

**Dubai Islamic Bank
Pakistan Limited**

Condensed Interim Financial Information
for the period ended September 30, 2022

Dubai Islamic Bank Pakistan Limited
Condensed Interim Statement of Financial Position
As at September 30, 2022

		September 30, 2022 (Un-audited)	December 31, 2021 (Audited)
	Note	----- Rupees in '000 -----	
ASSETS			
Cash and balances with treasury banks	6	20,039,945	25,761,239
Balances with other banks	7	1,648,552	1,363,873
Due from financial institutions	8	-	1,031,302
Investments	9	103,789,218	84,861,748
Islamic financing and related assets	10	284,864,528	225,364,893
Fixed assets	11	4,465,008	4,281,548
Intangible assets	12	402,296	378,536
Deferred tax assets	13	888,092	-
Other assets	14	17,956,689	8,431,020
		434,054,328	351,474,159
LIABILITIES			
Bills payable	15	3,346,789	7,449,011
Due to financial institutions	16	76,644,038	33,545,307
Deposits and other accounts	17	301,590,186	261,573,620
Subordinated sukuks	18	7,120,000	7,120,000
Deferred tax liabilities	13	-	104,792
Other liabilities	19	15,911,811	14,114,370
		404,612,824	323,907,100
NET ASSETS		29,441,504	27,567,059
REPRESENTED BY			
Share capital		11,652,288	11,652,288
Reserves		3,775,802	3,092,713
(Deficit) / surplus on revaluation of investments	20	(860,288)	683,374
Unappropriated profit		14,873,702	12,138,684
		29,441,504	27,567,059
CONTINGENCIES AND COMMITMENTS			
	21		

The annexed notes 1 to 38 form an integral part of this condensed interim financial information.

President & CEO

Chief Financial Officer

Director

Director

Director

Dubai Islamic Bank Pakistan Limited
Condensed Interim Profit and Loss Account (Un-Audited)
For the quarter and nine months period ended September 30, 2022

		Quarter ended September 30, 2022	Quarter ended September 30, 2021	Nine months period ended September 30, 2022	Nine months period ended September 30, 2021
	<i>Note</i>	----- Rupees in '000 -----			
Profit / return earned	22	13,219,434	5,769,402	31,468,984	16,573,610
Profit / return expensed	23	(7,823,045)	(2,634,761)	(18,130,985)	(7,773,624)
Net Profit / return		5,396,389	3,134,641	13,337,999	8,799,986
OTHER INCOME					
Fee and commission income	24	488,235	441,054	1,588,856	1,419,149
Dividend income		-	-	-	-
Foreign exchange income		217,844	237,549	1,193,260	735,821
Gain on securities	25	-	216,324	-	484,692
Other (loss) / income	26	(4,093)	4,159	172	1,389
Total other income		701,986	899,086	2,782,288	2,641,051
Total income		6,098,375	4,033,727	16,120,287	11,441,037
OTHER EXPENSES					
Operating expenses	27	(2,650,331)	(2,087,124)	(7,349,875)	(6,043,243)
Workers Welfare Fund		(56,528)	(38,276)	(132,748)	(104,534)
Other charges	28	(9,985)	(16)	(11,804)	(3,031)
Total other expenses		(2,716,844)	(2,125,416)	(7,494,427)	(6,150,808)
Profit before provisions		3,381,531	1,908,311	8,625,860	5,290,229
Provisions and write offs - net	29	(555,160)	(429,180)	(1,988,492)	(944,008)
Extra ordinary / unusual items		-	-	-	-
PROFIT BEFORE TAXATION		2,826,371	1,479,131	6,637,368	4,346,221
Taxation	30	(1,415,975)	(578,775)	(3,221,922)	(1,690,107)
PROFIT AFTER TAXATION		1,410,396	900,356	3,415,446	2,656,114
----- Rupee(s) -----					
Basic & diluted earnings per share	31	1.21	0.77	2.93	2.28

The annexed notes 1 to 38 form an integral part of this condensed interim financial information.

President & CEO

Chief Financial Officer

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Director

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Dubai Islamic Bank Pakistan Limited
Condensed Interim Statement of Comprehensive Income (Un-Audited)
For the quarter and nine months period ended September 30, 2022

	Quarter ended September 30, 2022	Quarter ended September 30, 2021	Nine months period ended September 30, 2022	Nine months period ended September 30, 2021
	----- Rupees in '000 -----			
Profit after taxation for the period	1,410,396	900,356	3,415,446	2,656,114
Other comprehensive income				
Items that may be reclassified to profit and loss account in subsequent periods:				
Movement in revaluation of investments - net of tax	(664,262)	(64,506)	(1,543,662)	(131,559)
Total comprehensive income	<u>746,134</u>	<u>835,850</u>	<u>1,871,784</u>	<u>2,524,555</u>

The annexed notes 1 to 38 form an integral part of this condensed interim financial information.

President & CEO

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Dubai Islamic Bank Pakistan Limited
Condensed Interim Statement of Changes in Equity (Un-Audited)
For the nine months period ended September 30, 2022

	Share capital	Statutory reserve	Surplus / (deficit) on revaluation of investments	Unappropriated profit	Total
	Rupees in '000				
Balance as at January 01, 2021	11,652,288	2,474,851	825,345	9,671,214	24,623,698
Total comprehensive income for the period					
Profit after taxation	-	-	-	2,656,114	2,656,114
Other comprehensive (loss) / income - net of tax	-	-	(131,559)	2,252	(129,307)
	-	-	(131,559)	2,658,366	2,526,807
Transfer to statutory reserve	-	531,223	-	(531,223)	-
Balance as at September 30, 2021	11,652,288	3,006,074	693,786	11,798,357	27,150,505
Total comprehensive income for the period					
Profit after taxation	-	-	-	433,196	433,196
Other comprehensive loss - net of tax	-	-	(10,412)	(6,230)	(16,642)
	-	-	(10,412)	426,966	416,554
Transfer to statutory reserve	-	86,639	-	(86,639)	-
Balance as at December 31, 2021	11,652,288	3,092,713	683,374	12,138,684	27,567,059
Total comprehensive income for the period					
Profit after taxation	-	-	-	3,415,446	3,415,446
Other comprehensive (loss) / income - net of tax	-	-	(1,543,662)	2,661	(1,541,001)
	-	-	(1,543,662)	3,418,107	1,874,445
Transfer to statutory reserve	-	683,089	-	(683,089)	-
Balance as at September 30, 2022	11,652,288	3,775,802	(860,288)	14,873,702	29,441,504

The annexed notes 1 to 38 form an integral part of this condensed interim financial information.

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Dubai Islamic Bank Pakistan Limited
Condensed Interim Cash Flow Statement (Un-Audited)
For the nine months period ended September 30, 2022

		Nine months period ended September 30, 2022	Nine months period ended September 30, 2021
	Note	----- Rupees in '000 -----	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		6,637,368	4,346,221
Adjustments for:			
Depreciation	27	258,774	242,875
Depreciation on right-of-use assets	27	701,871	664,982
Amortisation	27	67,090	52,410
Finance cost on Ijarah (lease) liabilities	23	245,733	227,879
Gain on securities	25	-	(484,692)
Gain on sale of fixed assets	26	(172)	(1,389)
Provisions and write offs - net	29	1,988,492	944,008
		3,261,788	1,646,073
		9,899,156	5,992,294
(Increase) / decrease in operating assets			
Due from financial institutions		1,031,302	(1,126,430)
Islamic financing and related assets		(61,488,127)	(26,044,117)
Others assets		(10,118,287)	(1,002,767)
		(70,575,112)	(28,173,314)
Increase / (decrease) in operating liabilities			
Bills payable		(4,102,222)	16,564
Due to financial institutions		43,130,248	12,076,912
Deposits and other accounts		40,016,566	1,329,872
Other liabilities (excluding current taxation)		1,468,221	438,343
		80,512,813	13,861,691
		19,836,857	(8,319,329)
Income taxes paid		(2,639,854)	(1,532,646)
Net cash flow generated / (used in) from operating activities		17,197,003	(9,851,975)
CASH FLOW FROM INVESTING ACTIVITIES			
Net investments in available for sale securities		(21,557,033)	10,190,250
Investments in fixed assets		(264,343)	(240,351)
Proceeds from sale of fixed assets		9,511	19,431
Investments in intangible assets		(90,849)	(150,102)
Net cash flow (used in) / generated from investing activities		(21,902,714)	9,819,228
CASH FLOW FROM FINANCING ACTIVITIES			
Payment of Ijarah (lease) liabilities against right-of-use assets		(699,387)	(970,341)
Decrease in cash and cash equivalents		(5,405,098)	(1,003,088)
Cash and cash equivalents at beginning of the period		27,068,101	22,376,826
Cash and cash equivalents at end of the period	32	21,663,003	21,373,738

The annexed notes 1 to 38 form an integral part of this condensed interim financial information.

