			
	Directors' fees and allowances		360	600
	Fees and allowances to Shari'ah Board		5,501	5,080
	Legal and professional charges		14,101	20,947
	Takaful expenses		54,075	44,076
	Fee and subscription		425	974
	Outsourced services costs		77,377	96,315
	Travelling and conveyance		27,316	25,735
	Repairs and maintenance of vehicles		1,037	596
	NIFT clearing charges		12,419	12,532
	Brokerage, commission and bank charges		17,905	11,335
	Depreciation		6,463	7,252
	Training and development		2,813	2,149
	Postage and courier charges		22,153	29,169
	Communication		17,482	3,527
	Stationery and printing		30,214	23,639
	Marketing, advertisement and publicity		14,558	10,230
	Auditors' remuneration		5,489	4,038
	Entertainment		20,882	16,256
	Others		21,664	19,316
			<u>352,234</u>	<u>333,766</u>
			<u>2,311,415</u>	<u>2,268,619</u>

		(Unaudited) Half Year ended June 30, 2021	(Unaudited) Half Year ended June 30, 2020
	Note	Rupees in thousands	
32 OTHER CHARGES			
Penalties imposed by the State Bank of Pakistan		37,095	60
		<u>37,095</u>	<u>60</u>
33 PROVISIONS AND WRITE OFFS - NET			
(Reversal) / provision for diminution in value of investments	11.2	(78,005)	10,000
Provision against non-performing Islamic financing and related assets	12.9	55,312	104,236
		<u>(22,693)</u>	<u>114,236</u>
34 TAXATION			
Current		71,337	95,126
Prior years		-	(7,415)
Deferred		13,050	(1,638)
		<u>84,387</u>	<u>86,073</u>
35 BASIC AND DILUTED EARNINGS PER SHARE			
Profit after taxation		59,668	50,151
		Number of shares - in thousands	
Weighted average number of ordinary shares		<u>1,155,000</u>	<u>1,155,000</u>
		Rupees	
Basic and diluted earnings per share		<u>0.052</u>	<u>0.043</u>
		(Unaudited) June 30, 2021	(Unaudited) June 30, 2020
		Rupees in thousands	
36 CASH AND CASH EQUIVALENTS			
Cash and balances with treasury banks		10,055,928	10,290,578
Balances with other banks		6,404,515	1,833,108
Overdrawn nostro accounts		-	(2,746)
		<u>16,460,443</u>	<u>12,120,940</u>

37 FAIR VALUE MEASUREMENTS

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 amortised 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 financial statements.

The fair value of Islamic financing and related assets, other assets, other liabilities, due from / due to financial institutions and fixed term deposits cannot be calculated with sufficient reliability due to the absence of a current and active market for these assets and liabilities and reliable data regarding market rates for similar instruments.

In the opinion of the management, the fair value of the remaining financial assets and financial liabilities are not significantly different from their carrying values since these assets and liabilities are either short-term in nature or re-priced over short term.

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 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 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.

June 30, 2021 (Unaudited)					
	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	22,502,766	-	22,502,766	-	22,502,766
Shares	3,328,566	3,328,566	-	-	3,328,566
Non-Government Securities	1,028,513	-	1,028,513	-	1,028,513
	26,859,845	3,328,566	23,531,279	-	26,859,845
Financial assets - disclosed but not measured at fair value					
Investments (held to maturity)	2,930,827	-	-	-	-
Cash and balances					
with treasury banks	10,055,928	-	-	-	-
Balances with other banks	6,404,515	-	-	-	-
Due from financial institutions	1,000,000	-	-	-	-
Islamic financing					
and related assets - net	66,428,745	-	-	-	-
Other assets	5,692,442	-	-	-	-
Fair value of non-financial assets					
Operating fixed assets					
(land and building)	1,314,270	-	1,314,270	-	1,314,270
Off-balance sheet financial instruments					
Foreign exchange					
contracts purchase	451,514	-	468,224	-	468,224
Foreign exchange contracts sale	3,071,865	-	3,072,924	-	3,072,924
December 31, 2020 (Audited)					
	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	22,444,114	-	22,444,114	-	22,444,114
Shares	1,069,528	1,069,528	-	-	1,069,528
Non-Government Securities	1,058,528	-	1,058,528	-	1,058,528
	24,572,170	1,069,528	23,502,642	-	24,572,170
Financial assets - disclosed but not measured at fair value					
Investments (held to maturity)	3,045,827	-	-	-	-
Cash and balances					
with treasury banks	9,872,197	-	-	-	-
Balances with other banks	4,996,602	-	-	-	-
Due from financial institutions	828,790	-	-	-	-
Islamic financing					
and related assets - net	68,073,221	-	-	-	-
Other assets	5,686,716	-	-	-	-
Fair value of non-financial assets					
Operating fixed assets					
(land and building)	1,319,595	-	1,319,595	-	1,319,595
Off-balance sheet financial instruments					
Foreign exchange contracts purchase	5,046,837	-	(148,819)	-	(148,819)
Foreign exchange contracts sale	6,863,042	-	8,740	-	8,740

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 to occur. There were no transfers between levels 1 and 2 during the period.

(a) Financial instruments in level 1

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

(b) Financial instruments in level 2

Financial instruments included in level 2 comprise of 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.
Mutual Funds	The valuation has been determined based on Net asset values declared by respective funds.
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

June 30, 2021 (Unaudited)

