SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION [UN-AUDITED]
AS AT MARCH 31, 2020

	Note	**March 31, 2020**	**(Audited) December 31, 2019**
		Rupees	
ASSETS			
Cash and balances with treasury banks	6	**127,419,477**	36,408,879
Balances with other banks	7	**83,833,389**	126,036,504
Lendings to financial institutions	8	**-**	80,000,000
Investments	9	**21,337,957,572**	23,903,994,963
Advances	10	**7,668,033,078**	7,869,204,539
Fixed assets	11	**3,043,056,129**	3,054,741,640
Intangible assets	12	**7,466,093**	8,488,075
Deferred tax assets		**-**	-
Other assets	13	**1,456,589,203**	2,005,708,818
		33,724,354,941	37,084,583,418
LIABILITIES			
Bills payable		**-**	-
Borrowings	14	**19,325,241,663**	22,759,019,394
Deposits and other accounts	15	**912,000,000**	510,000,000
Liabilities against assets subject to finance lease		**-**	-
Subordinated debt		**-**	-
Deferred tax liabilities	16	**208,584,601**	299,466,049
Other liabilities	17	**461,433,266**	512,722,650
		20,907,259,530	24,081,208,093
NET ASSETS		**12,817,095,411**	13,003,375,325
REPRESENTED BY			
Share capital		**6,600,000,000**	6,600,000,000
Statutory reserve		**1,061,615,726**	1,061,615,726
Revenue reserve		**358,662,940**	358,662,940
Surplus on revaluation of assets	18	**1,899,198,865**	2,187,318,205
Unappropriated / unremitted profit		**2,897,617,880**	2,795,778,454
		12,817,095,411	13,003,375,325

CONTINGENCIES AND COMMITMENTS 19

The annexed notes 1 to 35 form an integral part of these condensed interim financial statements.

Chief Financial Officer	GM/Chief Executive	Director	Director	Director

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT [UN-AUDITED]
FOR THE PERIOD ENDED MARCH 31, 2020

	Note	Quarter Ended		Period Ended	
		March 31, 2020	March 31, 2019	**March 31, 2020**	March 31, 2019
		(Rupees)			
Mark-up / Return / Interest Earned	20	**928,454,841**	415,875,143	**928,454,841**	415,875,143
Mark-up / Return / Interest Expensed	21	**734,729,673**	191,174,777	**734,729,673**	191,174,777
Net Mark-up / Interest Income		**193,725,168**	224,700,366	**193,725,168**	224,700,366
NON MARK-UP / INTEREST INCOME					
Fee and Commission Income	22	**906,724**	2,318,164	**906,724**	2,318,164
Dividend Income		**44,322,631**	38,535,221	**44,322,631**	38,535,221
Foreign Exchange Income		**1,444,114**	173,850	**1,444,114**	173,850
Income / (loss) from derivatives		**-**	-	**-**	-
Gain / (loss) on securities	23	**73,357,447**	(23,426,865)	**73,357,447**	(23,426,865)
Other Income	24	**54,024,071**	81,852,286	**54,024,071**	81,852,286
Total Non-markup / Interest Income		**174,054,987**	99,452,656	**174,054,987**	99,452,656
Total Income		**367,780,155**	324,153,022	**367,780,155**	324,153,022
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	25	**95,294,283**	98,915,292	**95,294,283**	98,915,292
Workers Welfare Fund		**-**	-	**-**	-
Other charges		**-**	-	**-**	-
Total Non-markup / Interest Expenses		**95,294,283**	98,915,292	**95,294,283**	98,915,292
PROFIT BEFORE PROVISIONS		**272,485,872**	225,237,730	**272,485,872**	225,237,730
Provisions and write offs - net	26	**163,176,176**	57,919,223	**163,176,176**	57,919,223
Extra ordinary / unusual items		**-**	-	**-**	-
PROFIT BEFORE TAXATION		**109,309,696**	167,318,507	**109,309,696**	167,318,507
Taxation	27	**23,957,046**	71,706,519	**23,957,046**	71,706,519
PROFIT AFTER TAXATION		**85,352,650**	95,611,988	**85,352,650**	95,611,988
Basic Earnings per share	28	**0.129**	0.145	**0.129**	0.145
Diluted Earnings per share	29	**0.129**	0.145	**0.129**	0.145

The annexed notes 1 to 35 form an integral part of these condensed interim financial statements.

