

**Dubai Islamic Bank  
Pakistan Limited**

Condensed Interim Financial Information  
for the half year ended  
June 30, 2019

## INDEPENDENT AUDITOR'S REVIEW REPORT

**To the members of Dubai Islamic Bank Pakistan Limited**

**Report on review of Interim Financial Information**

### Introduction

We have reviewed the accompanying condensed interim statement of financial position of **DUBAI ISLAMIC BANK PAKISTAN LIMITED ("the Bank")** as at June 30, 2019 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity and notes to the financial statements for the half year then ended (here-in-after referred to as the "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

### Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information 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 information is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

### Other Matters

- I.** The figures for the quarters ended June 30, 2019 and 2018 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 as we are required to review only the cumulative figures for the half year ended June 30, 2019.
- II.** The financial statements of the Bank for the half year ended June 30, 2018 and for the year ended December 31, 2018 were reviewed and audited respectively by another firm of Chartered Accountants who had expressed an unqualified conclusion and opinion thereon dated July 09, 2018 and January 29, 2019, respectively.

The engagement partner on the audit resulting in this independent auditor's report is Hena Sadiq.

  
Chartered Accountants

Karachi  
Date: July 18, 2019

**Dubai Islamic Bank Pakistan Limited**  
**Condensed Interim Statement of Financial Position**  
**As at June 30, 2019**

		June 30, 2019 (Un-audited)	December 31, 2018 (Audited)
	Note	----- Rupees in '000 -----	
<b>ASSETS</b>			
Cash and balances with treasury banks	6	24,141,671	17,752,920
Balances with other banks	7	9,348,332	1,241,840
Due from financial institutions	8	4,218,778	4,000,000
Investments	9	57,644,781	45,850,970
Islamic financing and related assets - net	10	171,040,292	153,306,380
Fixed assets	11	4,091,525	1,381,172
Intangible assets	12	214,502	169,752
Deferred tax assets	13	290,708	460,313
Other assets	14	12,620,001	7,659,406
		<b>283,610,590</b>	<b>231,822,753</b>
<b>LIABILITIES</b>			
Bills payable	15	3,419,461	2,811,457
Due to financial institutions	16	33,749,783	12,670,525
Deposits and other accounts	17	205,219,428	182,186,634
Subordinated sukuk	18	7,120,000	7,120,000
Deferred tax liabilities		-	-
Other liabilities	19	15,474,775	10,283,963
		<b>264,983,447</b>	<b>215,072,579</b>
<b>NET ASSETS</b>		<b>18,627,143</b>	<b>16,750,174</b>
<b>REPRESENTED BY</b>			
Share capital		11,652,288	11,652,288
Reserves		1,519,905	1,226,954
Deficit on revaluation of investments	20	(408,453)	(820,667)
Unappropriated profit		5,863,403	4,691,599
		<b>18,627,143</b>	<b>16,750,174</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	21		

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

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President & CEO

Chief Financial Officer

Director

Director

Director

**Dubai Islamic Bank Pakistan Limited**  
**Condensed Interim Statement of Financial Position**  
**As at June 30, 2019**

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**President & CEO**

**Chief Financial Officer**

**Director**

**Director**

**Director**

**Dubai Islamic Bank Pakistan Limited**  
**Condensed Interim Profit and Loss Account (Un-Audited)**  
**For the half year ended June 30, 2019**

		Quarter ended June 30, 2019	Half year ended June 30, 2019	Quarter ended June 30, 2018	Half year ended June 30, 2018
					----- Restated -----
	<b>Note</b>	<b>----- Rupees in '000 -----</b>			
Profit / return earned	22	6,342,105	11,681,430	3,401,771	6,423,221
Profit / return expensed	23	(3,797,342)	(6,761,457)	(1,369,358)	(2,579,435)
<b>Net Profit / return</b>		<b>2,544,763</b>	<b>4,919,973</b>	<b>2,032,413</b>	<b>3,843,786</b>
<b>OTHER INCOME</b>					
Fee and commission income	24	427,643	851,511	424,083	821,027
Dividend income		-	-	-	-
Foreign exchange income		274,119	391,564	134,928	246,672
Gain on securities	25	-	271	-	-
Other income	26	898	980	2,037	2,155
<b>Total other income</b>		<b>702,660</b>	<b>1,244,326</b>	<b>561,048</b>	<b>1,069,854</b>
<b>Total income</b>		<b>3,247,423</b>	<b>6,164,299</b>	<b>2,593,461</b>	<b>4,913,640</b>
<b>OTHER EXPENSES</b>					
Operating expenses	27	(1,627,189)	(3,187,137)	(1,477,723)	(2,917,791)
Workers welfare fund		(33,145)	(56,623)	(24,024)	(41,676)
Other charges	28	(312)	(3,807)	(201)	(201)
<b>Total other expenses</b>		<b>(1,660,646)</b>	<b>(3,247,567)</b>	<b>(1,501,948)</b>	<b>(2,959,668)</b>
<b>Profit before provisions</b>		<b>1,586,777</b>	<b>2,916,732</b>	<b>1,091,513</b>	<b>1,953,972</b>
(Provisions) / reversal of provision and write offs - net	29	(123,377)	(323,909)	19,422	20,843
<b>PROFIT BEFORE TAXATION</b>		<b>1,463,400</b>	<b>2,592,823</b>	<b>1,110,935</b>	<b>1,974,815</b>
Taxation	30	(587,372)	(1,128,068)	(470,569)	(772,935)
<b>PROFIT AFTER TAXATION</b>		<b>876,028</b>	<b>1,464,755</b>	<b>640,366</b>	<b>1,201,880</b>
<b>----- Rupees -----</b>					
<b>Basic &amp; diluted earnings per share</b>	31	<b>0.75</b>	<b>1.26</b>	<b>0.55</b>	<b>1.03</b>

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 Statement of Comprehensive Income (Un-Audited)**  
**For the half year ended June 30, 2019**

	<b>Quarter ended June 30, 2019</b>	<b>Half year ended June 30, 2019</b>	<b>Quarter ended June 30, 2018</b>	<b>Half year ended June 30, 2018</b>
	<b>----- Rupees in '000 -----</b>			
Profit after taxation for the period	<b>876,028</b>	<b>1,464,755</b>	640,366	1,201,880
<b>Other comprehensive income</b>				
<b>Items that may be reclassified to profit and loss account in subsequent periods:</b>				
Decrease / (increase) in deficit on revaluation of investments - net of tax	<b>85,103</b>	<b>412,214</b>	(172,944)	(538,631)
<b>Total comprehensive income</b>	<b>961,131</b>	<b>1,876,969</b>	467,422	663,249

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 Statement of Changes in Equity (Un-Audited)**  
**For the half year ended June 30, 2019**

	Share capital	Statutory reserve	Deficit on revaluation of investments	Unappropriated profit	Total
	Rupees in '000				
<b>Balance as at January 01, 2018 - Restated</b>	11,652,288	725,101	(142,265)	2,677,047	14,912,171
<b>Total Comprehensive income for the period</b>					
Profit after taxation for the half year ended June 30, 2018	-	-	-	1,201,880	1,201,880
Other comprehensive income - net of tax	-	-	(538,631)	-	(538,631)
	-	-	(538,631)	1,201,880	663,249
Transfer to statutory reserve	-	240,376	-	(240,376)	-
<b>Balance as at June 30, 2018 - Restated</b>	11,652,288	965,477	(680,896)	3,638,551	15,575,420
<b>Total Comprehensive income for the period</b>					
Profit after taxation for the half year ended December 31, 2018	-	-	-	1,307,385	1,307,385
Other comprehensive income - net of tax	-	-	(139,771)	7,140	(132,631)
	-	-	(139,771)	1,314,525	1,174,754
Transfer to statutory reserve	-	261,477	-	(261,477)	-
<b>Balance as at December 31, 2018</b>	11,652,288	1,226,954	(820,667)	4,691,599	16,750,174
<b>Total Comprehensive income for the period</b>					
Profit after taxation for the half year ended June 30, 2019	-	-	-	1,464,755	1,464,755
Other comprehensive income - net of tax	-	-	412,214	-	412,214
	-	-	412,214	1,464,755	1,876,969
Transfer to statutory reserve	-	292,951	-	(292,951)	-
<b>Balance as at June 30, 2019</b>	11,652,288	1,519,905	(408,453)	5,863,403	18,627,143