	Retail Banking Group	Corporate Banking	Consumer Banking	Micro Finance	Treasury	Head Office	Sub-total	Elimination	Total
Rupees in thousands									
Profit and Loss									
Net Profit / return	(1,514,226)	2,750,379	284,664	3,496	755,541	(147,486)	2,132,368	-	2,132,368
Inter segment revenue - net	2,934,482	(2,294,057)	(170,352)	(2,676)	(590,424)	123,027	-	-	-
Other income	151,080	41,977	15,009	292	65,887	68,688	342,933	-	342,933
Total Income	1,571,336	498,299	129,321	1,112	231,004	44,229	2,475,301	-	2,475,301
Segment direct expenses	(1,083,130)	(52,442)	(68,867)	(12,120)	(11,830)	(1,125,550)	(2,353,939)	-	(2,353,939)
Inter segment expense allocation	(462,155)	(5,357)	(15,843)	(4,275)	(1,051)	488,681	-	-	-
Total expenses	(1,545,285)	(57,799)	(84,710)	(16,395)	(12,881)	(636,869)	(2,353,939)	-	(2,353,939)
Provisions / (reversals) and write offs - net	72	(29,558)	(15,670)	(10,156)	78,005	-	22,693	-	22,693
Profit / (loss) before tax	26,123	410,942	28,941	(25,439)	296,128	(592,640)	144,055	-	144,055
Balance Sheet									
Cash and bank balances	4,436,610	-	-	-	12,023,833	-	16,460,443	-	16,460,443
Investments	-	-	-	-	29,790,672	-	29,790,672	-	29,790,672
Net inter segment lending	106,506,114	-	-	-	-	4,516,898	111,023,012	(111,023,012)	-
Due from financial institutions	-	-	-	-	1,000,000	-	1,000,000	-	1,000,000
Financing - performing	7,454,318	67,653,215	5,840,010	100,321	-	1,200,132	82,247,996	-	82,247,996
- non-performing	42,024	671	22,399	12,689	-	-	77,783	-	77,783
Others	985,156	3,010,319	187,726	959	1,301,002	7,085,686	12,570,848	-	12,570,848
Total Assets	119,424,222	70,664,205	6,050,135	113,969	44,115,507	12,802,716	253,170,754	(111,023,012)	142,147,742
Bills payable	1,579,951	-	-	-	-	-	1,579,951	-	1,579,951
Due to financial institutions	2,078,529	5,490,313	-	-	-	-	7,568,842	-	7,568,842
Deposits & other accounts	114,509,813	461,385	-	-	-	-	114,971,198	-	114,971,198
Net inter segment borrowing	-	61,821,449	5,454,849	139,318	43,607,396	-	111,023,012	(111,023,012)	-
Others	1,229,806	2,480,116	566,345	90	51,687	2,918,314	7,246,358	-	7,246,358
Total liabilities	119,398,099	70,253,263	6,021,194	139,408	43,659,083	2,918,314	242,389,361	(111,023,012)	131,366,349
Equity	26,123	410,942	28,941	(25,439)	456,424	9,884,402	10,781,393	-	10,781,393
Total Equity & liabilities	119,424,222	70,664,205	6,050,135	113,969	44,115,507	12,802,716	253,170,754	-	142,147,742
Contingencies & Commitments	6,848,847	18,807,628	293,986	-	3,573,379	20,235	29,544,075	-	29,544,075

	June 30, 2020 (Unaudited)								
	Retail Banking Group	Corporate Banking	Consumer Banking	Micro Finance	Treasury	Head Office	Sub-total	Elimination	Total
	Rupees in thousands								
Profit & Loss									
Net Profit / return	(2,590,838)	3,337,323	252,782	31,974	1,129,475	31,207	2,191,923	-	2,191,923
Inter segment revenue - net	4,013,590	(2,950,453)	(186,357)	(11,051)	(1,114,669)	248,940	-	-	-
Other income	107,020	75,261	11,067	1,436	132,933	5,315	333,032	-	333,032
Total Income	1,529,772	462,131	77,492	22,359	147,739	285,462	2,524,955	-	2,524,955
Segment direct expenses	(788,367)	(45,015)	(53,092)	(24,408)	(11,762)	(1,351,851)	(2,274,495)	-	(2,274,495)
Inter segment expense allocation	(627,020)	(4,421)	(4,465)	(2,559)	(1,069)	639,534	-	-	-
Total expenses	(1,415,387)	(49,436)	(57,557)	(26,967)	(12,831)	(712,317)	(2,274,495)	-	(2,274,495)
Provisions / (reversals) and write offs - net	-	(60,282)	(18,458)	(25,496)	(10,000)	-	(114,236)	-	(114,236)
Profit / (loss) before tax	114,385	352,413	1,477	(30,104)	124,908	(426,855)	136,224	-	136,224
	December 31, 2020 (Audited)								
	Retail Banking Group	Corporate Banking	Consumer Banking	Micro Finance	Treasury	Head Office	Sub-total	Elimination	Total
	Rupees in thousands								
Balance Sheet									
Cash & Bank balances	5,178,069	-	-	-	9,690,730	-	14,868,799	-	14,868,799
Investments	-	-	-	-	27,617,997	-	27,617,997	-	27,617,997
Net inter segment lending	91,518,432	-	-	-	-	3,770,519	95,288,951	(95,288,951)	-
Due from financial institutions	-	-	-	-	828,790	-	828,790	-	828,790
Financing - performing	6,831,774	71,356,291	4,706,361	86,376	-	1,184,313	84,165,115	-	84,165,115
- non-performing	64,955	618,492	36,091	11,538	-	-	731,076	-	731,076
Others	634,578	3,194,322	191,877	882	946,459	7,990,991	12,959,109	-	12,959,109
Total Assets	104,227,808	75,169,105	4,934,329	98,796	39,083,976	12,945,823	236,459,837	(95,288,951)	141,170,886
Bills payable	2,470,821	-	-	-	-	-	2,470,821	-	2,470,821
Due to financial institutions	1,835,575	4,539,198	-	-	14,222,000	-	20,596,773	-	20,596,773
Deposits & other accounts	99,123,960	129,201	-	-	-	-	99,253,161	-	99,253,161
Net inter segment borrowing	-	66,735,255	4,325,454	120,825	24,107,417	-	95,288,951	(95,288,951)	-
Others	979,370	2,793,576	531,986	62	67,433	3,749,932	8,122,359	-	8,122,359
Total liabilities	104,409,726	74,197,230	4,857,440	120,887	38,396,850	3,749,932	225,732,065	(95,288,951)	130,443,114
Equity	(181,918)	971,875	76,889	(22,091)	687,126	9,195,891	10,727,772	-	10,727,772
Total Equity & liabilities	104,227,808	75,169,105	4,934,329	98,796	39,083,976	12,945,823	236,459,837	(95,288,951)	141,170,886
Contingencies & Commitments	6,297,981	10,700,593	51,955	-	11,959,879	10,724	29,021,132	-	29,021,132

38.2 Transactions between reportable segments are based on an appropriate transfer pricing mechanism using agreed rates. Furthermore, segment assets and liabilities include inter segment balances. Costs which are not allocated to segments are included in the Head office. Income taxes are managed at Bank level and are not allocated to operating segments.