Chief Financial Officer	GM/Chief Executive	Director	Director	Director

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME [UN-AUDITED]
FOR THE PERIOD ENDED MARCH 31, 2020

	Quarter Ended		Period Ended	
	March 31, 2020	March 31, 2019	**March 31, 2020**	March 31, 2019
	-------------(Rupees)-------------			
Profit after taxation for the period	**85,352,650**	95,611,988	**85,352,650**	95,611,988
Other comprehensive income				
Items that may be reclassified to profit and loss account in subsequent periods:				
Movement in surplus / (deficit) on revaluation of investments - net of tax	**(271,632,564)**	9,749,549	**(271,632,564)**	9,749,549
	(271,632,564)	9,749,549	**(271,632,564)**	9,749,549
Items that will not be reclassified to profit and loss account in subsequent periods:				
Effect of change in rate	-	28,454,258	-	28,454,258
	-	28,454,258	-	28,454,258
Total comprehensive income	**(186,279,914)**	133,815,795	**(186,279,914)**	133,815,795

The annexed notes 1 to 35 form an integral part of these condensed interim financial statements.

Chief Financial Officer	GM/Chief Executive	Director	Director	Director

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY [UN-AUDITED]
FOR THE PERIOD ENDED MARCH 31, 2020

	Share capital	Statutory reserve	Revenue reserve	Surplus/(Deficit) on revaluation of Investments	Surplus/(Deficit) on revaluation of Fixed / Non Banking Assets	Unappropriated/ Unremitted profit	Total
	-----Rupees-----						
Balance as at January 1, 2019	6,600,000,000	1,008,201,270	358,662,940	(192,084,618)	2,030,632,636	2,843,304,042	12,648,716,270
Profit after taxation for the period ended March 31, 2019	-	-	-	-	-	95,611,988	95,611,988
Other comprehensive income - net of tax	-	-	-	9,749,549	28,454,258	-	38,203,807
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	(16,726,663)	16,726,663	-
Balance as at March 31, 2019	**6,600,000,000**	**1,008,201,270**	**358,662,940**	**(182,335,069)**	**2,042,360,231**	**2,955,642,693**	**12,782,532,065**
Profit after taxation for the year ended December 31, 2019	-	-	-	-	-	171,460,293	171,460,293
Other comprehensive income - net of tax	-	-	-	392,723,877	(13,976,703)	635,793	379,382,967
Transfer to statutory reserve	-	53,414,456	-	-	-	(53,414,456)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	(51,454,131)	51,454,131	-
Transactions with owners, recorded directly in equity							
Final dividend 2018: Re 0.5 per ordinary share	-	-	-	-	-	(330,000,000)	(330,000,000)
Balance as at December 31, 2019	**6,600,000,000**	**1,061,615,726**	**358,662,940**	**210,388,808**	**1,976,929,397**	**2,795,778,454**	**13,003,375,325**
Profit after taxation for the year ended March 31, 2020	-	-	-	-	-	85,352,650	85,352,650
Other comprehensive income - net of tax	-	-	-	(271,632,564)	-	-	(271,632,564)
Transfer to statutory reserve	-	-	-	-	-	-	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	(16,486,776)	16,486,776	-
Balance as at March 31, 2020	**6,600,000,000**	**1,061,615,726**	**358,662,940**	**(61,243,756)**	**1,960,442,621**	**2,897,617,880**	**12,817,095,411**

The annexed notes 1 to 35 form an integral part of these condensed interim financial statements.