President & CEO

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Dubai Islamic Bank Pakistan Limited

Notes to and forming part of the Condensed Interim Financial Information (Un-Audited)

For the nine months period ended September 30, 2022

1. STATUS AND NATURE OF BUSINESS

- 1.1** Dubai Islamic Bank Pakistan Limited (the Bank) was incorporated in Pakistan as an unlisted public limited company on May 27, 2005 under the Companies Act, 2017 to carry out the business of an Islamic Commercial Bank in accordance with the principles of Islamic Shari'a.
- 1.2** The State Bank of Pakistan (the SBP) granted a "Scheduled Islamic Commercial Bank" license to the Bank on November 26, 2005 and subsequently the Bank received the Certificate of Commencement of Business from the Securities and Exchange Commission of Pakistan (the SECP) on January 26, 2006. The Bank commenced its operations as a scheduled Islamic Commercial Bank with effect from March 28, 2006 on receiving certificate of commencement of business from the SBP. The Bank is principally engaged in corporate, commercial, consumer, investing and retail banking activities.
- 1.3** VIS Credit Rating Company Limited on June 29, 2022 has reaffirmed the Bank's medium to long-term rating at 'AA' (Double A) and the short term rating at 'A-1+' (A-One Plus) with stable outlook.
- 1.4** The Bank is operating through 235 branches as at September 30, 2022 (December 31, 2021: 235 branches). The registered office of the Bank is situated at Hassan Chambers, DC-7, Block-7 Kehkashan, Clifton, Karachi. The Bank is a wholly owned subsidiary of Dubai Islamic Bank PJSC, UAE (the Holding Company).

2. BASIS OF PRESENTATION

- 2.1** The Bank provides Islamic financing and makes investments mainly through Murabaha, Musharaka, Running Musharaka, Shirkatulmilk, Istisna cum Wakala, Wakala Istithmar and refinance facilities under various refinance schemes of the State Bank of Pakistan including export refinance as briefly explained in the annual audited financial statements for the year ended December 31, 2021. The transactions of purchases, sales and leases executed under these arrangements are not reflected in this condensed interim financial information as such but are restricted to the amount of facility actually utilized and the appropriate portion of rental / profit thereon. The income on such Islamic financing and related assets is recognised in accordance with the principles of Shari'a. However, income if any, received which does not comply with the principles of Shari'a is recognised as charity payable if so directed by the Shari'a Board / Resident Shari'a Board Member of the Bank.

3. STATEMENT OF COMPLIANCE

- 3.1** This condensed interim financial information has been prepared in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standards (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 SBP and the SECP.

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

3.2 Significant accounting policies

The significant accounting policies adopted in the preparation of this condensed interim financial information are consistent with those applied in the preparation of the annual audited financial statements of the Bank for the year ended December 31, 2021.

3.2.1 Amendments to approved accounting standards that are effective in the current period

There are certain other new and amended standards that became effective during the period (enumerated in note 2 to the annual audited financial statements of the Bank for the year 2021). However, such standards did not have any significant effect on this condensed interim financial information.

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

There are certain other standards, amendments and interpretations with respect to the approved accounting standards that are not yet effective (enumerated in note 2 to the annual audited financial statements of the Bank for the year 2021) and are not expected to have any material impact on the Bank's condensed interim financial information in the period of their initial application. With regards to IFRS 9 implementation, the SBP vide its BPRD circular No. 03 dated July 05, 2022 has extended the implementation date of IFRS 9 from January 01, 2022 to January 01, 2024 for banks having assets size of less than PKR 500 billion as at December 31, 2021. However, during the transition period, the banks are required to carry out the parallel run reporting.

4. BASIS OF MEASUREMENT

4.1 Accounting convention

This condensed interim financial information have been prepared under the historical cost convention, except that certain investments, foreign currency balances and commitments in respect of certain foreign exchange contracts have been marked to market and carried at fair value.

4.2 Functional and presentation currency

This condensed interim financial information have been presented in Pakistani Rupees, which is the Bank's functional and presentation currency.

4.3 Critical accounting estimates and judgments

All critical accounting estimates adopted in the preparation of this condensed interim financial information are same as that applied in the preparation of the annual audited financial statements for the year ended December 31, 2021.

5. FINANCIAL RISK MANAGEMENT

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

		September 30, 2022 (Un-audited)	December 31, 2021 (Audited)
	Note	----- Rupees in '000 -----	
6 CASH AND BALANCES WITH TREASURY BANKS			
In hand			
- local currency		3,902,466	4,123,049
- foreign currencies		<u>2,006,977</u>	<u>801,268</u>
		5,909,443	4,924,317
With State Bank of Pakistan in			
- local currency current accounts	6.1	11,769,899	16,286,776
- foreign currency current accounts		250,330	59,647
- foreign currency deposit accounts			
- Cash reserve account	6.2	<u>1,712,362</u>	<u>1,601,948</u>
- Special cash reserve account	6.2	<u>-</u>	<u>1,922,214</u>
		1,712,362	3,524,162
With National Bank of Pakistan in			
- local currency current accounts		<u>397,911</u>	<u>966,337</u>
		20,039,945	25,761,239

- 6.1** The local currency current account is maintained with the State Bank of Pakistan (SBP) as per the requirements of Section 22 of the Banking Companies Ordinance, 1962. This section requires banking companies to maintain a local currency cash reserve in the current account opened with the SBP at a sum not less than 6% (December 31, 2021: 6%) of its demand and time liabilities in Pakistan.
- 6.2** As per DMMD Circular No. 20 dated November 13, 2021 and BSD Circular No. 15 dated June 21, 2008, , cash reserve of 6% (December 31, 2021: 6%) and special cash reserve of 6% (December 31, 2021: 6%) are required to be maintained with SBP on deposits held under the New Foreign Currency Accounts Scheme (FE-25 deposits). However, SBP has allowed relaxation to the bank in maintaining the special cash reserve requirement of 6% till November 04, 2022. These accounts are non-remunerative in nature.

		September 30, 2022 (Un-audited)	December 31, 2021 (Audited)
	Note	----- Rupees in '000 -----	
7 BALANCES WITH OTHER BANKS			
In Pakistan			
- in local currency current account		304,556	753,540
- in foreign currency current account		<u>74</u>	<u>322</u>
		304,630	753,862
Outside Pakistan			
- in foreign currencies current account	7.1	<u>1,343,922</u>	<u>610,011</u>
		1,648,552	1,363,873

- 7.1** This includes an amount of Rs. 197.65 million (December 31, 2021: Rs. 128.77 million) deposited with the holding company.

