

-----Rs. in millions -----			
Profit and Loss Account	31-Mar-20	31-Mar-19	Growth
Profit before tax	1,437	1,076	33%
Profit after tax	875	556	57%
Earnings per share (Rs.)	0.75	0.48	56%

During the period under review, the Bank has demonstrated excellent results. The Bank posted a notable 57% increase in profit after tax for the quarter ended March 31, 2020 over corresponding quarter. Profit before taxation was recorded at Rs.1.437 billion, an impressive increase of 33% over the corresponding period last year. Earnings per share for the current quarter were reported at Rs.0.75 as against Rs.0.48 for the corresponding quarter.

On the revenue side, net revenue over the corresponding quarter registered a healthy growth of 28% mainly on the back of overall growth in earning assets and improvement in net spreads. Further, the foreign exchange revenues increased by 33% over the corresponding quarter as well.

The Bank also increased its Balance Sheet footing through robust growth of 8% in deposits which were deployed in financing portfolio and fresh investment were made in Global Sukuks. The liquidity position was comfortable as it remained within the targeted level. In view of the prevalent economic conditions, the non-performing portfolio showed an increasing trend as the infection ratio increased to 3.26% an increase of 0.75% over last quarter. However, it is well below the industry average.

FUTURE OUTLOOK

There is high uncertainty about the severity and duration of the COVID-19 pandemic and it is clear that it will impact the growth beyond 2020 and could lead to further downward revision in the outlook for growth and inflation. We are cognizant of the evolving situation and foresee that the operating environment will remain very challenging in the short/ medium term. Our focus, therefore, would remain on protecting the health of our balance sheet, maintaining ample liquidity to fund our assets and ensuring tight control over cost.

CREDIT RATING


VIS Credit Rating Company Limited has assigned the Bank's long-term and short term entity rating 'AA/A-1+' (Double A/A-one Plus) with stable outlook. The Tier II Sukuk and Additional Tier I Sukuk of the Bank has been assigned a credit rating of 'AA-' (Double A minus) and 'A+' (Single A Plus) respectively. These ratings were assigned in 2019 and represents sound performance indicators of the Bank along with strong sponsor support.

ACKNOWLEDGEMENT

We take this opportunity to express our gratitude to our customers and business partners for entrusting us with their business and to our Shareholder for its support and confidence. We offer sincere thanks to the State Bank of Pakistan for their guidance and cooperation extended to the Bank. We also acknowledge the efforts, commitment and dedication of our employees towards the growth of DIBPL.

For & on behalf of the Board of Directors;


Chief Executive Officer


Director

Dated: May 28, 2020