Chief Financial Officer | GM/Chief Executive | Director | Director | Director

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT [UN-AUDITED]
FOR THE PERIOD ENDED MARCH 31, 2020

	Note	March 31, 2020	March 31, 2019
		Rupees	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		109,309,696	167,318,507
Less: Dividend income		(44,322,631)	(38,535,221)
		64,987,065	128,783,286
Adjustments:			
Depreciation		37,678,887	33,862,363
Amortization		1,021,982	601,368
Provision and write-offs	26	163,176,176	57,919,223
Gain on sale of fixed assets		(1,934,977)	(7,725,996)
Finance charges on leased assets		888,947	-
Charge for defined benefit plan		1,758,816	1,809,846
Unrealized loss/ (gain) - held for trading investments		(4,734,574)	-
		197,855,257	86,466,804
		262,842,322	215,250,090
(Increase) / decrease in operating assets			
Lendings to financial institutions		80,000,000	1,722,910,789
Held-for-trading securities		(70,959,426)	-
Advances		143,974,559	312,259,156
Others assets (excluding advance taxation)		696,648,060	(152,738,484)
		849,663,193	1,882,431,461
Increase/ (decrease) in operating liabilities			
Borrowings from financial institutions		(3,433,777,731)	7,940,528,091
Deposits		402,000,000	-
Other liabilities (excluding current taxation)		(46,775,411)	(84,924,503)
		(3,078,553,142)	7,855,603,588
Payments against off-balance sheet obligations		-	-
Payment to defined benefit plan		(7,161,736)	(10,397,181)
Income tax paid		(203,525,824)	(148,429,364)
Net cash flow generated from / (used in) operating activities		(2,176,735,187)	9,794,458,594
CASH FLOW FROM INVESTING ACTIVITIES			
Net investments in available-for-sale securities		2,216,154,395	(9,458,569,179)
Net investments in held-to-maturity securities		30,000	398,705
Dividends received		32,519,919	2,558,800
Investments in operating fixed assets		(26,651,533)	(10,883,989)
Proceeds from sale of fixed assets		3,489,889	16,364,658
Net cash flow (used in) / generated from investing activities		2,225,542,670	(9,450,131,005)
CASH FLOW FROM FINANCING ACTIVITIES			
Dividend paid		-	-
Net cash flow generated from / (used in) financing activities		-	-
Effects of exchange rate changes on cash and cash equivalents		-	-
Increase / (Decrease) in cash and cash equivalents		48,807,483	344,327,589
Cash and cash equivalents at beginning of the period		162,445,383	381,235,120
Cash and cash equivalents at end of the period	30	211,252,866	725,562,709

The annexed notes 1 to 35 form an integral part of these condensed interim financial statements.

Chief Financial Officer	GM/Chief Executive	Director	Director	Director

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION [UN-AUDITED]
FOR THE PERIOD ENDED MARCH 31, 2020

1. STATUS AND NATURE OF BUSINESS

Saudi Pak Industrial and Agricultural Investment Company Limited (the Company) was incorporated in Pakistan as a private limited company on December 23, 1981 and subsequently converted to public limited company on April 30, 2008. The Company is jointly sponsored by the Governments of Kingdom of Saudi Arabia (KSA) and the Islamic Republic of Pakistan. The Company is a Development Financial Institution (DFI) and principally engaged in investment in the industrial and agro-based industrial projects in Pakistan on commercial basis and markets its products in Pakistan and abroad. The Company initially set up for a period of fifty years which has been further extended for a peirod of fifty years with effect from June 05, 2030 with the approval of both the Governments.

The registered office of the Company is situated at Saudi Pak Tower, Jinnah Avenue, Islamabad. The Company is also operating offices in Lahore and Karachi.

2 BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

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

- International Financial Reporting Standards IFRS issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017
- Provisions of and directives issued under the Banking Companies Ordinance, 1962, the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP).

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

2.2 The condensed interim financial statements do not include all the information and disclosures required in the audited annual financial statements, and should be read in conjunction with the audited annual financial statements for the financial year ended 31 December 2019.

3 SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the audited annual financial statements of the Bank for the year ended December 31, 2019.