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 Cash Flow Statement (Un-Audited)**  
**For the half year ended June 30, 2019**

	Half year ended June 2019	Half year ended June 2018
Note	----- Rupees in '000 -----	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	2,592,823	1,974,815
<b>Adjustments for:</b>		
Depreciation	27 161,360	160,053
Depreciation on right-of-use assets	27 326,916	-
Amortisation	27 31,176	37,722
Gain on securities	25 (271)	-
Gain on sale of fixed assets	26 (980)	(2,101)
Provisions / (reversal of provision) and write offs - net	29 323,909	(20,843)
Finance charge on lease liability	23 172,647	-
	1,014,757	174,831
	<b>3,607,580</b>	<b>2,149,646</b>
<b>(Increase) / decrease in operating assets</b>		
Due from financial institutions	(218,778)	107,629
Islamic financing and related assets	(18,056,006)	(25,559,070)
Others assets	(4,718,800)	(963,893)
	<b>(22,993,584)</b>	<b>(26,415,334)</b>
<b>Increase in operating liabilities</b>		
Bills payable	608,004	148,693
Due to financial institutions	21,082,624	3,527,249
Deposits and other accounts	23,032,794	26,254,733
Other liabilities (excluding current taxation)	2,059,793	1,144,666
	46,783,215	31,075,341
	<b>27,397,211</b>	<b>6,809,653</b>
Payment of lease liability against right-of-use assets	(505,074)	-
Income taxes paid	(1,043,281)	(792,153)
<b>Net cash flow generated from operating activities</b>	<b>25,848,856</b>	<b>6,017,500</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Net investments in available for sale securities	(11,161,180)	(2,421,125)
Investments in fixed assets	(136,822)	(79,795)
Proceeds from sale of fixed assets	23,681	7,276
Investments in intangible assets	(75,926)	(7,205)
<b>Net cash flow used in investing activities</b>	<b>(11,350,247)</b>	<b>(2,500,849)</b>
<b>Increase in cash and cash equivalents</b>	<b>14,498,609</b>	<b>3,516,651</b>
Cash and cash equivalents at beginning of the period	18,988,985	11,597,264
<b>Cash and cash equivalents at end of the period</b>	<b>33,487,594</b>	<b>15,113,915</b>

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**

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

**For the half year ended June 30, 2019**

#### **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 (Previously Companies Ordinance, 1984) to carry out the business of an Islamic Commercial Bank in accordance with the principles of 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 Islamic banking activities and investing activities.
- 1.3** VIS Credit Rating Company Limited (formerly JCR-VIS Credit Rating Company Limited) on June 28, 2019 has upgraded the Bank's long-term rating as 'AA' (Double A) and the short term rating as 'A-1+' (A-One Plus) with stable outlook.
- 1.4** The Bank is operating through 200 branches as at June 30, 2019 (December 31, 2018: 200 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, export refinance under Islamic export refinance scheme and long term financing facility under Islamic long term financing facility of the SBP and other Islamic modes as briefly explained in the annual financial statements for the year ended December 31, 2018. 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.

#### **2.2 Statement of compliance**

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

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as are 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;
- 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 or IFAS, requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives shall prevail.

The disclosures made in this condensed interim financial information have been limited based on the format prescribed by the SBP through BPRD Circular Letter No. 5 dated March 22, 2019 and the requirements of International Accounting Standard 34, "Interim Financial Reporting". These condensed interim financial information do not include all the disclosures required for annual financial statements and should be read in conjunction with the annual financial statements for the year ended December 31, 2018.

## **2.3 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are effective in the current period**

**2.3.1** The SBP through BPRD Circular Letter No. 5 dated March 22, 2019 prescribed a new format for condensed interim financial information of banks which are applicable for quarterly / half yearly periods beginning on or after January 1, 2019. Accordingly, this condensed interim financial information is prepared in accordance with the new format. The changes impacting (other than certain presentation changes) this condensed interim financial information include:

- Inclusion of surplus / deficit on revaluation of investments as part of equity (previously shown below equity).
- Foreign currency swap costs have been grossed up from income from dealing in foreign currencies and included in profit / return expensed (note 23).
- Other reversal of provisions / write offs have now been combined under provisions & write off - net (note 29).

**2.3.2** During the current period, the SBP vide BPRD Circular Letter No. 08 of 2019 has adopted IFRS 16, "Leases". The impacts of adopting IFRS 16 are detailed in note 4.1 of these condensed interim financial information.

**2.3.3** There are certain other new standards, interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after January 01, 2019 but are considered not to be relevant or do not have any significant effect on the Bank's operations and therefore not detailed in these condensed interim financial information.

## **2.4 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective**

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

<b>Standard, Interpretation or Amendment</b>	<b>Effective date</b>
IFRS 3 - Definition of a Business (Amendments)	Accounting period beginning on or after January 01, 2020
IFRS 9 – Financial Instruments: Classification and Measurement	Accounting period ending on or after June 30, 2019

The SECP vide its press release dated February 15, 2019 has deferred the applicability of IFRS 9 for the reporting periods ending on or after June 30, 2019. Further, the Bank considers that as the Prudential Regulations and other SBP directives currently provide the accounting framework for the measurement and valuation of investments and provision against non-performing financing, the implementation of IFRS 9 may require changes in the regulatory regime. Therefore, the Bank expects that the SBP would issue suitable guidance and instruction on the application of IFRS 9 for the banking sector of Pakistan.

There are certain other standards, amendments and interpretations with respect to the approved accounting standards that are not yet effective and are not expected to have any material impact on the Bank's condensed interim financial information in the period of their initial application.

### 3. BASIS OF MEASUREMENT

#### 3.1 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.

#### 3.2 Functional and presentation currency

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

#### 3.3 Critical accounting estimates and judgments

The basis for accounting estimates adopted in the preparation of this condensed interim financial information is the same as that applied in the preparation of the annual financial statements for the year ended December 31, 2018.

### 4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed interim financial information are consistent with those applied in the preparation of the annual financial statements of the Bank for the year ended December 31, 2018, except as detailed in note 4.1:

#### 4.1 IFRS 16 - Leases

The Bank has adopted IFRS 16, "Leases" based on the SBP BPRD Circular Letter No. 08 of 2019.

The Bank has not restated comparatives for the 2018 reporting period, as permitted under the specific transitional provisions in the standard. The reclassifications and the adjustments arising therefrom are therefore recognized in the opening condensed interim statement of financial position on January 01, 2019.

On adoption of IFRS 16, the Bank recognized lease liabilities in relation to leases, which had previously been classified as 'operating leases'. These liabilities were measured at the present value of the remaining lease payments, discounted using the lessee's incremental borrowing rate as of January 01, 2019. The weighted average incremental borrowing rate of the Bank applied to lease liabilities on January 1, 2019 was 13.36%.

The remeasurements of the lease liabilities were recognised as adjustments to the related right-of-use assets immediately after the date of initial application.

(Rupees in '000)

#### The total lease liability recognised as at January 01, 2019, of which:

Current lease liabilities	782,921
Non-current lease liabilities	1,956,502
	<u>2,739,423</u>

The right-of use assets were measured at the amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognised in the condensed interim statement of financial position as at December 31, 2018.

#### The recognised right-of-use assets are of the following type:

	June 30, 2019	January 01, 2019
	----- (Rupees in '000) -----	
Right-of-use assets - building on leasehold land	<u>2,757,591</u>	<u>3,084,508</u>

The effect of this change in accounting policy is as follows:

	June 30, 2019 ----- (Rupees in '000) -----	January 01, 2019 ----- (Rupees in '000) -----
<b>Impact on Condensed Interim Statement of Financial Position</b>		
Increase in fixed assets - right-of-use assets	2,757,591	3,084,508
Decrease in other assets - advances, deposits, advance rent and other prepayments	(413,276)	(345,085)
(Increase) / decrease in other liabilities:		
- Lease Liabilities	(2,406,996)	(2,739,423)
- Accrued expenses - rent payable	(32,494)	-
- Current taxation	36,376	-
- Workers welfare fund	1,904	-
Decrease in net assets	<b>(56,895)</b>	<b>-</b>

half-year  
ended June 30,  
2019  
(Rupees in '000)

#### Impact on Condensed Interim Profit and Loss account

Increase in Profit / return expensed - lease liability against right-of-use assets	(172,647)
(Increase) / decrease in administrative expenses:	
- Depreciation on right-of-use assets	(326,916)
- Rent expense	404,388
Decrease in workers welfare fund	1,904
Decrease in profit before tax	<b>(93,271)</b>
Decrease in taxation expense	36,376
Decrease in profit after tax	<b>(56,895)</b>
	----
	---- (Rupees) ----
Decrease in earnings per share - basic & diluted	<b>(0.05)</b>

## 5. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Bank are consistent with those disclosed in the annual financial statements for the year ended December 31, 2018.