		September 30, 2022 (Un-audited)	December 31, 2021 (Audited)
		----- Rupees in '000 -----	
8 DUE FROM FINANCIAL INSTITUTIONS			
Musharaka - unsecured		-	1,000,000
Other placement with State Bank of Pakistan		<u>-</u>	<u>31,302</u>
		-	1,031,302

9 INVESTMENTS

9.1 Investments by types:	September 30, 2022 (Un-audited)				December 31, 2021 (Audited)			
	Cost / amortised cost	Provision for diminution	Surplus / (deficit)	Carrying value	Cost / amortised cost	Provision for diminution	Surplus / (deficit)	Carrying value
----- Rupees in '000 -----								
Available-for-sale securities								
Federal Government securities	47,424,381	-	(99,800)	47,324,581	24,258,893	-	(139,520)	24,119,373
Non-Government debt securities	39,665,722	(89,316)	1,138,049	40,714,455	42,749,533	(89,316)	1,365,876	44,026,093
Foreign securities	18,297,709	-	(2,547,527)	15,750,182	16,822,353	-	(106,071)	16,716,282
	105,387,812	(89,316)	(1,509,278)	103,789,218	83,830,779	(89,316)	1,120,285	84,861,748
Total investments	105,387,812	(89,316)	(1,509,278)	103,789,218	83,830,779	(89,316)	1,120,285	84,861,748

9.2 Provision for diminution in value of investments	September 30, 2022 (Un-audited)	December 31, 2021 (Audited)
	----- Rupees in '000 -----	
Opening balance	89,316	89,316
Charge for the period / year	-	-
Closing balance	89,316	89,316

9.2.1 Particulars of provision against debt securities

Category of classification	September 30, 2022 (Un-audited)		December 31, 2021 (Audited)	
	*NPI	Provision	*NPI	Provision
----- Rupees in '000 -----				
Domestic				
Other Assets Especially Mentioned	-	-	-	-
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	89,316	89,316	89,316	89,316
	89,316	89,316	89,316	89,316
Overseas	-	-	-	-
Total	89,316	89,316	89,316	89,316

* NPI stands for non-performing investments.

10 ISLAMIC FINANCING AND RELATED ASSETS

		Performing		Non-Performing		Total	
		September 30, 2022 (Un-audited)	December 31, 2021 (Audited)	September 30, 2022 (Un-audited)	December 31, 2021 (Audited)	September 30, 2022 (Un-audited)	December 31, 2021 (Audited)
Note		----- Rupees in '000 -----					
Murabaha	10.1	25,868,304	21,938,164	1,054,466	326,844	26,922,770	22,265,008
Musawamah	10.2	4,877,974	3,777,120	192,310	163,900	5,070,284	3,941,020
Tijarah cum wakala	10.3	16,166,191	10,813,657	63,000	192,000	16,229,191	11,005,657
Istisna cum Wakala	10.4	17,392,456	14,909,213	502,698	609,411	17,895,154	15,518,624
Salam	10.5	1,996,994	1,763,274	-	-	1,996,994	1,763,274
Islamic Export Refinance Scheme - SBP	10.6	16,460,445	16,186,797	126,390	136,322	16,586,835	16,323,119
Other Islamic Refinance Schemes - SBP	10.7	18,441,653	15,655,471	10,921	8,000	18,452,574	15,663,471
Wakala Istithmar		28,637,818	25,926,888	520,126	317,558	29,157,944	26,244,446
Running Musharaka financing		45,326,648	20,993,803	655,901	655,901	45,982,549	21,649,704
Shirkatulmilk - Housing	10.8	16,963,298	12,824,946	566,105	484,534	17,529,403	13,309,480
Shirkatulmilk - Autos	10.9	26,117,419	27,062,639	256,051	258,365	26,373,470	27,321,004
Shirkatulmilk - Fleet financing	10.10	4,981,229	5,676,188	175,669	312,691	5,156,898	5,988,879
Shirkatulmilk - Others		10,328,206	13,396,134	3,508,654	2,433,197	13,836,860	15,829,331
Diminishing Musharaka - Others		49,487,739	32,396,629	714,668	638,734	50,202,407	33,035,363
Staff financing		2,379,384	2,454,777	-	-	2,379,384	2,454,777
Islamic financing and related assets (gross)		285,425,758	225,775,700	8,346,959	6,537,457	293,772,717	232,313,157
Provision against Islamic financing and related assets							
Specific	10.12	-	-	(5,949,944)	(4,034,938)	(5,949,944)	(4,034,938)
General		(2,958,245)	(2,913,326)	-	-	(2,958,245)	(2,913,326)
		(2,958,245)	(2,913,326)	(5,949,944)	(4,034,938)	(8,908,189)	(6,948,264)
Islamic financing and related assets - net of provision		282,467,513	222,862,374	2,397,015	2,502,519	284,864,528	225,364,893
						September 30, 2022 (Un-audited)	December 31, 2021 (Audited)
						--- Rupees in '000 ---	
10.1	Murabaha					6,750,920	6,694,396
	Financing					19,515,402	15,573,375
	Inventory					656,448	1,032,011
	Advance					26,922,770	23,299,782
10.2	Musawamah					4,939,768	3,834,238
	Financing					130,516	106,782
	Advance					5,070,284	3,941,020
10.3	Tijarah cum wakala					15,227,421	7,930,533
	Financing					1,001,770	3,075,124
	Inventory					16,229,191	11,005,657
10.4	Istisna cum Wakala					13,935,728	7,581,580
	Financing					3,959,426	7,937,044
	Advance					17,895,154	15,518,624
10.5	Salam					1,996,994	289,497
	Financing					-	1,473,777
	Advance					1,996,994	1,763,274
10.6	Islamic Export Refinance Scheme - SBP						
	Istisna - Advance					434,000	279,500
	Istisna - Financing					245,000	509,500
	Running Musharaka - Financing					8,297,800	8,885,800
	Wakala Istithmar - Financing					7,610,035	6,648,319
						16,586,835	16,323,119

	September 30, 2022 (Un-audited)	December 31, 2021 (Audited)
	--- Rupees in '000 ---	
10.7 Other Islamic Refinance Schemes - SBP		
Islamic Long Term Financing Facility		
-Diminishing Musharaka - Financing	4,687,428	3,464,187
Payment of Wages and Salaries Refinance Scheme		
-Shirkatulmilk - Financing	594,120	1,912,456
-Running Musharaka - Financing	136,309	545,235
-Murabaha - Financing	35,789	109,337
	766,218	2,567,028
Islamic Financing Facility for Combating COVID 19		
-Musharaka - Financing	683,528	817,893
Islamic Finance Facility For Renewable Energy		
-Diminishing Musharaka - Financing	1,522,558	356,248
Islamic Temporary Economic Refinance Facility		
-Musharaka - Financing	9,896,565	7,639,539
-Shirkatulmilk - Financing	403,377	444,626
	10,299,942	8,084,165
Other Islamic Refinance Facilities		
-Musharaka - Financing	492,900	373,950
	18,452,574	15,663,471
10.8 Shirkatulmilk - Housing		
Financing	17,243,103	12,950,700
Advance	286,300	358,780
	17,529,403	13,309,480
10.9 Shirkatulmilk - Autos		
Financing	25,206,306	23,835,333
Advance	1,167,164	3,485,671
	26,373,470	27,321,004
10.10 Shirkatulmilk - Fleet financing		
Financing	4,779,219	5,292,809
Advance	377,679	696,070
	5,156,898	5,988,879
10.11 Particulars of Islamic financing and related assets (gross)		
In local currency	292,335,610	230,215,986
In foreign currencies	1,437,107	2,097,171
	293,772,717	232,313,157
10.12 Islamic financing and related assets include Rs. 8,346.959 million (December 31, 2021: Rs. 6,537.457 million) which have been placed under non-performing status as detailed below:		