38.3 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 ordinary course of business and on substantially the same terms as for comparable transactions with person of similar standing.

Contributions to staff retirement benefit plan are made in accordance with the terms of the contribution plan. Remuneration to the executives / officers including financing provided to them 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:

	June 30, 2021 (Unaudited)				December 31, 2020 (Audited)			
	Parent	Directors	Key management personnel	Other related parties	Parent	Directors	Key management personnel	Other related parties
	Rupees in thousands				Rupees in thousands			
Balances with other banks								
In current accounts	16,073	-	-	-	28,393	-	-	-
	16,073	-	-	-	28,393	-	-	-
Islamic financing and related assets								
Opening balance	-	8,290	81,703	1,110,848	-	-	79,634	761,937
Addition during the period / year	-	8,000	18,551	3,186,267	-	8,290	23,499	2,945,709
Repaid during the period / year	-	(7,176)	(9,056)	(3,354,990)	-	-	(18,223)	(3,062,080)
Transfer in / (out) - net	-	-	(722)	698,000	-	-	(3,207)	465,282
Closing balance	-	9,114	90,476	1,640,125	-	8,290	81,703	1,110,848
Fixed assets - Capital work in progress								
Advance paid against purchase of property	20,000	-	-	-	20,000	-	-	-
Other assets								
Profit receivable	-	193	2,023	26,626	-	158	1,927	23,500
Commission receivable	-	-	-	-	-	-	-	4,451
Prepaid expenses	-	809	1,734	31,715	-	202	2,191	22,958
Receivable under scheme of merger	11,282	-	-	-	11,282	-	-	-
Receivable under home remittance	17,967	-	-	-	11,568	-	-	-
Unrealized mark to market gain on forward exchange contract	456	-	-	-	6,700	-	-	-
	29,705	1,002	3,757	58,341	29,550	360	4,118	50,909
Due to financial institutions								
Opening balance	-	-	-	-	880,853	-	-	-
Addition during the period / year	23,900,000	-	-	-	23,703,928	-	-	-
Repaid during the period / year	(23,900,000)	-	-	-	(24,584,781)	-	-	-
Closing balance	-	-	-	-	-	-	-	-
Deposits								
Opening balance	-	576,527	21,655	1,548,037	-	25,190	22,043	1,301,009
Addition during the period / year	-	2,052,477	134,903	19,148,463	-	2,446,392	215,941	22,627,429
Withdrawn during the period / year	-	(2,254,842)	(122,533)	(19,074,390)	-	(1,877,149)	(216,041)	(22,263,816)
Transfer in / (out) - net	-	-	-	32,217	-	(17,906)	(288)	(116,585)
Closing balance	-	374,162	34,025	1,654,327	-	576,527	21,655	1,348,037
Other liabilities								
Profit payable	-	1,890	38	3,855	-	3,059	31	5,350
Accrued expenses	-	-	-	12,337	-	-	-	14,559
Acceptances	587,037	-	-	-	592,965	-	-	-
Unearned income	-	-	-	1,897	-	-	-	1,786
Unrealized mark to market loss on forward exchange contract	260	-	-	-	46,115	-	-	-
	587,297	1,890	38	18,089	539,080	3,059	31	21,695
Contingencies and Commitments								
Letter of Credit	-	-	-	478,234	-	-	-	211,033
Letter of Guarantee	80,202	-	-	909,516	102,102	-	-	892,358
Forward exchange contract								
Purchase	72,486	-	-	-	1,093,262	-	-	-
Sale	151,286	-	-	-	241,168	-	-	-
Transactions during the period								
Income								
Profit / return earned	-	379	2,249	57,215	-	66	1,750	38,051
Commission income	-	-	-	26,970	-	-	-	21,800
Rental income	5,750	-	-	-	5,227	-	-	-
Other income	-	-	9	-	-	-	4	-
	5,750	379	2,258	84,185	5,227	66	1,754	59,851
Expense								
Profit / return expensed	23,782	10,903	198	31,215	104,550	3,779	169	51,033
Rental expense	20,935	-	-	-	18,050	-	-	-
Takaful expense	-	-	-	48,381	-	-	-	43,188
Security expense	-	-	-	25,533	-	-	-	26,116
Other expense	60	360	-	-	60	600	-	18
	44,777	11,263	198	105,129	122,660	4,379	169	120,355
Other transactions during the period								
Fee paid	-	360	-	-	-	390	-	-
Managerial remuneration paid	-	26,525	98,474	-	-	13,972	96,758	-
Contribution paid to provident fund	-	-	-	63,473	-	-	-	60,613
Re-imbursement under home remittance payments	2,300,794	-	-	-	1,709,813	-	-	-
Proceeds from sale of fixed assets	-	-	9	-	-	-	5	-
Purchase of fixed assets	-	-	-	5,008	-	-	-	-
Disbursement made against advance salary	-	-	700	-	-	1,304	300	-
Repayment made against advance salary	-	-	583	-	-	1,304	150	-
Payment made against expenses	15,189	-	-	83,583	12,883	-	-	73,892
Foreign currency purchase	11,044,337	-	-	-	21,636,795	-	-	-
Foreign currency sale	7,211,829	-	-	-	14,154,152	-	-	-
Letter of Credit issued	-	-	-	2,399,363	-	-	-	1,070,530
Letter of Guarantee issued	6,070	-	-	154,986	4,298	-	-	50,832

(Unaudited) (Audited)
June 30, December 31,
2021 2020
Rupees in thousands

40 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

Minimum Capital Requirement (MCR):

Paid - up capital (net of losses)	10,234,605	10,186,349
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Capital Adequacy Ratio (CAR):

Eligible Common Equity Tier 1 (CET 1) Capital	8,547,400	8,405,040
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	8,547,400	8,405,040
Eligible Tier 2 Capital	548,519	514,163
Total Eligible Capital (Tier 1 + Tier 2)	9,095,919	8,919,203

Risk Weighted Assets (RWAs):