		June 30, 2019 (Un-audited)	December 31, 2018 (Audited)
	Note	----- (Rupees in '000) -----	
<b>6. CASH AND BALANCES WITH TREASURY BANKS</b>			
<b>In hand</b>			
- local currency		3,343,492	2,629,526
- foreign currencies		1,549,508	816,475
		<u>4,893,000</u>	<u>3,446,001</u>
<b>With State Bank of Pakistan in</b>			
- local currency current accounts	6.1	15,119,070	10,938,070
- foreign currency current accounts		26,200	3,423
- foreign currency deposit accounts			
- Cash reserve account	6.2	1,568,591	1,305,371
- Special cash reserve account	6.2	1,882,197	1,566,348
		<u>3,450,788</u>	<u>2,871,719</u>
<b>With National Bank of Pakistan in</b>			
- local currency current accounts		652,613	493,707
		<u>24,141,671</u>	<u>17,752,920</u>
<b>6.1</b>	The local currency current account is maintained with the 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 such percentage of its demand and time liabilities in Pakistan as may be prescribed by SBP.		
<b>6.2</b>	As per BSD Circular No. 15 dated June 21, 2008, cash reserve of 5% and special cash reserve of 6% are required to be maintained with SBP on deposits held under the New Foreign Currency Accounts Scheme (FE-25 deposits). These accounts are non-remunerative in nature.		
		June 30, 2019 (Un-audited)	December 31, 2018 (Audited)
	Note	----- (Rupees in '000) -----	
<b>7. BALANCES WITH OTHER BANKS</b>			
<b>In Pakistan</b>			
- in current accounts		802,637	589,720
- in deposit account		10	10
		<u>802,647</u>	<u>589,730</u>
<b>Outside Pakistan</b>			
- in current accounts	7.1	8,545,685	652,110
		<u>9,348,332</u>	<u>1,241,840</u>
<b>7.1</b>	This includes an amount of Rs. 74.11 million (December 31, 2018: Rs.43.13 million) deposited with the holding company.		
<b>8. DUE FROM FINANCIAL INSTITUTIONS</b>		June 30, 2019 (Un-audited)	December 31, 2018 (Audited)
		----- (Rupees in '000) -----	
Bai Muajjal receivable with State Bank of Pakistan	8.1	4,218,778	-
Musharaka	8.2	-	4,000,000
		<u>4,218,778</u>	<u>4,000,000</u>
<b>8.1</b>	These carry expected profit rates ranging from 10.22% to 10.25% (December 31, 2018: Nil) per annum and are due to mature latest by August 08, 2019 (December 31, 2018: Nil).		
<b>8.2</b>	This carries expected profit rate of Nil (December 31, 2018: 9.5%) per annum and are due to mature latest by Nil (December 31, 2018: January 02, 2019).		

## 9. INVESTMENTS

		June 30, 2019 (Un-audited)				December 31, 2018 (Audited)			
9.1	Investments by types:	Cost / amortised cost	Provision for diminution	(Deficit) / surplus	Carrying value	Cost / amortised cost	Provision for diminution	(Deficit) / surplus	Carrying value
	Note	----- (Rupees in '000) -----							
<b>Available-for-sale securities</b>									
	Federal Government debt securities	30,847,081	-	(290,440)	30,556,641	21,606,259	-	135,693	21,741,952
	Non-Government debt securities	2,952,615	(72,310)	7,819	2,888,124	3,717,332	(70,495)	19,073	3,665,910
	Foreign debt securities	20,545,784	-	(345,768)	20,200,016	17,860,438	-	(1,417,330)	16,443,108
		54,345,480	(72,310)	(628,389)	53,644,781	43,184,029	(70,495)	(1,262,564)	41,850,970
<b>Held-to-maturity securities</b>									
	Federal Government debt securities	9.4 4,000,000	-	-	4,000,000	4,000,000	-	-	4,000,000
	<b>Total investments</b>	58,345,480	(72,310)	(628,389)	57,644,781	47,184,029	(70,495)	(1,262,564)	45,850,970

9.2 Investments given as collateral - at market value	June 30, 2019 (Un-audited) ----- (Rupees in '000) -----	December 31, 2018 (Audited)
Federal Government debt securities	2,000,000	-
Foreign debt securities	20,200,016	-
	<b>22,200,016</b>	<b>-</b>

		June 30, 2019 (Un-audited) ----- (Rupees in '000) -----	December 31, 2018 (Audited)
<b>9.3 Provision for diminution in value of investments</b>	<b>Note</b>		
Opening balance		<b>70,495</b>	47,102
Charge for the period / year		<b>1,815</b>	23,393
Closing balance	9.3.1	<b>72,310</b>	70,495

**9.3.1** This represent sukuk of Quetta Textile Mills Limited amounting to Rs. 89.32 million (December 31, 2018: Rs. 89.32 million) which have been placed under non-performing status. The forced sale value (FSV) benefit of the collateral held in respect of this sukuk is Rs. 17.01 million (December 31, 2018: Rs. 18.82 million). Therefore, provision for diminution has been made in respect of the same. Profit accrued on this sukuk has been suspended. The additional profit arising from availing the FSV benefit - net of tax as at June 30, 2019 amounting to Rs. 10.38 million (December 31, 2018: Rs. 11.48 million) is not available for distribution as either cash or stock dividend.

#### 9.3.2 Particulars of provision against debt securities

##### Category of classification

##### Domestic

Other Assets Especially Mentioned  
Substandard  
Doubtful  
Loss

June 30, 2019 (Un-audited)		December 31, 2018 (Audited)	
*NPI	Provision	*NPI	Provision
----- (Rupees in '000) -----			
-	-	-	-
-	-	-	-
-	-	-	-
<b>89,316</b>	<b>72,310</b>	89,316	70,495
<b>89,316</b>	<b>72,310</b>	89,316	70,495
<b>Overseas</b>			
-	-	-	-
<b>89,316</b>	<b>72,310</b>	89,316	70,495

\* NPI stands for non-performing investments.

**9.4** The market value of securities classified as held-to-maturity as at June 30, 2019 amounted to Rs. 3,844 million (December 31, 2018: Rs. 3,928 million).

## 10. ISLAMIC FINANCING AND RELATED ASSETS

		Performing		Non-Performing		Total	
		June 30, 2019	December 31, 2018	June 30, 2019	December 31, 2018	June 30, 2019	December 31, 2018
		(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
Note		----- (Rupees in '000) -----					
Murabaha	10.1	34,168,315	30,777,169	638,550	197,450	34,806,865	30,974,619
Musawamah	10.2	2,033,768	1,680,357	63,560	38,472	2,097,328	1,718,829
Tijarah cum wakala	10.3	7,426,458	5,233,529	-	-	7,426,458	5,233,529
Istisna cum Wakala	10.4	11,255,624	10,576,752	651,618	649,773	11,907,242	11,226,525
Salam	10.5	2,427,546	289,498	-	-	2,427,546	289,498
Islamic Export Refinance Scheme - SBP	10.6	5,942,863	6,483,750	-	-	5,942,863	6,483,750
Advance against Islamic Long Term							
Financing Facility - SBP		377,544	-	-	-	377,544	-
Wakala Istithmar – Local		15,530,223	12,739,704	27,433	27,433	15,557,656	12,767,137
Wakala Istithmar – Pre manufacturing		1,246,475	1,723,368	99,000	99,000	1,345,475	1,822,368
Wakala Istithmar – Post manufacturing		177,088	16,930	10,995	9,539	188,083	26,469
Running Musharaka financing		18,512,622	10,480,970	-	-	18,512,622	10,480,970
Shirkatulmilk - Housing	10.7	9,763,176	9,706,066	347,004	289,404	10,110,180	9,995,470
Shirkatulmilk - Autos	10.8	18,167,050	18,331,125	306,704	298,290	18,473,754	18,629,415
Shirkatulmilk - Fleet financing	10.9	8,134,133	7,833,852	185,234	146,139	8,319,367	7,979,991
Shirkatulmilk Financing - Others		15,297,188	17,501,522	1,595,798	1,137,555	16,892,986	18,639,077
Diminishing Musharaka - Others		17,159,249	17,307,175	-	-	17,159,249	17,307,175
Staff financing		1,930,604	1,842,761	43,207	45,440	1,973,811	1,888,201
Islamic financing and related assets (gross)		169,549,926	152,524,528	3,969,103	2,938,495	173,519,029	155,463,023
Provision against Islamic financing and related assets							
Specific	10.11	-	-	(2,369,679)	(2,056,910)	(2,369,679)	(2,056,910)
General		(109,058)	(99,733)	-	-	(109,058)	(99,733)
		(109,058)	(99,733)	(2,369,679)	(2,056,910)	(2,478,737)	(2,156,643)
Islamic financing and related assets							
- net of provision		169,440,868	152,424,795	1,599,424	881,585	171,040,292	153,306,380