	September 30, 2022 (Un-audited)		December 31, 2021 (Audited)	
Category of Classification	Non-Performing	Provision held	Non-Performing	Provision held
	----- (Rupees in '000) -----			
Domestic				
Other Assets Especially Mentioned	167,213	-	22,122	-
Substandard	113,955	20,224	244,858	35,960
Doubtful	946,380	330,792	338,321	12,337
Loss	7,119,411	5,598,928	5,932,156	3,986,641
	8,346,959	5,949,944	6,537,457	4,034,938

10.13 Particulars of provision against Islamic financing and related assets:

	September 30, 2022 (Un-audited)			December 31, 2021 (Audited)		
	Specific	General	Total	Specific	General	Total
	----- Rupees in '000 -----					
Opening balance	4,034,938	2,913,326	6,948,264	3,082,610	1,912,859	4,995,469
Charge for the period / year	2,139,364	44,919	2,184,283	1,685,654	1,000,467	2,686,121
Reversals during the period / year	(195,791)	-	(195,791)	(595,661)	-	(595,661)
	1,943,573	44,919	1,988,492	1,089,993	1,000,467	2,090,460
Amounts written-off	(28,567)	-	(28,567)	(137,665)	-	(137,665)
Closing balance	5,949,944	2,958,245	8,908,189	4,034,938	2,913,326	6,948,264

10.13.1 As allowed by the SBP, the Bank has availed benefit of Forced Sale Value (FSV) amounting to Rs. 1,695.146 million (December 31, 2021: Rs. 2,123.294 million) in determining the provisioning against non performing Islamic financings as at September 30, 2022. The additional profit arising from availing the FSV benefit - net of tax as at September 30, 2022 which is not available for distribution as either cash or stock dividend to shareholders amounted to Rs. 864.524 million (December 31, 2021: Rs. 1,295.209 million).

10.13.2 General provisioning is held against consumer finance portfolio and small enterprise financings in accordance with the requirements of the Prudential Regulations issued by the State Bank of Pakistan except for Shirkatulmilk financing - Autos. The SBP vide its letter no BPRD / BLRD - 03 / 2009 / 6877 dated October 15, 2009 has allowed relaxation to the Bank from recognising general provision against Shirkatulmilk financing - Autos on the condition that the facility will be categorised as "Loss" on the 180th day from the date of default. In this regard, the SBP vide its letter no BPRD / BRD - 04 / DIB / 2013 / 1644 dated February 12, 2013 has decided that the exemption from general reserve requirement shall only be valid till classified Auto Financing portfolio of the Bank remains upto 5% i.e. if the classified Auto Financing portfolio increases beyond the 5% threshold, the exemption shall stand withdrawn from that point of time.

10.13.3 In addition to the existing general provision requirement under prudential regulation, the Bank has also maintained a general provision of Rs.2,714 million (December 31, 2021: Rs.2,714 million) against financing made on prudent basis, in view of the prevailing economic conditions.

	Note	September 30, 2022 (Un-audited)	December 31, 2021 (Audited)
		--- Rupees in '000 ---	
11 FIXED ASSETS			
Capital work-in-progress	11.1	20,373	13,754
Property and equipment		1,484,406	1,494,794
Right-of-use assets		2,960,229	2,773,000
		<u>4,465,008</u>	<u>4,281,548</u>
11.1 Capital work-in-progress			
Civil works		3,002	441
Equipment		17,371	13,313
		<u>20,373</u>	<u>13,754</u>
		September 30, 2022 (Un-audited)	September 30, 2021
		--- Rupees in '000 ---	
11.2 Additions to fixed assets			
Furniture and fixtures		16,437	18,180
Electrical, office and computer equipment		169,195	193,273
Leasehold improvements		37,637	64,893
Vehicles		34,455	6,801
		<u>257,724</u>	<u>283,147</u>
		September 30, 2022 (Un-audited)	December 31, 2021 (Audited)
		--- Rupees in '000 ---	
12 INTANGIBLE ASSETS			
Capital work-in-progress - Advance to suppliers		96,399	59,168
Computer software		305,897	319,368
		<u>402,296</u>	<u>378,536</u>
		September 30, 2022 (Un-audited)	September 30, 2021
		--- (Rupees in '000) ---	
12.1 Additions to intangible assets			
Directly purchased (including transfer from CWIP)		53,618	137,271

		September 30, 2022 (Un-audited)			
		January 01, 2022	Recognised in P&L	Recognised in OCI	September 30, 2022
		----- Rupees in '000 -----			
13	DEFERRED TAX ASSETS				
	Deductible temporary differences on:				
	Accelerated (tax) / accounting depreciation and amortisation	(201)	18,020	-	17,819
	(Surplus) / deficit on revaluation of investments	(436,911)	-	1,085,901	648,990
	Provision against non-performing Islamic financing and related assets	302,873	(114,058)	-	188,815
	Provision against other assets	3,507	360	-	3,867
	Deficit on defined benefit plan	25,940	-	2,661	28,601
		(104,792)	(95,678)	1,088,562	888,092
	Taxable temporary differences on:				
	Accelerated tax depreciation and amortisation	(695)	494	-	(201)
	Surplus on revaluation of investments	(444,416)	-	7,505	(436,911)
		(445,111)	494	7,505	(437,112)
	Deductible temporary differences on:				
	Provision against non-performing Islamic financing and related assets	71,741	231,132	-	302,873
	Provision against other assets	611	2,896	-	3,507
	Deficit on defined benefit plan	19,705	-	6,235	25,940
		92,057	234,028	6,235	332,320
		(353,054)	234,522	13,740	(104,792)
				September 30, 2022	December 31, 2021
				(Un-audited)	(Audited)
				--- (Rupees in '000) ---	
	Profit / return accrued in local currency - net			12,916,593	4,389,992
	Profit / return accrued in foreign currencies - net			71,790	125,935
	Advances, deposits and other prepayments			1,118,837	892,810
	Mark to market gain on forward foreign exchange contracts			1,338,733	111,827
	Current taxation (payments less provisions)			-	169,170
	Acceptances			2,054,777	2,478,225
	Commission receivable			55,008	52,185
	Others			409,944	219,869
				17,965,682	8,440,013
	Less: Provision held against other assets			(8,993)	(8,993)
				17,956,689	8,431,020
14	OTHER ASSETS				
	Profit / return accrued in local currency - net			12,916,593	4,389,992
	Profit / return accrued in foreign currencies - net			71,790	125,935
	Advances, deposits and other prepayments			1,118,837	892,810
	Mark to market gain on forward foreign exchange contracts			1,338,733	111,827
	Current taxation (payments less provisions)			-	169,170
	Acceptances			2,054,777	2,478,225
	Commission receivable			55,008	52,185
	Others			409,944	219,869
				17,965,682	8,440,013
	Less: Provision held against other assets			(8,993)	(8,993)
				17,956,689	8,431,020
15	BILLS PAYABLE				
	In Pakistan			3,335,591	7,440,147
	Outside Pakistan			11,198	8,864
				3,346,789	7,449,011
16	DUE TO FINANCIAL INSTITUTIONS				
	Secured				
	Musharaka from the State Bank of Pakistan under Islamic Export Refinance Scheme			15,421,745	15,721,797
	Investment from the State Bank of Pakistan under Islamic Long Term Financing Facility			4,392,390	3,414,483
	under Payment of Wages and Salaries Refinance Scheme			764,074	2,569,020
	under Islamic Financing Facility for Combating COVID 19			633,679	759,143
	under Islamic Finance Facility For Renewable Energy			946,350	310,003
	under Islamic Temporary Economic Refinance Facility			9,639,587	6,539,900
	under other Islamic Refinance Facilities			462,900	373,950
	Mudarabah facility from the State Bank of Pakistan			32,057,819	-
				64,318,544	29,688,296
	Other Musharaka acceptance			3,000,000	-
	Total Secured			67,318,544	29,688,296
	Unsecured				
	Musharaka acceptance			6,300,000	3,800,000
	Wakala acceptance			3,000,000	-
	Overdrawn nostros			25,494	57,011
	Total Unsecured			9,325,494	3,857,011
				76,644,038	33,545,307