Credit Risk	64,389,667	63,293,992
Market Risk	3,737,330	3,571,575
Operational Risk	7,369,896	7,369,896
Total	75,496,893	74,235,463

Common Equity Tier 1 Capital Adequacy ratio

11.32%	11.32%
--------	--------

Tier 1 Capital Adequacy Ratio

11.32%	11.32%
--------	--------

Total Capital Adequacy Ratio

12.05%	12.01%
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Leverage Ratio (LR):

Eligible Tier-1 Capital	8,547,400	8,405,040
Total Exposures	163,359,662	153,424,840
Leverage Ratio	5.23%	5.48%

Liquidity Coverage Ratio (LCR):

Total High Quality Liquid Assets	31,605,226	27,536,984
Total Net Cash Outflow	27,998,498	22,556,206
Liquidity Coverage Ratio	112.88%	122.08%

Net Stable Funding Ratio (NSFR):

Total Available Stable Funding	97,733,608	90,442,043
Total Required Stable Funding	78,535,900	76,614,255
Net Stable Funding Ratio	124.44%	118.05%

41 CORRESPONDING FIGURES

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant re-arrangements have been made.

42 GENERAL

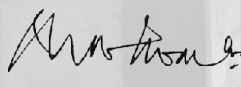
Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

43 DATE OF AUTHORISATION FOR ISSUE

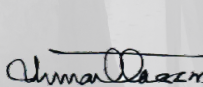
These condensed interim financial statements were authorised for issue on August 10, 2021 by the Board of Directors of the Bank.



Syed Iftikhar Hussain Rizvi
Chief Financial Officer



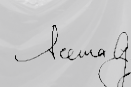
Muhammad Azfar Alam Noman
President / Chief Executive



Usman Hassan
Director



Omair Safdar
Director



Seema Aziz
Director

BRANCH NETWORK

Br. Code	Name of Branch	Address	City	Contact No.
001	Shahrah-e-Faisal Branch	Ground Floor, Nice Trade Orbit, Main Shahrah-e-Faisal Nursery, Karachi	Karachi	+92-21-34328469 +92-21-34328477
002	Gulberg, Liberty Market Branch	9-C, Commercial Liberty Market, Gulberg Lahore	Lahore	+92-42-35789831-34
003	Shah Rukn-e-Alam Colony Branch	17-F Chowk Shah Rukn e Alam Colony, Multan	Multan	+92-61-6560451-57
004	Thandi Sarak Branch	Ground Floor, Shop No.6 & 7, River View Apartments, Thandi Sarak, Hyderabad	Hyderabad	+92-22-2785486 +92-22-2785632
005	Peoples Colony Branch	668-1, Block A, Peoples Colony No. 1, Faisalabad	Faisalabad	+92-41-8556601-05
006	Jinnah Avenue, Blue Area Branch	52 East, Dodhy Plaza, Jinnah Avenue Islamabad	Islamabad	+92-51-2875091
007	Rashid Minhas Road Branch	Plot# LM-10, Block-10-A, Near Pizza Hut, main Rashid Minhas Road, Karachi	Karachi	+92-21-34817643 +92-21-34838077
008	DHA Phase III, Z Block Branch	339-Z (Commercial) Ground Floor, Phase III, Defence Housing Authority, Lahore	Lahore	+92-42-35692901 +92-42-35746675
009	Bank Road, Saddar Branch	Shahbaz Plaza, Bank Road, Saddar, Rawalpindi	Rawalpindi	+92-51-5525277 +92-51-5700342 +92-51-5523474
010	Saddar Road Branch	Tasneem Plaza, 6 Saddar Road, Peshawar Cantt	Peshawar	+92-91-5272180-83
011	M.A Jinnah Road Branch	M.A, Jinnah Road, Quetta, Balochistan	Quetta	+92-81-2824977
012	Shahalam Market Branch	12-13-6 Block-A, Shah Alam Market, Lahore	Lahore	+92-42-37667813
014	New Challi Branch	Shop No G-2, Muhammadi Trade tower, Altaf Hussani road, New Challi, Karachi	Karachi	+92-21-32371192
015	S.I.T.E Branch	C 18-A, East Avenue, S.I.T.E, Karachi	Karachi	+92-21-32552192 +92-21-32552193
016	Sharifpura Chowk, G.T. Road Branch	Sharifpura Chowk G.T Road Gujranwala	Gujranwala	+92-55-3251915-17
017	Rahim Yar Khan Branch	29-Model Town, City Centre, City Park Chowk, Rahim Yar Khan	Rahim Yar Khan	+92-68-5876049
018	Club Road Branch	73, Club Road, Civil Line, Sargodha	Sargodha	+92-48-3768633
019	F-10 Markaz Branch	1-G Souk-Ul-Hashir Plaza, Double Road, F-10 Markaz, Islamabad	Islamabad	+92-51-2114307
020	Khushab Branch	Salam Khata Qittat 13, Khatta Chowk, Main Sargodha Road, Khushab	Khushab	+92-45-4710497
021	Allama Iqbal Town Branch	132 Jahanzaib Block, Main Boulevard, Allama Iqbal Town, Lahore	Lahore	+92-42-37813681-84
022	Sukkur Branch	Shop/ Plot/ Khasra/ Khatooni/ Khewat # Plot # B-1623, Bunder Road, Sukkur	Sukkur	+92-71-5620756
023	Khalid-Bin-Waleed Road Branch	Show Room No.9-11, Plot No.167-A, Block-3, Khalid Bin Waleed Road, Karachi	Karachi	+92-21-34323051-52
024	Johar Town, Maulana Shaukat Ali Road Branch	87-E, Madina Heights, Maulana Shaukat Ali Road, Johar Town, Lahore	Lahore	+92-42-35222674-79
025	Tando Allahyar Branch	Plot No.1, Survey No. 272-1 Deh Taluka Hyderabad Road, Tando Allah Yar	Tando Allahyar	+92-22-3891600 +92-22-3891567
028	Sahiwal Branch	Plot # 23, Khewat # 7854, Khatooni # 7907, Khasra No. 77623-j, Farid Town, Sahiwal, Tehsil & District Sahiwal	Sahiwal	+92-40-4270713-15
029	Bhimber Road Branch	Khewat # 143, Khatooni # 341, Bhimber Road, Gujrat, Tehsil & District Gujrat	Gujrat	+92-53-3601781-83
032	Korangi Industrial Area Sector 23 Branch	Plot # 1-A, Sector 23, Korangi Industrial Area, Karachi	Karachi	+92-21-35122311-12
033	North Nazimabad Branch	Shop # 1 & 2 Jasmine Heights Plot # SG21-A Block H North Nazimabad, Karachi	Karachi	+92-21-36641762 +92-21-36641764
034	Saddar Branch	Qasr-e-Fatima 90-1-2, Main Saddar Bazar, Hyderabad	Hyderabad	+92-22-2731545 +92-22-27315646
035	Gulberg, Main Boulevard Branch	58 Main Boulevard Gulberg Lahore	Lahore	+92-42-35760954-58
037	F.B. Industrial Area Branch	Sector no 22, KDA Scheme 16, FB Industrial Area Karachi	Karachi	+92-21-36834440 +92-21-36834448
038	Chaman Branch	Taj Road Chaman, Balochistan	Chaman	+92-826-615429