		June 30, 2019 (Un-audited) --- (Rupees in '000) ---	December 31, 2018 (Audited)
<b>10.1</b>	<b>Murabaha</b>		
	Financing	9,908,293	9,890,353
	Inventory	23,866,982	19,980,138
	Advance	1,031,590	1,104,128
		<u>34,806,865</u>	<u>30,974,619</u>
<b>10.2</b>	<b>Musawamah</b>		
	Financing	2,048,435	1,683,843
	Advance	48,893	34,986
		<u>2,097,328</u>	<u>1,718,829</u>
<b>10.3</b>	<b>Tijarah cum wakala</b>		
	Financing	6,875,815	4,996,704
	Inventory	550,643	236,825
		<u>7,426,458</u>	<u>5,233,529</u>
<b>10.4</b>	<b>Istisna cum Wakala</b>		
	Financing	9,318,506	10,150,038
	Advance	2,588,736	1,076,487
		<u>11,907,242</u>	<u>11,226,525</u>
<b>10.5</b>	<b>Salam</b>		
	Financing	2,419,986	289,498
	Advance	7,560	-
		<u>2,427,546</u>	<u>289,498</u>
<b>10.6</b>	<b>Islamic Export Refinance Scheme - SBP</b>		
	Istisna - Advance	-	56,000
	Istisna - Financing	84,300	-
	Running Musharaka - Financing	3,179,900	3,686,900
	Wakala Istithmar - Financing	2,678,663	2,740,850
		<u>5,942,863</u>	<u>6,483,750</u>

		June 30, 2019 (Un-audited) --- (Rupees in '000) ---	December 31, 2018 (Audited)
<b>10.7 Shirkatulmilk - Housing</b>			
Financing		9,979,060	9,904,350
Advance		131,120	91,120
		<u>10,110,180</u>	<u>9,995,470</u>
<b>10.8 Shirkatulmilk - Autos</b>			
Financing		18,147,290	18,057,537
Advance		326,464	571,878
		<u>18,473,754</u>	<u>18,629,415</u>
<b>10.9 Shirkatulmilk - Fleet financing</b>			
Financing		7,950,924	7,407,445
Advance		368,443	572,546
		<u>8,319,367</u>	<u>7,979,991</u>
<b>10.10 Particulars of Islamic financing and related assets (gross)</b>			
In local currency		173,330,109	155,419,905
In foreign currencies		188,920	43,118
		<u>173,519,029</u>	<u>155,463,023</u>

**10.11** Islamic financing and related assets include Rs. 3,969.103 (December 31, 2018: Rs. 2,938.495 million) which have been placed under non-performing status as detailed below:

Category of Classification	June 30, 2019 (Un-audited)		December 31, 2018 (Audited)	
	Non-Performing	Provision	Non-Performing	Provision
	----- (Rupees in '000) -----			
<b>Domestic</b>				
Other Assets Especially Mentioned	70,131	-	19,704	-
Substandard	705,328	68,023	423,956	96,435
Doubtful	813,595	195,573	686,151	358,849
Loss	2,380,049	2,106,083	1,808,684	1,601,626
	<u>3,969,103</u>	<u>2,369,679</u>	<u>2,938,495</u>	<u>2,056,910</u>

### 10.11.1 Particulars of provision against Islamic financing and related assets:

	June 30, 2019 (Un-audited)			December 31, 2018 (Audited)		
	Specific	General	Total	Specific	General	Total
	(Rupees in '000)					
Opening balance	2,056,910	99,733	2,156,643	1,881,404	76,844	1,958,248
Exchange adjustment	1,727	-	1,727	1,950	-	1,950
Charge for the period / year	361,953	9,325	371,278	291,555	22,889	314,444
Reversals during the period / year	(50,911)	-	(50,911)	(117,999)	-	(117,999)
Amounts written-off	-	-	-	-	-	-
Closing balance	2,369,679	109,058	2,478,737	2,056,910	99,733	2,156,643

**10.11.1.1** As allowed by the SBP, the Bank has availed benefit of Forced Sale Value (FSV) amounting to Rs. 589.47 million (December 31, 2018: Rs. 280.12 million) in determining the provisioning against non performing Islamic financings as at June 30, 2019. The additional profit arising from availing the FSV benefit - net of tax as at June 30, 2019 which is not available for distribution as either cash or stock dividend to shareholders amounted to Rs. 359.58 million (December 31,

**10.11.1.2** General provisioning is held against consumer finance portfolio 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.

	Note	June 30, 2019 (Un-audited)	December 31, 2018 (Audited)
		--- (Rupees in '000) ---	
<b>11. FIXED ASSETS</b>			
Capital work-in-progress	11.1	8,529	18,237
Property and equipment	11.2	1,325,405	1,362,935
Right-of-use assets		2,757,591	-
		<b>4,091,525</b>	<b>1,381,172</b>
<b>11.1 Capital work-in-progress</b>			
Civil works		1,517	-
Advances to suppliers		7,012	18,237
		<b>8,529</b>	<b>18,237</b>
<b>11.2 Additions to fixed assets</b>			
Furniture & fixtures		1,862	1,501
Electrical, office and computer equipment		100,486	69,451
Vehicles		36,991	2,770
Leasehold improvements		7,191	4,322
		<b>146,530</b>	<b>78,044</b>

		June 30, 2019 (Un-audited) --- (Rupees in '000) ---	December 31, 2018 (Audited) (Rupees in '000) ---
<b>12. INTANGIBLE ASSETS</b>	<b>Note</b>		
Capital work-in-progress	12.1	57,105	50,503
Intangible assets		157,397	119,249
		<u>214,502</u>	<u>169,752</u>
<b>12.1 Capital work-in-progress</b>			
Advance to suppliers		72,505	65,903
Less: Provision against capital work-in-progress		(15,400)	(15,400)
		<u>57,105</u>	<u>50,503</u>
<b>12.2 Additions to intangible assets</b>			
Directly purchased (including transfer in / from CWIP)		69,324	7,204

	June 30, 2019 (Un-audited)			
	At Jan 1, 2019	Recognised in P&L	Recognised in OCI	At Jun 30, 2019
	----- (Rupees in '000) -----			
<b>13. DEFERRED TAX ASSETS</b>				
<b>Deductible temporary differences on:</b>				
Provision for diminution in the value of investments	-	-	-	-
Provision against non-performing Islamic financing and related assets	34,893	47,558	-	82,451
Provision against other assets (including capital work-in-progress)	6,273	-	-	6,273
Deficit on revaluation of investments	441,897	-	(221,961)	219,936
Deficit on defined benefit plan	13,257	-	-	13,257
	<u>496,320</u>	<u>47,558</u>	<u>(221,961)</u>	<u>321,917</u>
<b>Taxable temporary differences on:</b>				
Accelerated tax depreciation and amortisation	(36,007)	4,798	-	(31,209)
	<u>460,313</u>	<u>52,356</u>	<u>(221,961)</u>	<u>290,708</u>
	December 31, 2018 (Audited)			
	At Jan 1, 2018	Recognised in P&L	Recognised in OCI	At Dec 31, 2018
	----- (Rupees in '000) -----			
<b>Deductible temporary differences on:</b>				
Provision for diminution in the value of investments	16,486	(16,486)	-	-
Provision against non-performing Islamic financing and related assets	3,703	31,190	-	34,893
Provision against other assets (including capital work-in-progress)	6,273	-	-	6,273
Deficit on revaluation of investments	76,604	-	365,293	441,897
Deficit on defined benefit plan	17,101	-	(3,844)	13,257
	<u>120,167</u>	<u>14,704</u>	<u>361,449</u>	<u>496,320</u>
<b>Taxable temporary differences on:</b>				
Accelerated tax depreciation and amortisation	(48,408)	12,401	-	(36,007)
	<u>71,759</u>	<u>27,105</u>	<u>361,449</u>	<u>460,313</u>