	September 30, 2022 (Un-audited)	December 31, 2021 (Audited)
	--- (Rupees in '000) ---	
16.1 Particulars of due to financial institutions with respect to currencies		
In local currency	76,618,544	33,488,296
In foreign currencies	25,494	57,011
	76,644,038	33,545,307

17 DEPOSITS AND OTHER ACCOUNTS

	September 30, 2022 (Un-audited)			December 31, 2021 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	----- (Rupees in '000) -----					
Customers						
Current deposits	66,983,665	18,205,693	85,189,358	68,719,908	16,005,918	84,725,826
Savings deposits	101,160,548	9,034,583	110,195,131	93,132,815	8,446,665	101,579,480
Term deposits	47,434,362	25,895,096	73,329,458	34,972,950	7,560,198	42,533,148
Others	7,026,330	-	7,026,330	4,934,565	-	4,934,565
	222,604,905	53,135,372	275,740,277	201,760,238	32,012,781	233,773,019
Financial institutions						
Current deposits	222,898	52,156	275,054	373,845	40,620	414,465
Savings deposits	20,289,754	-	20,289,754	22,290,009	-	22,290,009
Term deposits	5,285,101	-	5,285,101	5,096,127	-	5,096,127
	25,797,753	52,156	25,849,909	27,759,981	40,620	27,800,601
	248,402,658	53,187,528	301,590,186	229,520,219	32,053,401	261,573,620

		September 30, 2022 (Un-audited)	December 31, 2021 (Audited)
		---- (Rupees in '000) ----	
18 SUBORDINATED SUKUK	Note		
Additional Tier I Sukuk	18.1	3,120,000	3,120,000
Tier II Sukuk	18.2	4,000,000	4,000,000
		7,120,000	7,120,000

- 18.1 In December 2018, the Bank issued regulatory Shari'a compliant perpetual, unsecured, subordinated privately placed Additional Tier I Sukuk based on Mudaraba of Rs. 3,120 million as instrument of redeemable capital under section 66 of the Companies Act, 2017. The brief description of sukuk is as follows:

Credit rating	A+ (Single A - Plus) by VIS Credit Rating Company Limited.
Tenor	Perpetual
Profit payment frequency	Monthly in arrears
Redemption	Perpetual
Expected periodic profit amount (Mudaraba profit amount)	The Mudaraba Profit is computed under General Pool on the basis of profit sharing ratio and monthly weightages announced by the Bank under the SBP guidelines of pool management. Last announced profit rate on the Sukuk is 16.54% per annum.
Call option	The Bank may call Additional Tier I Sukuk with prior approval of SBP on or after five years from the date of issue.
Loss absorbency	The Additional Tier I Sukuk, at the option of the SBP, will be fully and permanently converted into common shares upon the occurrence of a point of non-viability trigger event as determined by SBP or for any other reason as may be directed by SBP.
Lock-in-clause	Profit and/or redemption amount can be held back in respect of the Additional Tier I Sukuk, if such payment will result in a shortfall in the Issuer's minimum capital or capital adequacy ratio requirement.

- 18.2 In July 2017, the Bank issued regulatory Shariah compliant unsecured, subordinated privately placed Tier II Sukuk based on Mudaraba of Rs. 4,000 million as instrument of redeemable capital under section 66 of the Companies Act, 2017. The brief description of sukuk is as follows:

Credit rating	AA- (Double AA - Minus) by VIS Credit Rating Company Limited.
Tenor	10 years from the issue date
Profit payment frequency	Semi-annually in arrears
Redemption	On the tenth anniversary from the issue date of sukuk
Expected periodic profit amount (Mudaraba profit amount)	The Mudaraba Profit is in accordance with the agreed profit sharing ratios / weightages assigned by the bank from time-to-time coinciding with the relevant profit distribution frequency for the relevant profit distribution period. Last announced profit rate on the sukuk is 15.99% per annum.
Call option	The Bank may call Tier II Sukuk with prior approval of SBP on or after five years from the date of issue.
Loss absorbency	The Tier II Sukuk, at the option of the SBP, will be fully and permanently converted into common shares upon the occurrence of a point of non-viability trigger event as determined by SBP or for any other reason as may be directed by SBP.
Lock-in-clause	Profit and/or redemption amount can be held back in respect of the Tier II Sukuk, if such payment will result in a shortfall in the Issuer's minimum capital or capital adequacy ratio requirement.

		September 30, 2022 (Un-audited)	December 31, 2021 (Audited)
		--- (Rupees in '000) ---	
19	OTHER LIABILITIES		
	Profit / return payable in local currency	2,990,799	1,462,977
	Profit / return payable in foreign currencies	108,227	55,258
	Deferred income murabaha / musawamah	3,053,100	2,440,527
	Accrued expenses	739,855	777,835
	Advance from financing customers	1,295,190	1,410,787
	Mark to market loss on forward foreign exchange contracts	385,615	112,337
	Acceptances	2,054,777	2,478,225
	Current taxation (provisions less payments)	317,220	-
	Security deposits against Islamic financing and related assets	100,270	151,374
	Ijarah (lease) liabilities	3,101,712	2,666,266
	Payable to dealers, contractors, etc.	233,915	581,398
	Workers Welfare Fund payable	632,758	500,010
	Payable to Employees Old Age Benefit Institution	153,069	136,201
	Sundry Creditors	146,079	281,976
	Others	599,225	1,059,199
		<u>15,911,811</u>	<u>14,114,370</u>
20	(DEFICIT) / SURPLUS ON REVALUATION OF INVESTMENTS		
	(Deficit) / surplus on revaluation of Available-For-Sale securities		
	Sukuk certificates	(1,509,278)	1,120,285
	Less: Related deferred tax asset / (liability)	<u>648,990</u>	<u>(436,911)</u>
		<u>(860,288)</u>	<u>683,374</u>
21	CONTINGENCIES AND COMMITMENTS		
	Guarantees	21.1 27,725,191	26,262,065
	Commitments	21.2 62,041,936	51,790,251
	Other contingent liabilities	21.3 211,480	211,480
		<u>89,978,607</u>	<u>78,263,796</u>
21.1	Guarantees		
	Financial guarantees	26,647	108,546
	Performance guarantees	8,692,316	6,209,764
	Other guarantees	<u>19,006,228</u>	<u>19,943,755</u>
		<u>27,725,191</u>	<u>26,262,065</u>
21.2	Commitments		
	Documentary credits and short-term trade-related transactions		
	Import letters of credit	31,065,260	34,649,476
	Commitments in respect of:		
	- Forward foreign exchange contracts - net	21.2.1 22,849,371	7,329,426
	- Islamic financing and related assets	7,675,341	9,602,000
	Commitments for acquisition of:		
	- Fixed assets	250,266	77,838
	- Intangible assets	<u>201,698</u>	<u>131,511</u>
		<u>62,041,936</u>	<u>51,790,251</u>
21.2.1	Commitments in respect of forward foreign exchange contracts - net		
	Purchase	34,557,884	17,847,323
	Sale	<u>11,708,513</u>	<u>10,517,897</u>
		<u>22,849,371</u>	<u>7,329,426</u>

21.3 Tax contingencies

The income tax authorities have amended assessment orders of the Bank for prior years including the tax year 2021. The disallowances were mainly due to IFRS 16 "Leases" related adjustments, charge/reversals of provision against financing, provision against investments and Workers Welfare Fund. The Bank has filed appeals before the various appellate forums against these amendments for prior years up until Tax Year 2021.