Br. Code	Name of Branch	Address	City	Contact No.
039	Loralai Branch	Shop # 372, House # 425, Tehsil Road Loralai, Balochistan	Loralai	+92-82-4660400
040	Timergara Branch	Zeb plaza main balambat Road Timergara District Lower Dir	Timargara	+92-945-825571-73
041	Mingora Branch	Opposite Bank Square Main Bazar Mingora Swat	Mingora	+92-946-725373-74
042	Mardan Branch	RS Plaza Shamsi Road, Tehsil and District Mardan	Mardan	+92-937-870751 +92-937-870753
043	New Garden Town Branch	Shop No 12, 13, 14, Shan Arcade, Civic Centre, Garden Town, Lahore	Lahore	+92-42-35941840-41
044	Cavalry Ground Branch	Plot No 7, Cavalry Ground Commercial Area, Walton Lahore Cantt	Lahore	+92-42-36672180 +92-42-36672183
046	Matta Branch	Khatooni No. 28-50, Khasra No.2309, Mehran Khan Plaza, Main Matta Khareri, Matta Swat	Matta	+92-94-6790612-15
047	Toba Tek Singh Branch	Plot No. 359, Mall Godam Road, Toba Tek Singh	Toba Tek Singh	+92-46-2514427 +92-46-2515427 +92-46-2517327
048	Hazara Town Branch	Lilak Shopping Centre, Barma Road, Aliabad, Hazara Town, Quetta, Balochistan	Quetta	+92-81-2853127
049	Gwadar Branch	Main Airport Road, Gwadar, Balochistan	Gawadar	+92-86-4210290
050	Dream Gardens Branch	Shop No.08 & 09, Block C, Dream Garden Housing Society, 1.5 KM Defence Road, Off Raiwind Road, Lahore	Lahore	+92-42-35469652
051	Kabal Branch	Khasra No. 2262, Khata No. 901, Khatooni No. 1176, Hassan Plaza, Kabal Chowk, Kabal, District Swat	Kabal	+92-94-6755592-95
052	Sirki Road Branch	Plot No. 136-14-32, Akram Plaza, Sirki Road, Quetta, Balochistan	Quetta	+92-81-2836417
053	Batkheela Branch	Shop No 1 to 6, Pak Haider Market, Near Zafar Park, next to Malakand CNG. GT Road, Batkhela District Malakand	Batkheela	+92-93-2410670-72
054	G-11 Markaz Branch	Shop No. 7,8,25,26, Plot No. 33, G-11 Markaz, Islamabad	Islamabad	+92-51-2360067
055	Chaklala Scheme III Branch	Plot No. 16, Commercial Area, Chaklala Scheme III. Rawalpindi Cantt.	Rawalpindi	+92-51-5766233
056	Nawan Shehar Branch	Plot No. 741-F, Ward No.9, Muslim Mouza Ismail, Chowk Nawan Shehar, Multan	Multan	+92-61-4573032
057	Gulshan-e-Iqbal Branch	Shop No. 182, Al- Sammad Tower 13-Gulshan-e-Iqbal, Main University Road, Karachi	Karachi	+92-21-34971515
058	Latifabad Branch	Shop No. 1, 2 & 3, United Plaza, Opposite American Hospital, Main Road, Unit # 7, Taluka Latifabad, District Hyderabad	Hyderabad	+92-22-3821861-65
060	Nawabshah Branch	Plot No. 80, Masjid Road Nawabshah	Nawab Shah	+92-24-4360903-04
062	Zainab Market, Saddar Branch	PB No. 272-1, Ground Floor State Life Building No.11, Abdullah Haroon Road, Saddar Karachi	Karachi	+92-21-35681851-60
063	Turbat Branch	Main Road Turbat, Balochistan	Turbat	+92-85-2411153
064	G-1 Market, Johar Town Branch	435 G-1 Market, Johar Town, Lahore	Lahore	+92-42-35468495-96
065	PIA Housing Society Branch	Plot No. 8, Block D, Phase I, PIA Housing Scheme, Wapda Town, Lahore	Lahore	+92-42-35463995-96
066	Zhob Branch	Plot No. C-159, C-160, Tehsil Road, Zhob, Balochistan	Zhob	+92-82-2412257
067	Abbottabad Branch	GM Tower, near Sethi Masjid, Mansehra Road, Abbottabad	Abbottabad	+92-99-2408301-04
069	Faisal Town Branch	35-A, Main Boulevard, Faisal Town, Lahore.	Lahore	+92-42-35202200 +92-42-35202203 +92-42-35303304
070	Chitral Branch	Ataliq Bazar Bypass Road Near Bus Adda, Chitral	Chitral	+92-943-414389 +92-943-414316
071	Sadiqabad Branch	19/20-D, Tehsil Bazar, Sadiqabad	Sadiqabad	+92-68-5802242-43
072	JK Sugar Mills Branch	JK Sugar Mills, Chak No. 84/15L Mian Channu	Mian Channu	+92-42-34501000 Ext. 1972
073	Muhammad Ali Society Branch	12-C/B Muhammad Ali Society, Karachi	Karachi	+92-21-34320831-35
075	Dera Ghazi Khan Branch	Ashraf Palaza, Block # 2, Kachehri Road, D. G. Khan	Dera Ghazi Khan	+92-64-2460258
077	Bahria Town Phase IV Branch	Shop No G-9-10, Bahria Heights II, Ext Bahria Town, Phase- IV, Islamabad	Islamabad	+92-51-5146025
078	Model Colony Branch	H.No. 4/95, Affandi House, Liaquat Ali Khan Road, Model Colony, Karachi	Karachi	+92-21-34110334
079	DHA Rahbar Branch	Defence Road, DHA Rahbar, Lahore	Lahore	+92-42-34501000 Ext. 1979