			June 30, 2019 (Un-audited) --- (Rupees in '000) ---	December 31, 2018 (Audited)
<b>14. OTHER ASSETS</b>	<b>Note</b>			
Profit / return accrued in local currency - net			3,719,588	2,016,364
Profit / return accrued in foreign currencies - net			155,853	137,800
Advances, deposits, advance rent and other prepayments			816,594	1,114,221
Mark to market gain on forward foreign exchange contracts			3,673,528	757,969
Acceptances			4,010,724	3,423,846
Commission receivable			156,476	120,098
Defined benefit plan			-	10,984
Others			89,762	80,648
			<u>12,622,525</u>	<u>7,661,930</u>
Less: Provision held against other assets	14.1		<u>(2,524)</u>	<u>(2,524)</u>
			<u>12,620,001</u>	<u>7,659,406</u>
<b>14.1 Provision held against other assets</b>				
Others - Trackers			<u>2,524</u>	<u>2,524</u>
<b>15. BILLS PAYABLE</b>				
In Pakistan			3,410,124	2,799,251
Outside Pakistan			9,337	12,206
			<u>3,419,461</u>	<u>2,811,457</u>
<b>16. DUE TO FINANCIAL INSTITUTIONS</b>				
<b>Secured</b>				
Musharaka from the State Bank of Pakistan				
- under Islamic Export Refinance Scheme	16.1		5,889,620	6,389,750
- under Islamic Long Term Finance Facility	16.2		377,544	-
<b>Unsecured</b>				
Musharka borrowings	16.3		7,500,000	3,275,000
Wakala borrowings	16.4 & 16.5		19,980,210	3,000,000
Overdrawn nostros			2,409	5,775
			<u>33,749,783</u>	<u>12,670,525</u>
<b>16.1</b>	These Musharka are on a profit and loss sharing basis having maturity between July 8, 2019 to December 26, 2019 (December 31, 2018: January 01, 2019 to June 24, 2019) and are secured against demand promissory notes executed in favor of the SBP. A limit of Rs. 6,550 million (December 31, 2018: Rs. 6,550 million) has been allocated to the Bank by SBP under Islamic Export Refinance Scheme.			
<b>16.2</b>	These Musharka are on a profit and loss sharing basis having maturity between February 21, 2024 to June 14, 2026 (December 31, 2018: Nil) and are secured against demand promissory notes executed in favor of the SBP. A limit of Rs. 3,000 million (December 31, 2018: Nil) has been allocated to the Bank by SBP under Islamic Long Term Finance Facility.			
<b>16.3</b>	These carry expected profit rates of 11.25% to 13.18% (December 31, 2018: 9.25% to 9.6%) per annum and are due to mature latest by September 24, 2019 (December 31, 2018: January 10, 2018).			
<b>16.4</b>	These carry expected profit rates of 4.31% to 12.80% (December 31, 2018: 9.90% to 10.70%) per annum and is due to mature latest by September 12, 2019 (December 31, 2018: February 13, 2019).			
<b>16.5</b>	This includes an amount of Rs. 16,005.21 million (December 31, 2018: Nil) borrowed from the holding company and is secured against foreign debt securities. The expected profit rate is 4.31% (December 31, 2018: Nil).			
<b>16.6 Particulars of due to financial institutions with respect to currencies</b>			June 30, 2019 (Un-audited) --- (Rupees in '000) ---	December 31, 2018 (Audited)
In local currency			17,742,164	12,664,750
In foreign currencies			16,007,619	5,775
			<u>33,749,783</u>	<u>12,670,525</u>

## 17. DEPOSITS AND OTHER ACCOUNTS

	June 30, 2019 (Un-audited)			December 31, 2018 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	(Rupees in '000)					
<b>Customers</b>						
Current deposits	39,483,342	13,210,173	52,693,515	40,186,572	10,919,720	51,106,292
Savings deposits	67,151,804	6,960,679	74,112,483	55,818,854	8,232,595	64,051,449
Term deposits	40,990,270	11,918,597	52,908,867	40,738,315	6,743,377	47,481,692
Others	4,562,128	285	4,562,413	3,316,505	-	3,316,505
	152,187,544	32,089,734	184,277,278	140,060,246	25,895,692	165,955,938
<b>Financial institutions</b>						
Current deposits	425,524	27,455	452,979	423,584	16,801	440,385
Savings deposits	15,944,421	-	15,944,421	12,007,261	-	12,007,261
Term deposits	4,544,750	-	4,544,750	3,743,050	-	3,743,050
Others	-	-	-	40,000	-	40,000
	20,914,695	27,455	20,942,150	16,213,895	16,801	16,230,696
	173,102,239	32,117,189	205,219,428	156,274,141	25,912,493	182,186,634

## 18. SUBORDINATED SUKUK

	Note	June 30, 2019 (Un-audited)	December 31, 2018 (Audited)
		---- (Rupees in '000) ----	
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 (formerly JCR-VIS Credit Rating Company)
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 12.66% 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 A-Minus) by VIS Credit Rating Company Limited (formerly JCR-VIS Credit Rating Company)
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 11.26% 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.

		June 30, 2019 (Un-audited) --- (Rupees in '000) ---	December 31, 2018 (Audited)
<b>19. OTHER LIABILITIES</b>	<b>Note</b>		
Profit / return payable in local currency		2,018,331	1,296,837
Profit / return payable in foreign currencies		388,651	35,891
Deferred profit murabaha / musawamah income in local currency		2,252,627	2,119,367
Deferred profit murabaha / musawamah income in foreign currencies		1,837	1,579
Accrued expenses		627,144	553,049
Advance from financing customers		944,669	877,280
Mark to market loss on forward foreign exchange contracts		1,345,379	761,963
Acceptances		4,010,724	3,423,846
Current taxation (provisions less payments)		254,085	116,940
Security deposits against Islamic financing and related assets		45,485	51,748
Retention money		234	711
Payable to dealers, contractors, etc.		172,237	318,937
Lease liabilities		2,406,996	-
Charity payable		485	154
Workers welfare fund payable		231,513	174,890
Withholding tax payable		41,858	16,986
Payable to Employees Old Age Benefit Institution (EOBI)		82,366	72,508
Others		650,154	461,277
		<b>15,474,775</b>	<b>10,283,963</b>

## 20. DEFICIT ON REVALUATION OF INVESTMENTS

### (Deficit) / surplus on revaluation of Available-for-sale securities - net

Federal Government debt securities	9.1	(290,440)	135,693
Non-Government debt securities	9.1	7,819	19,073
Foreign debt securities	9.1	(345,768)	(1,417,330)
		<b>(628,389)</b>	<b>(1,262,564)</b>
Less: Related deferred tax asset		<b>219,936</b>	<b>441,897</b>
		<b>(408,453)</b>	<b>(820,667)</b>

## 21. CONTINGENCIES AND COMMITMENTS

Guarantees	21.1	11,109,472	11,093,915
Commitments	21.2	39,481,333	25,814,249
		<b>50,590,805</b>	<b>36,908,164</b>
Other commitments	21.3	-	4,654,873
		<b>50,590,805</b>	<b>41,563,037</b>