For the tax year 2015, tax authorities have issued a notice to amend assessment against the adjustment of minimum tax paid in prior years amounting to Rs. 211.48 million. The management of the Bank approached Sindh High Court and subsequently the Honorable Supreme Court of Pakistan against the order of the Sindh High Court. The Honorable Supreme Court of Pakistan has granted leave to appeal. The appeal is expected to be fixed soon. Through Finance Act 2021 favorable amendment has been made to section 113(2)(c) strengthening Bank's stance on adjustment of minimum tax for the years where no tax was payable. The management of the Bank is confident that the appeals will be decided in favor of the Bank in respect of the aforementioned matters.

	September 30, 2022	September 30, 2021
	(Un-audited)	
	----- Rupees in '000 -----	
22 PROFIT / RETURN EARNED		
On Islamic financing and related assets to customers	23,951,539	13,170,540
On investments in available-for-sale securities	7,326,898	3,263,537
On due from financial institutions	190,547	139,533
	<u>31,468,984</u>	<u>16,573,610</u>
23 PROFIT / RETURN EXPENSED		
Deposits and other accounts	13,472,417	6,545,772
Subordinated sukuks	718,384	450,463
Due to financial institutions	2,944,283	523,352
Finance cost on Ijarah (lease) liabilities	245,733	227,879
Cost of foreign currency swaps	750,168	26,158
	<u>18,130,985</u>	<u>7,773,624</u>
24 FEE & COMMISSION INCOME		
Consumer finance related fees	504,276	462,701
Credit related fees	70,631	94,714
Investment banking fees	129,420	80,510
Branch banking customer fees	75,940	78,436
Card related fees	182,215	152,748
Commission on trade	251,165	286,476
Commission on guarantees	136,665	59,332
Commission on cash management	67,490	36,280
Commission on remittances including home remittances	10,117	17,904
Commission on bancassurance	29,594	36,559
Rebate income	101,438	105,094
Others	29,905	8,395
	<u>1,588,856</u>	<u>1,419,149</u>
25 GAIN ON SECURITIES		
Realised		
Debt securities	-	484,692
26 OTHER INCOME		
Gain on sale of fixed assets - net	172	1,389

27 **OPERATING EXPENSES**

September 30, September 30,
2022 2021
(Un-audited)
----- Rupees in '000 -----

Total compensation expense 3,073,444 2,559,097

Property expense

Takaful charges	666	731
Utilities cost	432,299	242,449
Security	213,929	175,714
Repair & maintenance (including janitorial charges)	150,261	110,607
Depreciation	61,507	70,122
Depreciation on right-of-use assets	701,871	664,982
	1,560,533	1,264,605

Information technology expenses

Software maintenance	301,668	254,397
Hardware maintenance	129,971	109,300
Depreciation	89,505	77,604
Amortisation	67,090	52,410
Networking and connectivity charges	113,573	115,132
Outsourced services cost	30,570	25,143
Takaful charges	1,065	900
Others	2,291	2,221
	735,733	637,107

Other operating expenses

Directors' fee and allowances	6,357	9,580
Fees and allowances to Shari'a Board members	10,342	9,522
Legal and professional charges	33,976	27,776
Outsourced services cost	125,316	85,948
Travelling and conveyance	27,198	14,360
NIFT clearing charges	31,240	25,616
Depreciation	107,762	95,149
Training and development	9,719	9,305
Postage and courier charges	26,510	26,855
Communications	196,673	158,928
Stationary and printing	148,599	111,156
Marketing, advertising and publicity	151,303	116,329
Auditors' remuneration	5,400	5,400
Brokerage, commission and bank charges	405,454	284,422
Tracker related charges	113,959	124,419
Cash transportation charges	211,806	167,616
Repair and maintenance	88,981	74,546
Subscription fees	19,981	14,762
Takaful charges	31,761	40,455
Deposit premium cost	103,108	91,678
Others	124,720	88,612
	1,980,165	1,582,434
	7,349,875	6,043,243

		September 30, 2022	September 30, 2021
	Note	(Un-audited)	
		----- Rupees in '000 -----	
28 OTHER CHARGES			
Penalties imposed by State Bank of Pakistan		11,804	3,031
29 PROVISIONS & WRITE OFFS - NET			
Provision against Islamic financing and related assets - net	10.13	1,988,492	945,754
Reversal of provision against other assets		-	(1,746)
		1,988,492	944,008
30 TAXATION			
Current		3,126,244	2,038,404
Deferred - for the period		127,081	(348,297)
Deferred - prior year		(31,403)	-
		3,221,922	1,690,107
31 BASIC AND DILUTED EARNINGS PER SHARE			
Profit after taxation for the period		3,415,446	2,656,114
		----	Number ----
Weighted average number of ordinary shares		1,165,228,776	1,165,228,776
		----	Rupees ----
Earning per share - basic and diluted		2.93	2.28
32 CASH AND CASH EQUIVALENTS			
Cash and balances with treasury banks	6	20,039,945	19,357,562
Balances with other banks	7	1,648,552	2,018,627
Overdrawn nostros	16	(25,494)	(2,451)
		21,663,003	21,373,738

33 FAIR VALUE OF FINANCIAL INSTRUMENTS

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

On-Balance sheet Financial Instruments	September 30, 2022 (Un-audited)						Fair Value			
	Carrying Value									
	Held to Maturity	Available for Sale	Financing and receivables	Other financial assets	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)										
Financial assets - measured at fair value										
Investments										
Federal Government securities	-	43,300,200	-	-	-	43,300,200	-	43,300,200	-	43,300,200
Non-Government debt securities	-	40,164,456	-	-	-	40,164,456	38,292,338	1,872,118	-	40,164,456
Foreign securities	-	15,750,182	-	-	-	15,750,182	15,750,182	-	-	15,750,182
Other assets										
Mark to market gain on forward foreign exchange contracts	-	-	-	1,338,733	-	1,338,733	-	1,338,733	-	1,338,733
Financial assets - not measured at fair value										
Cash and balances with treasury banks	-	-	-	20,039,945	-	20,039,945				
Balances with other banks	-	-	-	1,648,552	-	1,648,552				
Due from financial institution	-	-	-	-	-	-				
Investments	-	4,574,381	-	-	-	4,574,381				
Islamic financings and related assets - net	-	-	284,864,528	-	-	284,864,528				
Other asset	-	-	-	15,620,756	-	15,620,756				
	-	103,789,219	284,864,528	38,647,986	-	427,301,733				
Financial liabilities - measured at fair value										
Other liabilities										
Mark to market loss on forward foreign exchange contracts	-	-	-	-	385,615	385,615	-	385,615	-	385,615
Financial liabilities - not measured at fair value										
Bills payable	-	-	-	-	3,346,789	3,346,789				
Due to financial institutions	-	-	-	-	76,644,038	76,644,038				
Deposits and other accounts	-	-	-	-	301,590,186	301,590,186				
Subordinated sukuk	7,120,000	-	-	-	-	7,120,000				
Other liabilities	-	-	-	-	11,248,065	11,248,065				
	7,120,000	-	-	-	393,214,693	400,334,693				
Off-balance sheet financial instruments - measured at fair value										
Forward foreign exchange contracts - net	-	-	-	23,802,489	-	23,802,489	-	23,802,489	-	23,802,489
December 31, 2021 (Audited)										
On-Balance sheet Financial Instruments	Carrying Value						Fair Value			
	Held to Maturity	Available for Sale	Financing and receivables	Other financial assets	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000)									
Financial assets - measured at fair value										
Investments										
Federal Government securities	-	23,260,480	-	-	-	23,260,480	-	23,260,480	-	23,260,480
Non-Government debt securities	-	41,263,593	-	-	-	41,263,593	38,905,940	2,357,653	-	41,263,593
Foreign securities	-	16,716,282	-	-	-	16,716,282	16,716,282	-	-	16,716,282
Other assets										
Mark to market gain on forward foreign exchange contracts	-	-	-	111,827	-	111,827	-	111,827	-	111,827
Financial assets - not measured at fair value										
Cash and balances with treasury banks	-	-	-	25,761,239	-	25,761,239				
Balances with other banks	-	-	-	1,363,873	-	1,363,873				
Due from financial institution	-	-	-	1,031,302	-	1,031,302				
Investments	-	3,621,393	-	-	-	3,621,393				
Islamic financings and related assets - net	-	-	225,364,893	-	-	225,364,893				
Other asset	-	-	-	7,350,181	-	7,350,181				
	-	84,861,748	225,364,893	35,618,422	-	345,845,063				
Financial liabilities - measured at fair value										
Other liabilities										
Mark to market loss on forward foreign exchange contracts	-	-	-	-	112,337	112,337	-	112,337	-	112,337
Financial liabilities - not measured at fair value										
Bills payable	-	-	-	-	7,449,011	7,449,011				
Due to financial institutions	-	-	-	-	33,545,307	33,545,307				
Deposits and other accounts	-	-	-	-	261,573,620	261,573,620				
Subordinated sukuk	7,120,000	-	-	-	-	7,120,000				
Other liabilities	-	-	-	-	10,865,193	10,865,193				
	7,120,000	-	-	-	313,545,468	320,665,468				
Off-balance sheet financial instruments - measured at fair value										
Forward foreign exchange contracts - net	-	-	-	7,328,916	-	7,328,916	-	7,328,916	-	7,328,916