Amendments and interpretations to approved accounting standards effective from January 1, 2020 are not expected to have a material impact on these unconsolidated condensed interim financial statements.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The basis for accounting estimates adopted in the preparation of this condensed interim unconsolidated financial information is the same as that applied in the preparation of the unconsolidated financial statements for the year ended December 31, 2019.

5 FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Bank are consistent with those disclosed in the unconsolidated financial statements for the year ended December 31, 2019.

	March 31, 2020	Audited December 31, 2019
	Rupees	
6 CASH AND BALANCES WITH TREASURY BANKS		
In hand		
Local currency	**344,348**	223,815
With State Bank of Pakistan in		
Local currency current account	**127,075,129**	36,185,064
	127,419,477	36,408,879
7 BALANCES WITH OTHER BANKS		
In Pakistan		
In current accounts	**18,427,208**	5,979,002
In deposit accounts	**65,406,181**	120,057,502
	83,833,389	126,036,504
8 LENDINGS TO FINANCIAL INSTITUTIONS		
Repurchase agreement lendings (Reverse Repo)	-	80,000,000
Letter based placement	-	-
	-	80,000,000
Less:Provision held against Lending to Financial Institutions	-	-
Lendings to Financial Institutions - net of provision	-	80,000,000

9 INVESTMENTS

9.1 Investments by type:

	Note	March 31, 2020 Cost / Amortised cost	March 31, 2020 Provision for diminution	March 31, 2020 Surplus / (Deficit)	March 31, 2020 Carrying Value	December 31, 2019 Cost / Amortised cost	December 31, 2019 Provision for diminution	December 31, 2019 Surplus / (Deficit)	December 31, 2019 Carrying Value
		Rupees				Rupees			
Held-for-trading securities									
Quoted shares		70,959,426	-	4,734,574	75,694,000	-	-	-	-
Available-for-sale securities									
Federal Government Securities									
-Pakistan Investment Bonds (PIBs)		15,041,510,686	-	236,179,314	15,277,690,000	17,354,461,746	-	91,880,254	17,446,342,000
-Market Treasury Bills		937,094,019	-	12,210,981	949,305,000	907,736,468	-	3,808,532	911,545,000
		15,978,604,705	-	248,390,295	16,226,995,000	18,262,198,214	-	95,688,786	18,357,887,000
Shares- Quoted securities		2,694,947,525	(810,449,250)	(327,800,475)	1,556,697,800	2,627,466,026	(704,469,976)	133,678,081	2,056,674,131
Non Government Debt Securities									
-Term Finance Certificates (TFCs) / Sukuk		1,171,612,766	(82,227,345)	4,101,200	1,093,486,621	1,171,612,766	(82,227,345)	3,600,000	1,092,985,421
-Commercial paper		92,686,643	-	-	92,686,643	92,729,028	-	-	92,729,028
Open end mutual fund		70,794,937	(34,419,937)	3,257,500	39,632,500	70,794,937	(34,419,937)	14,549,375	50,924,375
Un-quoted securities		786,333,048	(273,833,040)	-	512,500,008	786,333,048	(273,833,040)	-	512,500,008
		20,794,979,624	(1,200,929,572)	(72,051,480)	19,521,998,572	23,011,134,019	(1,094,950,298)	247,516,242	22,163,699,963
Held-to-maturity securities									
Non Government Debt Securities									
-Term Finance Certificates (TFCs) / Sukuk		1,642,756,710	(402,491,710)	-	1,240,265,000	1,642,786,710	(402,491,710)	-	1,240,295,000
Associates									
Saudi Pak Leasing Company Limited									
- Investment in shares		243,467,574	(243,467,574)	-	-	243,467,574	(243,467,574)	-	-
- Investment in preference shares		333,208,501	(333,208,501)	-	-	333,208,501	(333,208,501)	-	-
		576,676,075	(576,676,075)	-	-	576,676,075	(576,676,075)	-	
Subsidiaries									
Saudi Pak Real Estate Company Limited		500,000,000	-	-	500,000,000	500,000,000	-	-	500,000,000
Total Investments		23,585,371,835	(2,180,097,357)	(67,316,906)	21,337,957,572	25,730,596,804	(2,074,118,083)	247,516,242	23,903,994,963