		June 30, 2019 (Un-audited) --- (Rupees in '000) ---	December 31, 2018 (Audited)
	Note		
<b>21.1 Guarantees</b>			
Financial guarantees		5,488,057	7,327,883
Performance guarantees		5,253,197	3,737,662
Other guarantees		368,218	28,370
		<u>11,109,472</u>	<u>11,093,915</u>
<b>21.2 Commitments</b>			
<b>Documentary credits and short-term trade-related transactions</b>			
Import letters of credit		24,434,587	18,874,140
<b>Commitments in respect of:</b>			
- Forward foreign exchange contracts - net	21.2.1	12,072,116	3,723,053
- Islamic financing and related assets		2,870,888	3,083,701
<b>Commitments for acquisition of:</b>			
- Fixed assets		28,747	60,000
- Intangible assets		74,995	73,355
		<u>39,481,333</u>	<u>25,814,249</u>
<b>21.2.1 Commitments in respect of forward foreign exchange contracts - net</b>			
Purchase		31,409,077	13,226,270
Sale		19,336,961	9,503,217
		<u>12,072,116</u>	<u>3,723,053</u>
<b>21.3 Commitments in respect of operating leases</b>			
Not later than one year		-	809,033
Later than one year but not later than 5 years		-	2,977,030
Later than 5 years		-	868,810
		<u>-</u>	<u>4,654,873</u>
<b>21.4 Tax contingencies</b>			

Tax authorities have raised a demand of Rs. 18.725 million regarding tax not deducted by the Bank on profit accrued on balances of certain customers has been issued by the tax authorities for which the Bank has filed an appeal with the Appellate Tribunal Inland Revenue, and is confident that the matter will be decided in favour of the Bank.



	Half year ended June 30, 2019	Half year ended June 30, 2018
	(Un-audited)	
	----- Rupees in '000 -----	
<b>22. PROFIT / RETURN EARNED</b>		
On Islamic financing and related assets to customers	9,247,615	5,154,075
On investments in available-for-sale securities	1,819,463	1,007,022
On investments in held-to-maturity securities	103,939	103,939
On deposits / placements with financial institutions	510,413	158,185
	<u>11,681,430</u>	<u>6,423,221</u>
<b>23. PROFIT / RETURN EXPENSED</b>		
Deposits and other accounts	5,573,437	2,311,319
Subordinated sukuk	411,684	132,997
Due to financial institutions	344,822	100,420
Finance charge on lease liability	172,647	-
Mark-to-market loss on foreign currency swaps	258,867	34,699
	<u>6,761,457</u>	<u>2,579,435</u>
<b>24. FEE &amp; COMMISSION INCOME</b>		
Consumer finance related fees	328,585	339,888
Credit related fees	52,642	34,587
Investment banking fees	46,567	55,390
Branch banking customer fees	53,304	48,117
Card related fees	105,278	125,580
Commission on trade	110,568	103,345
Commission on guarantees	29,987	23,917
Commission on cash management	25,015	22,070
Commission on remittances including home remittances	7,856	15,054
Commission on bancassurance	36,062	15,170
Rebate income	54,293	36,457
Others	1,354	1,452
	<u>851,511</u>	<u>821,027</u>
<b>25. GAIN ON SECURITIES</b>		
<b>Realised</b>		
- Federal Government debt securities	<u>271</u>	<u>-</u>
<b>26. OTHER INCOME</b>		
Gain on sale of fixed assets - net	980	2,101
others	-	54
	<u>980</u>	<u>2,155</u>

Half year  
ended June  
30, 2019  
(Un-audited)  
----- Rupees in '000 -----

Half year  
ended June  
30, 2018

**27. OPERATING EXPENSES**

**Total compensation expense**

1,391,369      1,248,796

**Property expense**

Rent & taxes  
Takaful charges  
Utilities cost  
Security  
Repair & maintenance (including janitorial charges)  
Depreciation  
Depreciation on right-of-use assets

-	377,037
734	917
130,443	124,616
78,603	80,762
43,398	35,625
49,067	45,654
326,916	-
629,161	664,611

**Information technology expenses**

Software maintenance  
Hardware maintenance  
Depreciation  
Amortisation  
Networking and connectivity charges  
Outsourced services cost  
Takaful charges  
Others

119,576	95,684
41,144	43,726
48,676	48,842
31,176	37,722
56,524	40,548
13,082	11,132
594	680
472	379
311,244	278,713

**Other operating expenses**

Directors' fee and allowances  
Fees and allowances to Shari'a Board members  
Legal and professional charges  
Outsourced services cost  
Travelling and conveyance  
NIFT clearing charges  
Depreciation  
Training and development  
Postage and courier charges  
Communications  
Stationary and printing  
Marketing, advertising and publicity  
Auditors' remuneration  
Brokerage, commission and bank charges  
Tracker related charges  
Cash transportation charges  
Repair and maintenance  
Subscription fees  
Takaful charges  
Deposit premium cost  
Others

3,445	3,191
1,522	1,145
11,410	15,136
44,403	34,086
24,734	17,006
15,438	13,643
63,617	65,557
3,690	2,300
16,482	17,890
70,257	76,267
40,186	39,151
44,182	36,835
3,600	3,600
137,004	144,616
87,525	79,798
47,966	47,821
41,928	23,781
9,021	7,197
17,025	18,060
60,134	-
111,794	78,591
855,363	725,671
3,187,137	2,917,791

		Half year ended June 30, 2019	Half year ended June 30, 2018
		(Un-audited)	
	Note	----- Rupees in '000 -----	
<b>28. OTHER CHARGES</b>			
Penalties imposed by State Bank of Pakistan		3,807	182
Penalties imposed by Sindh Board of Revenue		-	19
		<u>3,807</u>	<u>201</u>
<b>29. PROVISIONS &amp; WRITE OFFS - NET</b>			
Provision / (reversal of provision) against Islamic financing and related assets - net	10.11.1	322,094	(13,980)
Provision / (reversal of provision) for diminution in the value of investments	9.3	1,815	(6,863)
		<u>323,909</u>	<u>(20,843)</u>
<b>30. TAXATION</b>			
Current		1,082,057	796,433
Prior years	30.1	98,367	-
Deferred		(52,356)	(23,498)
		<u>1,128,068</u>	<u>772,935</u>
<b>30.1</b>	The Finance Supplementary (Second Amendment) Act, 2019 has reversed the phase-wise reduction in rate of super tax for banking companies from 4% to 3% for current year and further levied an additional super tax charge at 4% for tax year 2018 (accounting year 2017), which was previously not chargeable resulting in additional super tax charge of Rs. 98.37 million for tax year 2018 (accounting year 2017) in this condensed interim financial information.		
		Half year ended June 30, 2019	Half year ended June 30, 2018
		(Un-audited)	
	Note	----- Rupees in '000 -----	
<b>31. BASIC AND DILUTED EARNINGS PER SHARE</b>			
Profit after taxation for the period		<u>1,464,755</u>	<u>1,201,880</u>
		----- (Number) -----	
Weighted average number of ordinary shares		<u>1,165,228,776</u>	<u>1,165,228,776</u>
		----- Rupees -----	
Earning per share - basic and diluted		<u>1.26</u>	<u>1.03</u>
		----- Rupees in '000 -----	
<b>32. CASH AND CASH EQUIVALENTS</b>			
Cash and balance with treasury banks	6	24,141,671	14,140,169
Balance with other banks	7	9,348,332	982,692
Overdrawn nostros	16	(2,409)	(8,946)
		<u>33,487,594</u>	<u>15,113,915</u>