Br. Code	Name of Branch	Address	City	Contact No.
080	Bedian Road Branch	Khasra No.2512, Abadi Dahi Hadbust, Muaza Lidhar, Bedian Road, Lahore	Lahore	+92-42-37162813
081	Gilgit Branch	Shahrah-e-Quaid-e-Azam, Near NHA Office, Jutial Gilgit	Gilgit	+92-581-1450754
082	Bahawalpur Branch	30 - Model Town-B, Block A Bahawalpur	Bahawalpur	+92-62-2888768
083	DHA Phase II - Tulip Road Branch	DHA Phase-II Branch, Plaza # 8, Street# A/62, Tulip Road, Sector A, DHAPhase-II, Islamabad	Islamabad	+92-51-5147159 +92-51-5147164
085	Madras Chowk Branch	Shop # S-8, S-9 & S-10, Pioneer Tower Survey No. 22 & 24, Deh Songal Gujro, Sector 16A, Scheme, Karachi	Karachi	+92-21-34645755
086	MATCO Foods Branch	MATCO Food Ltd. B/1-A, Site Phase 1 Super Highway, North Karachi Industrial Area, Karachi	Karachi	+92-42-34501000 Ext. 1986
088	Faizan-e-Madina Branch	Shop No. 22, Alami Madani Markaz, Faizan-e-Madina, Mohalla Saudagran Old Sabzi Mandi Karachi	Karachi	+92-21-34942626
089	Okara Branch	Khewat No. 1519, Khatooni No. 1537, Khasra No. 4207/65-4 M.A. Jinnah Road, Okara	Okara	+92-44-2510124
090	Raza Garden Branch	Main Sillanwali Road, Raza Garden Sargodha	Sargodha	+92-48-3250682
091	Burewala Branch	Plot No.98 Block-A, Arabia Islamia Road, Burewala	Burewala	+92-67-3351281-85
092	Millat Chowk Branch	156-B, Millat Chowk, Gulistan Colony, Faisalabad	Faisalabad	+92-41-8782963-66 +92-41-8782968
093	Dalazak Road Branch	Dalzak Road Branch, Malik Sardar Plaza, Near Yousafabad Canal, Dalzak Road, Peshawar	Peshawar	+92-94-3414387
094	Qasimabad Branch	Shop No. 6 & 7, Raheel Heights, 267/2, Deh Sari, Wadhu Wah Road, Qasimabad, Hyderabad	Hyderabad	+92-22-2675334
095	Korangi Industrial Area Sector 7-A Branch	Plot No.251, Sector 7-A, Korangi Industrial Area, Karachi	Karachi	+92-21-35151191-96
096	Sarwar Road Cantt. Branch	Plot No. 05, Survey No.52/C-5, Sarwar Road Cantt. Lahore	Lahore	+92-42-37177096
097	Malir Cantt Branch	Shop No. 75, 4 Dots Shopping Complex C/O HQ 4 Air Defence Division, 31 Bostan Lines, Malir Cantonment, Karachi	Karachi	+92-21-34901140
099	Muslim Bagh Branch	Station Road, Muslim Bagh, Balochistan	Muslim bagh	+92-823-669214-5
100	Samanabad Branch	Property 22-7-17/1 & 22-S-17/2, Main Samanabad, Lahore	Lahore	+92-42-37590152
101	Khuzdar Branch	Mir Chakar Khan Road, Khuzdar, Tehsil & District Khuzdar, Balochistan	Khuzdar	+92-848-550041-42
102	Kamra Branch	Shop No. 75, Mini Plaza, PAC Chowk, G.T Road, Kamra Cantt, District Attock	Kamra	+92-57-2642521
103	Attock Branch	Shop # B-III/37, C-152, Dr. Ghulam Gillani Burq Road, Attock City	Attock	+92-57-5700903
104	Chakwal Branch	B1-1/1634/1, B-1-1635, Talagang Road, Chakwal	Chakwal	+92-54-3602050-51
105	Canal Road Branch	204 RB East, Canal Road Faisalabad	Faisalabad	+92-41-2421889-95
106	Kotwali Road Branch	P-64 Taj Plaza, Kotwali Road, Faisalabad	Faisalabad	+92-41-2604935
107	Ghakhar Branch	Khewat # 2414, Khatooni # 3600, Khasra # 3359, GT Road, Ghakhar	Ghakhar	+92-55-3886662 +92-55-3886665
108	Satellite Town Branch	Satellite Town Branch, 529-C Satellite Town, Gujranwala	Gujranwala	+92-55-3825781
109	Kharian Branch	Bilal Plaza, G.T.Road, Kharian	Kharian	+92-53-7601325 +92-53-7601358
110	Mandi Bahauddin Branch	Plot # 7/211, Ward # 7, Ghalia Mandi, Mandi Bahauddin	Mandi Bahauddin	+92-546-509551 +92-546-509553
111	Hussain Plaza, G.T Road Branch	Khasra No. 625, Hussain Plaza, Chowk GTS, G.T Road, Gujrat	Gujrat	+92-53-3571542 +92-53-3530287
115	F-7 Markaz, Post Mall Branch	Plot # 3, F-7 Markaz, Post Office, Mall Building, Islamabad	Islamabad	+92-51-2608003 +92-51-2608018
116	F-8 Markaz Branch	Shop # 12 & 13, Al-Babar Center, F-8 Markaz, Islamabad	Islamabad	+92-51-2852653
117	F-11 Markaz Branch	Plot # 18, Trade Centre, Main Double Road, F-11 Markaz, Islamabad	Islamabad	+92-51-2107862
118	E-11/3 Branch	Commercial Plot No. 2, Sector E-11/3, Islamabad Garden, Islamabad	Islamabad	+92-51-2375345-6
119	I-8 Markaz Branch	MB City Mall, Plot No. 34, I-8 Markaz, Islamabad	Islamabad	+92-51-4862278-79
120	Wah Cantt Branch	Shop # 1/37, Commercial Area, Civic Centre, Aslam Market, Wah Cantt	Wah Cantt	+92-51-4902231
121	Jhang Branch	Khewat # 698, Khatooni # 203, Yousuf Shah Road, District Jhang (Opposite District Courts Jhang)	Jhang	+92-47-7629591-94
122	Sarai Alamgir Branch	Shop # B-1 and B-2, Alamgir Plaza, adjacent to Military College, Jhelum, Main GT Road, Sarai Alamgir	Sarai Alamgir	+92-54-4654932
123	Gujar Khan Branch	Commercial Property # BIII 379 & BIII 377, G.T. Road (Near MCB), Gujar Khan	Gujar Khan	+92-51-3510156