	March 31, 2020	Audited December 31, 2019
9.1.1 Investments given as collateral	Rupees	
Treasury Bills (T-Bills)	-	-
Pakistan Investment Bonds (PIBs)	**14,171,223,250**	15,980,206,280
	14,171,223,250	15,980,206,280

9.2 Provision for diminution in value of investments

	March 31, 2020	Audited December 31, 2019
9.2.1 Opening balance	**2,074,118,083**	1,822,939,631
Charge / reversals		
Charge for the period / year	**140,343,030**	375,917,236
Reversals for the period / year	**-**	(977,225)
Reversal on disposals	**(34,363,756)**	(123,761,559)
	105,979,274	251,178,452
Amounts written off	-	-
Closing Balance	**2,180,097,357**	2,074,118,083

9.2.2 Particulars of provision against debt securities

Category of classification	March 31, 2020		Audited December 31, 2019	
	NPI	Provision	NPI	Provision
	Rupees		Rupees	
Domestic				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	**535,344,055**	**484,719,055**	535,344,055	484,719,055
	535,344,055	**484,719,055**	535,344,055	484,719,055
Overseas	-	-	-	-
Total	**535,344,055**	**484,719,055**	535,344,055	484,719,055

9.3 The market value of listed TFCs classified as held-to-maturity as at March 31, 2020 and December 31, 2019 are not available and these are carried at amortised cost.

10 ADVANCES	March 31, 2020	Audited December 31, 2019	March 31, 2020	Audited December 31, 2019	March 31, 2020	Audited December 31, 2019
	Performing		Non Performing		Total	
	Rupees					
Loans, leases, running finances- gross	**5,996,757,864**	6,040,351,497	**3,968,632,958**	4,069,013,884	**9,965,390,822**	10,109,365,381
Provision against advances						
- Specific	-	-	**(2,297,357,744)**	(2,240,160,842)	**(2,297,357,744)**	(2,240,160,842)
- General	-	-	-	-	-	-
	-	-	**(2,297,357,744)**	(2,240,160,842)	**(2,297,357,744)**	(2,240,160,842)
Advances - net of provision	**5,996,757,864**	6,040,351,497	**1,671,275,214**	1,828,853,042	**7,668,033,078**	7,869,204,539

10.1 Particulars of advances (Gross)	March 31, 2020	Audited December 31, 2019
	Rupees	
In local currency	**9,949,474,769**	10,093,449,328
In foreign currencies	**15,916,053**	15,916,053
	9,965,390,822	10,109,365,381

10.2 Advances include Rs. 3,968,632,958 (December 31, 2019: Rs. 4,069,013,884) which have been placed under non-performing status as detailed below:-

Category of Classificatio	March 31, 2020 Non Performing Loans	March 31, 2020 Provision	Audited December 31, 2019 Non Performing Loans	Audited December 31, 2019 Provision
	Rupees		Rupees	
Domestic				
Substandard	-	-	317,313,987	79,328,497
Doubtful	**317,313,987**	**158,656,994**	750,000,000	-
Loss	**3,651,318,971**	**2,138,700,750**	3,001,699,897	2,160,832,345
	3,968,632,958	**2,297,357,744**	4,069,013,884	2,240,160,842
Overseas	-	-	-	-
Total	**3,968,632,958**	**2,297,357,744**	4,069,013,884	2,240,160,842

10.3 Particulars of provision against advances	March 31, 2020 Specific	March 31, 2020 General	March 31, 2020 Total	Audited December 31, 2019 Specific	Audited December 31, 2019 General	Audited December 31, 2019 Total
	Rupees			Rupees		
Opening balance	**2,240,160,842**	-	**2,240,160,842**	2,162,852,622	-	2,162,852,622
Charge for the year	**157,577,828**	-	**157,577,828**	199,619,330	-	199,619,330
Reversals	**(100,380,926)**	-	**(100,380,926)**	(122,311,110)	-	(122,311,110)
	57,196,902	-	**57,196,902**	77,308,220	-	77,308,220
Amounts written off	-	-	-	-	-	-
Closing balance	**2,297,357,744**	-	**2,297,357,744**	2,240,160,842	-	2,240,160,842