### 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:

	June 30, 2019 (Un-audited)									
	Carrying Value						Fair Value			
On-Balance sheet Financial Instruments	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) -----									
<b>Financial assets - measured at fair value</b>										
<b>Investments</b>										
Federal Government debt securities	-	30,556,641	-	-	-	30,556,641	3,894,436	26,662,205	-	30,556,641
Non-Government debt securities	-	2,888,124	-	-	-	2,888,124	1,446,118	1,425,000	17,006	2,888,124
Foreign debt securities	-	20,200,016	-	-	-	20,200,016	20,200,016	-	-	20,200,016
<b>Other assets</b>										
Unrealized gain on foreign exchange contracts	-	-	-	3,673,528	-	3,673,528	-	3,673,528	-	3,673,528
<b>Financial assets - not measured at fair value</b>										
Cash and balances with treasury banks	-	-	-	24,141,671	-	24,141,671				
Balances with other banks	-	-	-	9,348,332	-	9,348,332				
Due from financial institution	-	-	-	4,218,778	-	4,218,778				
Investments	4,000,000	-	-	-	-	4,000,000				
Islamic financings and related assets - net	-	-	171,040,292	-	-	171,040,292				
Other asset	-	-	-	8,138,527	-	8,138,527				
	4,000,000	53,644,781	171,040,292	49,520,836	-	278,205,909				
<b>Financial liabilities - measured at fair value</b>										
<b>Other liabilities</b>										
Unrealized loss on foreign exchange contracts	-	-	-	-	1,345,379	1,345,379	-	1,345,379	-	1,345,379
<b>Financial liabilities - not measured at fair value</b>										
Bills payable	-	-	-	-	3,419,461	3,419,461				
Due to financial institutions	-	-	-	-	33,749,783	33,749,783				
Deposits and other accounts	-	-	-	-	205,219,428	205,219,428				
Subordinated sukuk	7,120,000	-	-	-	-	7,120,000				
Other liabilities	-	-	-	-	13,513,425	13,513,425				
	7,120,000	-	-	-	257,247,476	264,367,476				
<b>Off-balance sheet financial instruments - measured at fair value</b>										
Forward foreign exchange contracts - net	-	-	-	12,072,116	-	12,072,116	-	14,400,265	-	14,400,265

December 31, 2018 (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)										
<b>Financial assets - measured at fair value</b>										
<b>Investments</b>										
Federal Government debt securities	-	21,741,952	-	-	-	21,741,952	4,422,354	17,319,598	-	21,741,952
Non-Government debt securities	-	3,665,910	-	-	-	3,665,910	1,697,089	1,950,000	18,821	3,665,910
Foreign debt securities	-	16,443,108	-	-	-	16,443,108	16,443,108	-	-	16,443,108
<b>Other assets</b>										
Unrealized gain on foreign exchange contracts	-	-	-	757,969	-	757,969	-	757,969	-	757,969
<b>Financial assets - not measured at fair value</b>										
Cash and balances with treasury banks	-	-	-	17,752,920	-	17,752,920				
Balances with other banks	-	-	-	1,241,840	-	1,241,840				
Due from financial institution	-	-	-	4,000,000	-	4,000,000				
Investments	4,000,000	-	-	-	-	4,000,000				
Islamic financings and related assets - net	-	-	153,306,380	-	-	153,306,380				
Other asset	-	-	-	6,695,519	-	6,695,519				
	4,000,000	41,850,970	153,306,380	30,448,248	-	229,605,598				
<b>Financial liabilities - measured at fair value</b>										
<b>Other liabilities</b>										
Unrealized loss on foreign exchange contracts	-	-	-	-	761,963	761,963	-	761,963	-	761,963
<b>Financial liabilities - not measured at fair value</b>										
Bills payable	-	-	-	-	2,811,457	2,811,457				
Due to financial institutions	-	-	-	-	12,670,525	12,670,525				
Deposits and other accounts	-	-	-	-	182,186,634	182,186,634				
Subordinated sukuk	7,120,000	-	-	-	-	7,120,000				
Other liabilities	-	-	-	-	9,897,164	9,897,164				
	7,120,000	-	-	-	208,327,743	215,447,743				
<b>Off-balance sheet financial instruments - measured at fair value</b>										
Forward foreign exchange contracts - net	-	-	-	3,723,053	-	3,723,053	-	3,719,059	-	3,719,059

There were no transfer of balances between fair value hierarchy levels during the period.

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

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

	June 30, 2019 (Un-audited)					
	Corporate Banking	SME & Commercial Banking	Consumer Banking	Treasury	Other	Total
	(Rupees in '000)					
<b>Profit and loss account</b>						
Net profit earned	3,136,993	1,015,847	(751,180)	1,166,787	351,526	4,919,973
Inter segment revenue - net	(2,888,664)	(132,714)	4,417,770	(1,033,168)	(363,224)	-
Other income	204,190	236,398	661,335	141,423	980	1,244,326
<b>Total income</b>	<b>452,519</b>	<b>1,119,531</b>	<b>4,327,925</b>	<b>275,042</b>	<b>(10,718)</b>	<b>6,164,299</b>
Segment direct expenses	(226,078)	(488,739)	(2,105,696)	(60,803)	-	(2,881,316)
Inter segment expense allocation	(43,952)	(42,981)	(258,778)	(20,540)	-	(366,251)
<b>Total expenses</b>	<b>(270,030)</b>	<b>(531,720)</b>	<b>(2,364,474)</b>	<b>(81,343)</b>	<b>-</b>	<b>(3,247,567)</b>
Provisions	(166,177)	(51,958)	(114,677)	(1,815)	10,718	(323,909)
<b>Profit before tax</b>	<b>16,312</b>	<b>535,853</b>	<b>1,848,774</b>	<b>191,884</b>	<b>-</b>	<b>2,592,823</b>
<b>Statement of financial position</b>						
Cash and bank balances	-	700,863	4,192,137	9,348,332	19,248,671	33,490,003
Due from financial institutions	-	-	-	-	4,218,778	4,218,778
Investments	-	-	-	41,521,866	16,122,915	57,644,781
Islamic financings and related assets - net	87,633,656	43,013,592	38,443,052	-	1,949,992	171,040,292
Others	3,355,231	4,839,894	3,704,914	4,447,123	869,574	17,216,736
<b>Total Assets</b>	<b>90,988,887</b>	<b>48,554,349</b>	<b>46,340,103</b>	<b>55,317,321</b>	<b>42,409,930</b>	<b>283,610,590</b>
Due to financial institutions	4,644,044	1,623,120	-	27,482,619	-	33,749,783
Deposits & other accounts	25,449,563	42,493,910	137,231,315	44,640	-	205,219,428
Subordinated sukuk	-	-	-	-	7,120,000	7,120,000
Others	2,776,187	4,505,428	10,206,668	1,394,779	11,174	18,894,236
<b>Total liabilities</b>	<b>32,869,794</b>	<b>48,622,458</b>	<b>147,437,983</b>	<b>28,922,038</b>	<b>7,131,174</b>	<b>264,983,447</b>
Equity	-	-	-	(157,533)	18,784,676	18,627,143
<b>Total equity and liabilities</b>	<b>32,869,794</b>	<b>48,622,458</b>	<b>147,437,983</b>	<b>28,764,505</b>	<b>25,915,850</b>	<b>283,610,590</b>
<b>Contingencies and commitments</b>	<b>20,321,571</b>	<b>17,645,576</b>	<b>551,542</b>	<b>12,072,116</b>	<b>-</b>	<b>50,590,805</b>

	June 30, 2018 (Un-audited)					
	Corporate Banking	SME & Commercial Banking	Consumer Banking	Treasury	Other	Total
	----- (Rupees in '000) -----					
<b>Profit and loss account</b>						
Net profit earned	1,746,025	643,181	372,916	813,787	267,877	3,843,786
Inter segment revenue - net	(1,331,809)	72,750	2,168,103	(641,107)	(267,937)	-
Other income	214,887	226,150	580,659	48,158	-	1,069,854
<b>Total income</b>	629,103	942,081	3,121,678	220,838	(60)	4,913,640
Segment direct expenses	(181,412)	(435,289)	(1,931,514)	(58,154)	-	(2,606,369)
Inter segment expense allocation	(42,300)	(41,365)	(249,931)	(19,703)	-	(353,299)
<b>Total expenses</b>	(223,712)	(476,654)	(2,181,445)	(77,857)	-	(2,959,668)
Provisions	(75,432)	119,085	(22,870)	-	60	20,843
<b>Profit before tax</b>	329,959	584,512	917,363	142,981	-	1,974,815
	December 31, 2018 (Audited)					
	Corporate Banking	SME & Commercial Banking	Consumer Banking	Treasury	Other	Total
	----- (Rupees in '000) -----					
<b>Statement of financial position</b>						
Cash and bank balances	-	449,134	2,996,866	1,241,840	14,306,920	18,994,760
Due from financial institutions	-	-	-	4,000,000	-	4,000,000
Investments	-	-	-	27,531,372	18,319,598	45,850,970
Islamic financings and related assets - net	75,057,728	38,606,570	37,788,417	-	1,853,665	153,306,380
Others	2,701,998	2,789,644	2,312,801	1,474,360	391,840	9,670,643
<b>Total Assets</b>	77,759,726	41,845,348	43,098,084	34,247,572	34,872,023	231,822,753
Due to financial institutions	4,839,950	1,549,800	-	6,280,775	-	12,670,525
Deposits & other accounts	19,906,060	38,365,675	123,863,921	50,978	-	182,186,634
Subordinated sukuk	-	-	-	-	7,120,000	7,120,000
Others	1,464,295	5,115,999	5,627,439	815,178	72,509	13,095,420
<b>Total liabilities</b>	26,210,305	45,031,474	129,491,360	7,146,931	7,192,509	215,072,579
Equity	-	-	-	(704,936)	17,455,110	16,750,174
<b>Total equity and liabilities</b>	26,210,305	45,031,474	129,491,360	6,441,995	24,647,619	231,822,753
<b>Contingencies and commitments</b>	16,283,663	17,714,584	3,837,744	3,727,046	-	41,563,037