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).

34 SEGMENT DETAILS WITH RESPECT TO BUSINESS ACTIVITIES

September 30, 2022 (Un-audited)							
	Corporate Banking	SME & Commercial Banking	Consumer Banking	Treasury	Others	Inter-segment Eliminations	Total
(Rupees in '000)							
Condensed Interim Profit and Loss Account							
Net profit earned	8,220,710	2,112,514	(2,593,551)	5,531,036	67,290	-	13,337,999
Inter segment revenue - net	(6,969,927)	596,099	11,795,316	(5,354,026)	(67,462)	-	-
Other income / (loss)	996,215	742,926	1,222,802	(179,827)	172	-	2,782,288
Total income	2,246,998	3,451,539	10,424,567	(2,817)	-	-	16,120,287
Segment direct expenses	(481,958)	(1,297,745)	(4,621,894)	(116,709)	-	-	(6,518,306)
Inter segment expense allocation	(102,408)	(202,294)	(636,067)	(35,352)	-	-	(976,121)
Total expenses	(584,366)	(1,500,039)	(5,257,961)	(152,061)	-	-	(7,494,427)
Provisions	(1,333,188)	(587,918)	(67,386)	-	-	-	(1,988,492)
Profit / (loss) before tax	329,444	1,363,582	5,099,220	(154,878)	-	-	6,637,368
Condensed Interim Statement of Financial Position							
Cash and bank balances	-	797,434	5,112,010	1,648,552	14,130,501	-	21,688,497
Due from financial institutions	-	-	-	-	-	-	-
Investments	-	-	-	103,789,218	-	-	103,789,218
Net inter segment lending	-	7,890,109	136,266,891	-	22,492,097	(166,649,097)	-
Islamic financings and related assets							
- performing - net	171,737,536	55,713,156	52,637,437	-	2,379,384	-	282,467,513
- non-performing - net	457,467	1,477,785	461,763	-	-	-	2,397,015
Others	7,370,153	4,594,854	5,289,372	5,894,580	563,126	-	23,712,085
Total Assets	179,565,156	70,473,338	199,767,473	111,332,350	39,565,108	(166,649,097)	434,054,328
Due to financial institutions	20,949,050	11,311,675	-	44,383,313	-	-	76,644,038
Deposits & other accounts	55,680,974	55,175,297	190,640,392	93,523	-	-	301,590,186
Net inter segment borrowing	99,758,339	-	-	66,890,758	-	(166,649,097)	-
Subordinated sukuk	-	-	-	-	7,120,000	-	7,120,000
Others	3,176,793	3,986,366	9,127,081	825,044	2,143,316	-	19,258,600
Total liabilities	179,565,156	70,473,338	199,767,473	112,192,638	9,263,316	(166,649,097)	404,612,824
Equity	-	-	-	(860,288)	30,301,792	-	29,441,504
Total Equity and liabilities	179,565,156	70,473,338	199,767,473	111,332,350	39,565,108	(166,649,097)	434,054,328
Contingencies and commitments	32,744,848	25,837,352	8,305,258	22,850,813	240,336	-	89,978,607
September 30, 2021 (Un-audited)							
	Corporate Banking	SME & Commercial Banking	Consumer Banking	Treasury	Others	Inter-segment Eliminations	Total
(Rupees in '000)							
Condensed Interim Profit and Loss Account							
Net profit earned	4,886,400	1,228,700	(242,606)	3,315,520	(388,028)	-	8,799,986
Inter segment revenue - net	(3,622,703)	788,371	5,415,724	(2,968,031)	386,639	-	-
Other income	420,214	463,211	1,047,258	708,979	1,389	-	2,641,051
Total income	1,683,911	2,480,282	6,220,376	1,056,468	-	-	11,441,037
Segment direct expenses	(371,932)	(1,083,589)	(3,901,231)	(103,350)	-	-	(5,460,102)
Inter segment expense allocation	(75,812)	(82,085)	(497,382)	(35,427)	-	-	(690,706)
Total expenses	(447,744)	(1,165,674)	(4,398,613)	(138,777)	-	-	(6,150,808)
Provisions	(737,665)	(108,650)	(97,693)	-	-	-	(944,008)
Profit before tax	498,502	1,205,958	1,724,070	917,691	-	-	4,346,221
December 31, 2021 (Audited)							
	Corporate Banking	SME & Commercial Banking	Consumer Banking	Treasury	Others	Inter-segment Eliminations	Total
(Rupees in '000)							
Condensed Interim Statement of Financial Position							
Cash and bank balances	-	836,779	4,087,538	1,363,873	20,836,922	-	27,125,112
Due from financial institutions	-	-	-	1,031,302	-	-	1,031,302
Investments	-	-	-	84,861,748	-	-	84,861,748
Net inter segment lending	-	7,744,868	123,871,120	-	12,947,607	(144,563,595)	-
Islamic financings and related assets							
- performing - net	116,944,943	53,658,495	49,804,159	-	2,454,777	-	222,862,374
- non-performing - net	1,397,132	698,546	406,841	-	-	-	2,502,519
Others	3,757,099	2,896,443	4,940,040	1,204,906	292,616	-	13,091,104
Total Assets	122,099,174	65,835,131	183,109,698	88,461,829	36,531,922	(144,563,595)	351,474,159
Due to financial institutions	19,987,647	9,700,650	-	3,857,010	-	-	33,545,307
Deposits & other accounts	39,404,696	51,389,245	170,692,153	87,526	-	-	261,573,620
Net inter segment borrowing	60,746,267	-	-	83,817,328	-	(144,563,595)	-
Subordinated sukuk	-	-	-	-	7,120,000	-	7,120,000
Others	1,960,564	4,745,236	12,417,545	16,591	2,528,237	-	21,668,173
Total liabilities	122,099,174	65,835,131	183,109,698	87,778,455	9,648,237	(144,563,595)	323,907,100
Equity	-	-	-	683,374	26,883,685	-	27,567,059
Total Equity and liabilities	122,099,174	65,835,131	183,109,698	88,461,829	36,531,922	(144,563,595)	351,474,159
Contingencies and Commitments	38,273,909	23,104,030	9,319,275	7,329,426	237,156	-	78,263,796

35 RELATED PARTY TRANSACTIONS

The Bank has related party relationship with Dubai Islamic Bank P.J.S.C, U.A.E, the holding company, directors, related group companies and associated undertakings, key management personnel and Staff Retirement Funds.