Br. Code	Name of Branch	Address	City	Contact No.
124	Jhelum Branch	Model Colony, Shandar Chowk, Jhelum	Jhelum	+92-544-627128 +92-544-626677
126	North Napier Road Branch	Marium Manzil, Plot # 161, Survey Sheet # MR-1, Market Quarters, North Napier Road, Karachi	Karachi	+92-21-32430488-89
127	I. I. Chundrigar Road Branch	Gul Tower, Main I.I Chundrigar Road, Karachi	Karachi	+92-21-32426413
128	Cloth Market Branch	Plot # 21/1, Puri Building, Cloth Market, Karachi	Karachi	+92-21-32472148-49 +92-21-32471727
129	Jodia Bazar Branch	MR 6/2, Market Quarters, Virjee Street, Jodia Bazar, Karachi	Karachi	+92-21-32443758 +92-21-32432849
132	Javed Arcade Branch	Javed Arcade, Plot # SB-1, Block # 17, KDA Scheme # 36, Gulistan-e-Jauhar, Karachi	Karachi	+92-21-34636746
133	Shershah Branch	Plot # M-II-E-606, Shershah, Karachi	Karachi	+92-21-32587581-83
137	Shaheed-e-Millat Road Branch	Bismillah Blessings, Plot No. 7-A/228, SS No. 35-P/1, Block-3, DMCHS, Main Shaheed-e-Millat Road, Karachi	Karachi	+92-21-34943666
138	Business Arcade Branch	Plot # 27-A, Business Arcade, Block-6, P.E.C.H.S., Shakra-e-Faisal, Karachi	Karachi	+92-21-34326570-73
141	EOBI House Branch	Plot No. ST-1/A-1, KDA Commercial Complex, Scheme 1, Shop No. G-01/B, Ground Floor, EOBI House, Shakra-e-Faisal, Karachi	Karachi	+92-21-34330172 +92-21-34356732
143	Allama Iqbal Road Branch	Plot No.683-C Ground Floor & Mezzanine Floor, Block-2, PECHS, Allama Iqbal Road, Karachi	Karachi	+92-21-34301817
148	DHA Phase V Ext., Saba Avenue Branch	Saba Avenue, Plot # 8-C, Badar Commercial, Street # 6, Phase V Ext, DHA, Karachi	Karachi	+92-21-35341673
150	DHA Phase V, Zamzama Lane Branch	17-E, 6th Commercial Lane, DHA Phase-V, Karachi	Karachi	+92-21-3810788
151	Kulsoom Court Branch	Kulsoom Court, Shop # 2, 3, 5A & 6, Plot DG3, KDA Scheme # 5, Block-9, Clifton, Karachi	Karachi	+92-21-38798971-77
152	DHA Phase IV Branch	Ground Floor, Plot # 99-E, 9th Commercial Street, Phase-IV, DHA, Karachi	Karachi	+92-21-35885718
154	DHA Phase II Branch	106/C, Phase-II, National Highway, D.H.A., Karachi.	Karachi	+92-21-35348772
155	Paper Market Branch	Plot # 11/2, Sheet SR-9, Seraj Quarters, Anjarwala Bakery Sharah-e-Liaquat Karachi	Karachi	+92-21-32212610 +92-21-32212356
158	West Wharf Road Branch	4/22, Puri House, West Wharf Road, Karachi	Karachi	+92-21-32205422 +92-21-32205488
159	Gulshan-e-Ravi Branch	159-A, Main Boulevard, Gulshan Ravi, Lahore	Lahore	+92-42-37401870-74 +92-42-37401890
160	Nila Gumbad Branch	Plot # 12, McLagan Road, Nila Gumbad, Lahore	Lahore	+92-42-37210102
161	Shahrah-e-Aiwan-e-Tijarat, China Chowk Branch	14-A (Ground Floor), Shahrah-e-Aiwan-e-Tijarat, Old Race Course Road, Lahore	Lahore	+92-42-36282790-95
162	Davis Road Branch	Aftab Centre, 30-Davis Road, Lahore	Lahore	+92-42-36287029 +92-42-36286965
163	Model Town Branch	Shop No.10 and 11, Commercial Market, C-Block, Model Town, Lahore	Lahore	+92-42-35915403-6
165	DHA Phase II, Commercial Area Branch	Commercial Plot # 12, Block CCA, D.H.A. Phase II, Lahore	Lahore	+92-42-35749481 +92-42-35707033
166	Bahria Town Sector C Branch	65-A, Sector-C, Bahria Town, Lahore	Lahore	+92-42-37861591-93
167	Thokar Niaz Baig Branch	171-A Ali Town, Main Raiwind Road, Lahore	Lahore	+92-42-35963291
168	Ichra Branch	Shop # 158, Mohalla Rasool Pura, Ichra, Main Ferozepura Road, Lahore.	Lahore	+92-42-37426801-05
169	Multan Road Branch	9-A Industrial Block, Scheme More, Allama Iqbal Town, Multan Road, Lahore	Lahore	+92-42-37803449
170	Muzaffarabad AJK Branch	Plot No. 26-1, Ghari Phan Chowk, Domel Syedan, Muzaffarabad, Azad Kashmir	Muzaffarabad	+92-5822-921137-38 +92-5822-920455
171	Mirpur AJK Branch	Bank Square, Allama Iqbal Road, Mirpur, Azad Kashmir	Mirpur A.K.	+92-5827-442840 +92-5827-447683
172	Hayatabad Branch	B-1, Phase V, Hayatabad, Peshawar	Peshawar	+92-91-5825305
173	Yadgar Chowk Branch	Shop No. 1,2,3,4,5,Ground & First Floor, Haroon Plaza, Chowk Yadgar, Peshawar	Peshawar	+92-91-2580718 +92-91-2590762