### 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 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:

	June 30, 2019 (Un-audited)					December 31, 2018 (Audited)						
	Associated companies	Holding Company	Directors	Key management personnel	Others**	Total	Associated companies	Holding Company	Directors	Key management personnel	Others**	Total
----- (Rupees in '000) -----												
<b>Balances with other banks</b>												
As at January 1,	-	43,126	-	-	-	43,126	-	140,147	-	-	-	140,147
Deposited during the period / year	-	65,286,444	-	-	-	65,286,444	-	39,615,427	-	-	-	39,615,427
Withdrawals during the period / year	-	(65,255,465)	-	-	-	(65,255,465)	-	(39,712,448)	-	-	-	(39,712,448)
Closing balance	-	74,105	-	-	-	74,105	-	43,126	-	-	-	43,126
<b>Investments</b>												
As at January 1,	1,290,092	-	-	-	-	1,290,092	1,031,293	-	-	-	-	1,031,293
Investments made during the period / year	-	-	-	-	-	-	-	-	-	-	-	-
Investments redeemed during the period / year	-	-	-	-	-	-	-	-	-	-	-	-
Others	192,939	-	-	-	-	192,939	258,799	-	-	-	-	258,799
Closing balance	1,483,031	-	-	-	-	1,483,031	1,290,092	-	-	-	-	1,290,092
<b>Islamic financing and related assets</b>												
As at January 1,	-	-	-	184,341	-	184,341	-	-	-	98,552	-	98,552
Disbursed during the period / year	-	-	-	4,801	-	4,801	-	-	-	139,002	-	139,002
Payments during the period / year	-	-	-	(14,979)	-	(14,979)	-	-	-	(53,983)	-	(53,983)
Adjustments *	-	-	-	4,688	-	4,688	-	-	-	770	-	770
Closing balance	-	-	-	178,851	-	178,851	-	-	-	184,341	-	184,341



	June 30, 2019 (Un-audited)						December 31, 2018 (Audited)					
	Associated companies	Holding Company	Directors	Key management personnel	Others**	Total	Associated companies	Holding Company	Directors	Key management personnel	Others**	Total
	(Rupees in '000)											
<b>Due to financial institutions</b>												
As at January 1,	-	-	-	-	-	-	-	-	-	-	-	-
Borrowed during the period / year	-	16,005,210	-	-	-	16,005,210	-	-	-	-	-	-
Repaid during the period / year	-	-	-	-	-	-	-	-	-	-	-	-
Closing balance	-	16,005,210	-	-	-	16,005,210	-	-	-	-	-	-
<b>Deposits and other accounts</b>												
As at January 1,	-	43,932	5,929	259,166	1,070,790	1,379,817	-	32,058	7,198	128,186	861,396	1,028,838
Received during the period / year	-	1,133,634	66,508	337,227	221,490	1,758,859	-	1,573,159	17,962	725,835	1,041,223	3,358,179
Withdrawals during the period / year	-	(1,138,618)	(63,296)	(524,574)	(92,245)	(1,818,733)	-	(1,561,285)	(19,231)	(601,154)	(831,829)	(3,013,499)
Adjustments *	-	-	-	(20,421)	-	(20,421)	-	-	-	6,299	-	6,299
Closing balance	-	38,948	9,141	51,398	1,200,035	1,299,522	-	43,932	5,929	259,166	1,070,790	1,379,817
	June 30, 2019 (Un-audited)						June 30, 2018 (Un-audited)					
	Associated companies	Holding Company	Directors	Key management personnel	Others**	Total	Associated companies	Holding Company	Directors	Key management personnel	Others**	Total
	(Rupees in '000)											
<b>Transactions during the period</b>												
Fees to directors	-	-	3,445	-	-	3,445	-	-	3,191	-	-	3,191
Remuneration to key management personnel (Including bonus)	-	-	-	188,575	-	188,575	-	-	-	143,914	-	143,914
Profit earned on investments	29,088	-	-	-	-	29,088	22,542	-	-	-	-	22,542
Profit earned on financings	-	-	-	6,180	-	6,180	-	-	-	2,016	-	2,016
Profit expensed on deposits	-	-	58	3,762	60,200	64,020	-	-	30	2,539	24,454	27,023
Profit expensed on due to Financial Institutions	-	208,878	-	-	-	208,878	-	-	-	-	-	-
Contribution made to gratuity fund	-	-	-	-	22,016	22,016	-	-	-	-	28,200	28,200
Contribution made to provident fund	-	-	-	-	48,859	48,859	-	-	-	-	43,208	43,208
<b>Contingencies and commitments</b>												
Foreign currency purchase contracts	-	7,745,726	-	-	-	7,745,726	-	36,597,829	-	-	-	36,597,829
Foreign currency sale contracts	-	7,829,641	-	-	-	7,829,641	-	36,656,520	-	-	-	36,656,520

\* Primarily relates to those directors, associates and key management personnel who are no longer related parties or have become related parties of the Bank as at June 30, 2019.

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

June 30,      December 31,  
2019      2018  
(Un-audited)      (Audited)  
----- Rupees in '000 -----

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

**Minimum Capital Requirement (MCR):**

Paid-up capital	<u><u>11,652,288</u></u>	<u><u>11,652,288</u></u>
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**Capital Adequacy Ratio (CAR):**

Eligible Common Equity Tier I (CET I) Capital	<u><u>18,418,327</u></u>	16,582,471
Eligible Additional Tier I (ADT I) Capital	<u><u>3,120,000</u></u>	3,120,000
Total Eligible Tier I Capital	<u><u>21,538,327</u></u>	19,702,471
Eligible Tier II Capital	<u><u>4,109,058</u></u>	4,099,733
<b>Total Eligible Capital (Tier I + Tier II)</b>	<u><u>25,647,385</u></u>	<u><u>23,802,204</u></u>

**Risk Weighted Assets (RWAs):**

Credit Risk	<u><u>170,762,149</u></u>	153,683,178
Market Risk	<u><u>699,676</u></u>	458,133
Operational Risk	<u><u>15,884,313</u></u>	15,884,313
<b>Total RWAs</b>	<u><u>187,346,138</u></u>	<u><u>170,025,624</u></u>

**Common Equity Tier I Capital Adequacy Ratio**

<u><u>9.83%</u></u>	<u><u>9.75%</u></u>
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**Tier I Capital Adequacy Ratio**

<u><u>11.50%</u></u>	<u><u>11.59%</u></u>
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**Total Capital Adequacy Ratio**

<u><u>13.69%</u></u>	<u><u>14.00%</u></u>
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**Leverage Ratio (LR):**

Eligible Tier I Capital	<u><u>21,538,327</u></u>	19,702,471
Total Exposures	<u><u>324,277,829</u></u>	279,436,498
<b>Leverage Ratio</b>	<u><u>6.64%</u></u>	7.05%

**Liquidity Coverage Ratio (LCR):**

Total High Quality Liquid Assets	<u><u>28,780,200</u></u>	42,022,758
Total Net Cash Outflow	<u><u>14,562,615</u></u>	22,659,685
<b>Liquidity Coverage Ratio</b>	<u><u>197.63%</u></u>	185.45%

**Net Stable Funding Ratio (NSFR):**

Total Available Stable Funding	<u><u>206,069,695</u></u>	181,481,846
Total Required Stable Funding	<u><u>204,710,614</u></u>	170,195,139
<b>Net Stable Funding Ratio</b>	<u><u>100.66%</u></u>	106.63%

**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**