A number of banking transactions are entered into with related parties in the normal course of business. These mainly include financing and deposit transactions. These transactions are executed substantially on the same terms including profit rates and collateral, as those prevailing at the time for comparable transactions with unrelated parties and do not involve more than a normal risk. Contributions to staff retirement benefit plan are made in accordance with the terms of the contribution plan. Remuneration and other benefits to the executives are determined in accordance with the terms of their appointment.

Usual transactions with related parties include deposits, financing, returns and provision of other banking services. Transactions with executives are undertaken at terms in accordance with employment agreements and service rules.

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

	September 30, 2022 (Un-audited)					December 31, 2021 (Audited)				
	Holding Company	Directors	Key management personnel	Others**	Total	Holding Company	Directors	Key management personnel	Others**	Total
----- (Rupees in '000) -----										
Balances with other banks										
As at January 1	128,774	-	-	-	128,774	51,819	-	-	-	51,819
Deposited during the period / year	41,935,288	-	-	-	41,935,288	41,757,775	-	-	-	41,757,775
Withdrawals during the period / year	(41,866,417)	-	-	-	(41,866,417)	(41,680,820)	-	-	-	(41,680,820)
Closing balance	197,645	-	-	-	197,645	128,774	-	-	-	128,774
Islamic financing and related assets										
As at January 1	-	-	169,974	-	169,974	-	-	144,043	-	144,043
Disbursed during the period / year	-	-	61,320	-	61,320	-	-	83,338	-	83,338
Payments during the period / year	-	-	(43,084)	-	(43,084)	-	-	(76,059)	-	(76,059)
Adjustments *	-	-	22,177	-	22,177	-	-	18,652	-	18,652
Closing balance	-	-	210,387	-	210,387	-	-	169,974	-	169,974
Deposits and other accounts										
As at January 1	87,254	6,705	110,850	1,056,088	1,260,897	142,168	12,155	97,826	1,434,819	1,686,968
Received during the period / year	8,952,613	2,996	835,819	452,038	10,243,466	15,951,267	24,408	804,874	9,262,362	26,042,911
Withdrawals during the period / year	(8,955,086)	(6,854)	(779,209)	(238,073)	(9,979,222)	(16,006,181)	(26,056)	(795,644)	(9,641,093)	(26,468,974)
Adjustments *	-	-	464	-	464	-	(3,802)	3,794	-	(8)
Closing balance	84,781	2,847	167,924	1,270,053	1,525,606	87,254	6,705	110,850	1,056,088	1,260,897
Other Liability										
As at January 1,	-	-	20,620	-	20,620	-	-	12,900	-	12,900
Withheld during the period / year	-	-	16,256	-	16,256	-	-	12,020	-	12,020
Paid during the period / year	-	-	(8,307)	-	(8,307)	-	-	(4,300)	-	(4,300)
Closing balance	-	-	28,569	-	28,569	-	-	20,620	-	20,620
Contingencies and commitments										
Foreign currency purchase contracts	6,337,231	-	-	-	6,337,231	6,058,663	-	-	-	6,058,663
Foreign currency sale contracts	6,337,231	-	-	-	6,337,231	6,058,663	-	-	-	6,058,663
Other guarantees	2,563	-	-	-	2,563	-	399,128	-	-	399,128
----- (Rupees in '000) -----										
	September 30, 2022 (Un-audited)					September 30, 2021 (Un audited)				
	Holding Company	Directors	Key management personnel	Others**	Total	Holding Company	Directors	Key management personnel	Others**	Total
----- (Rupees in '000) -----										
Transactions during the period										
Fees and allowances	-	6,357	8,538	-	14,895	-	9,580	7,937	-	17,517
Remuneration to key management personnel (Including bonus)	-	-	304,902	-	304,902	-	-	249,888	-	249,888
Profit earned on financings	-	-	6,128	-	6,128	-	-	4,714	-	4,714
Profit expensed on deposits	-	2	9,729	106,589	116,320	-	236	3,252	71,082	74,570
Profit expensed on other liability	-	-	2,170	-	2,170	-	-	914	-	914
Contribution made to gratuity fund	-	-	-	72,000	72,000	-	-	-	65,073	65,073
Contribution made to provident fund	-	-	-	100,813	100,813	-	-	-	91,723	91,723

* Primarily relates to those directors and key management personnel who are no longer related parties or have become related parties of the Bank as at September 30, 2022.

** Represents Dubai Islamic Bank Pakistan Limited's Provident & Gratuity Funds.

**36 CAPITAL ADEQUACY, LEVERAGE RATIO &
LIQUIDITY REQUIREMENTS**

September 30, 2022
(Un-audited)
----- Rupees in '000 -----

December 31, 2021
(Audited)

Minimum Capital Requirement:

Paid-up capital

<u><u>11,652,288</u></u>	<u><u>11,652,288</u></u>
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Capital Adequacy Ratio:

Eligible Common Equity Tier I Capital

<u><u>29,045,979</u></u>	<u><u>26,514,582</u></u>
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Eligible Additional Tier I Capital

<u><u>3,120,000</u></u>	<u><u>3,120,000</u></u>
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Total Eligible Tier I Capital

<u><u>32,165,979</u></u>	<u><u>29,634,582</u></u>
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Eligible Tier II Capital

<u><u>6,007,297</u></u>	<u><u>7,330,705</u></u>
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Total Eligible Capital (Tier I + Tier II)

<u><u>38,173,276</u></u>	<u><u>36,965,287</u></u>
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Risk Weighted Assets:

Credit Risk

<u><u>224,583,772</u></u>	<u><u>211,786,481</u></u>
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Market Risk

<u><u>1,846,004</u></u>	<u><u>210,919</u></u>
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Operational Risk

<u><u>26,305,661</u></u>	<u><u>26,305,661</u></u>
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Total

<u><u>252,735,437</u></u>	<u><u>238,303,061</u></u>
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Common Equity Tier I Capital Adequacy Ratio

<u><u>11.49%</u></u>	<u><u>11.13%</u></u>
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Tier I Capital Adequacy Ratio

<u><u>12.73%</u></u>	<u><u>12.44%</u></u>
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Total Capital Adequacy Ratio

<u><u>15.10%</u></u>	<u><u>15.51%</u></u>
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Leverage Ratio:

Eligible Tier I Capital

<u><u>32,165,979</u></u>	<u><u>29,634,582</u></u>
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Total Exposures

<u><u>529,318,151</u></u>	<u><u>425,221,999</u></u>
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Leverage Ratio

<u><u>6.08%</u></u>	<u><u>6.97%</u></u>
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Liquidity Coverage Ratio:

Total High Quality Liquid Assets

<u><u>86,835,835</u></u>	<u><u>78,831,848</u></u>
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Total Net Cash Outflow

<u><u>72,399,724</u></u>	<u><u>48,527,995</u></u>
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Liquidity Coverage Ratio

<u><u>119.94%</u></u>	<u><u>162.45%</u></u>
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Net Stable Funding Ratio:

Total Available Stable Funding

<u><u>270,565,158</u></u>	<u><u>234,218,377</u></u>
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Total Required Stable Funding

<u><u>234,770,338</u></u>	<u><u>189,869,716</u></u>
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Net Stable Funding Ratio

<u><u>115.25%</u></u>	<u><u>123.36%</u></u>
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37 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on _____ by the Board of Directors of the Bank.

38 GENERAL

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

President & CEO

Chief Financial Officer

Director

Director

Director