Br. Code	Name of Branch	Address	City	Contact No.
174	Choharmal Road Branch	Choharmal Road, Quetta, Balochistan	Quetta	+92-81-2843640
175	Mannan Chowk Branch	2-11/6-303, Mannan Chowk, M.A. Jinnah Road, Quetta	Quetta	+92-81-2836204-05
176	Murree Road Branch	North Star Plaza, 20-B, Murree Road, Satellite Town, Rawalpindi	Rawalpindi	+92-51-4426972-76
177	PWD Employees Society Branch	40-B, Block-B, Commercial Area (Extension), PWD Employees Housing Society, Lohi Bhair, Islamabad Highway, Islamabad	Islamabad	+92-51-5957660-62
179	Mian Khan Road Branch	110 Mian Khan Road, Block 5, Sargodha	Sargodha	+92-48-3726609 +92-48-3729623
180	Sargodha Road Branch	Shop No.1, Ground Floor, Al-Hamd Plaza, Batti Chowk, Lahore Road, Sheikhupura	Sheikhupura	+92-56-3545724
181	Kashmir Road Branch	155/A, BIII-125, Sublime Chowk, Kashmir Road, Sialkot	Sialkot	+92-523-241491 +92-523-241292
183	Shahdarpur Branch	Plot City Survey # 801 to 804 and 813, Station Road, Shahdarpur	Shahdarpur	+92-235-844901-02
185	Kunri Branch	Plot No. 9, Block No. 263/4 Deh Garah City, Bank Road, Kunri	Kunri	+92-238-558013-14
186	Shahdara Branch	Shahdara, Main Sheikhupura Road, Jiya Musa, Lahore	Lahore	+92-42-37919160
187	Baghbanpura Branch	266, G.T. Road, Baghbanpura, Lahore	Lahore	+92-42-36844011-12 +92-42-36844015
188	Ravi Road, Timber Market Branch	NWIII, R.78/5/A, Timber Market, Lahore	Lahore	+92-42-37722338-9
189	Circular Road Branch	Babar Center, 51-Circular Road, Outside Akbari Gate, Lahore	Lahore	+92-42-37379250
190	Badami Bagh Branch	93-Grain Market Badami Bagh, Lahore	Lahore	+92-42-37706366 +92-42-37706086
192	Bahria Town Phase VII Branch	Plot No.6, Mini River View Commercial Mall Extension- II, Bahria Town Phase VII, Rawalpindi	Rawalpindi	+92-51-5400184
193	Gojra Branch	Tehsil Office Road, Gojra	Gojra	+92-46-3515426-28
194	Shahkas, Jamrud Branch	Spinzer Market, Wazir Dhand, Main Jamrud Road, Shahkas Jamrud, District Khyber Agency	Jamrud	+92-91-3021760 +92-91-3021761
195	U.P. More Branch	Shop no. 182, Ground Floor, Plot Bearing No. A976, Sector 11-B, U.P. More, North Karachi	Karachi	+92-21-36416681-84
196	Adda Khaliqabad Tulamba Branch	Adda Khaliqabad Tulamba, District Khanewal	Khanewal	--
197	Hala Naka Branch	Shop No. 34/10 & 94/6 Situated at Main National Highway Hala Naka Hyderabad	Hyderabad	+92-22-2032564
198	DHA Phase 2 Ext. Branch	Plot No. 47-E, 21st Commercial Street, Phase II-Extension. D.H.A, Karachi	Karachi	+92-21-35392201-4
199	SMCHS Branch	Plot # 21-22, Sub Block D, Block A, Sindhi Muslim Cooperative Housing Society, Karachi	Karachi	+92-21-34300711-15
200	DHA Phase VI Branch	Plot No. 12, Main Boulevard Phase VI, DHA Lahore	Lahore	+92-42-37180315-8
201	Bahria Town Branch	Dominion Business-1, Plot No: B-34, Jinnah Avenue Commercial, Bahria Town, Karachi	Karachi	+92-42-34501000 Ext: 2201
202	Bannu Branch	Plot# 376/A, Railway Road, Bannu City, Bannu	Bannu	+92-928-660405-6
203	Dera Ismail Khan Branch	Plot # 3, Survey # 68, Circular Road, Dera Ismail Khan	Dera Ismail Khan	--
204	DHA EME Sector Branch	Plot# 408, Block-J, Commercial Area, DHA, EME Sector, Multan Road, Lahore	Lahore	+92-42-37512400-3 +92-42-37512407
205	Halalpur Branch	Chowk Halalpur Noon, Tehsil Kot Momin, District Sargodha	Sargodha	--
206	Chiniot Branch	Shan Plaza, Opposite NADRA Office, Faisalabad Road, Chiniot	Chiniot	--
207	Kallar Syedan Branch	Mouza kallar Sagwal, Tehsil Kallar Syedan, District Rawalpindi	Rawalpindi	--
208	Bahria Town Phase VIII Branch	Plot No. 43/C, Business Junction, Circulation Strip, Bahria Town, Phase VIII, Rawalpindi	Rawalpindi	--
209	Attari Ferozepur Road Branch	Plot # S-86-R-800/C/Hall, Sobra Ferozepur Road, Lahore	Lahore	--
210	G.T Road Kamoke Branch	Khasra No. 2778/2m Mahal, G.T Road Kamoke, Gujranwala	Gujranwala	--
211	Shahabpura Road Branch	BIII-85-322, Shahabpura Road, Sialkot	Sialkot	--



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