10.3.1 The net FSV benefit already availed has been increased by Rs. 296.751 million, which has resulted in decreased charge for specific provision for the year by the same amount. Had the FSV benefit not increased, before and after tax profit for the year would have been lower by Rs. 296.751 million (2019: Rs. 781.681 million) and Rs. 210.693 million (2019: lower by Rs. 554.994 million) respectively. Further, at March 31, 2020, cumulative net of tax benefit availed for Forced Sale Value (FSV) was Rs. 1,073.959 million (2019: Rs. 863.266 million) under BSD circular No. 1 of 2011 dated October 21, 2011. Reserves and un-appropriated profit to that extent are not available for distribution by way of cash or stock dividend.

11 FIXED ASSETS

	March 31, 2020	Audited December 31, 2019
	Rupees	
Capital work-in-progress	**15,925,280**	7,059,370
Property and equipment	**2,993,296,636**	3,010,401,637
Right of use assets under IFRS-16 Leases	**33,834,213**	37,280,633
	3,043,056,129	3,054,741,640

11.1 Additions to fixed assets

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

	March 31, 2020	March 31, 2019
	Rupees	
Capital work-in-progress	**8,865,910**	-
Property and equipment		
Furniture and fixture	**141,804**	-
Office equipment	**1,522,467**	100,000
Vehicles	**16,121,352**	4,842,252
Heating & air conditioning	**-**	3,050,000
Electrical fitting, fire fighting equipment and others	**-**	2,891,737
	17,785,623	10,883,989
Total	**26,651,533**	10,883,989

11.2 Disposal of fixed assets

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

	March 31, 2020	March 31, 2019
Leasehold land	**-**	8,088,120
Office equipment	**64,536**	1
Vehicles	**1,490,376**	550,541
Total	**1,554,912**	8,638,662

12 INTANGIBLE ASSETS

	March 31, 2020	Audited December 31, 2019
	Rupees	
Computer Software	**7,466,093**	8,488,075
	7,466,093	8,488,075

13 OTHER ASSETS

	March 31, 2020	Audited December 31, 2019
Income/ Mark-up accrued in local currency - net of provision		
On investments	**309,398,446**	955,893,071
On advances	**185,839,308**	149,289,077
On lending to financial institutions	**-**	28,603
	495,237,754	1,105,210,751
Advances, deposits, advance rent and other prepayments	**19,825,366**	106,473,809
Advance taxation (payments less provisions)	**622,063,880**	485,441,392
Excise duty	**78,817,895**	78,817,895
Non-banking assets acquired in satisfaction of claims	**141,061,942**	141,958,697
Dividend receivable	**68,925,260**	57,122,548
Other receivables	**6,056,023**	6,082,643
	1,431,988,120	1,981,107,735
Less: Provision held against other assets	**(256,792)**	(256,792)
Other Assets (Net of Provision)	**1,431,731,328**	1,980,850,943
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	**24,857,875**	24,857,875
Other Assets - total	**1,456,589,203**	2,005,708,818

			March 31, 2020	Audited December 31, 2019
13.1	**Provision held against other assets**		Rupees	
	Advances, deposits, advance rent & other prepayments		**256,792**	256,792
			256,792	256,792

14 BORROWINGS

Secured		
State Bank of Pakistan (SBP) refinance scheme		
Long term financing facility (LTFF)	**729,789,978**	736,913,986
Repurchase agreement borrowings	**13,812,118,350**	15,855,438,740
Against book debts/receivables	**4,783,333,335**	6,166,666,668
Total secured	**19,325,241,663**	22,759,019,394
Unsecured		
Call borrowings	-	-
Total unsecured	-	-
	19,325,241,663	22,759,019,394

15 DEPOSITS AND OTHER ACCOUNTS

	Customers			
	- Term deposits (local currency)	15.1	**912,000,000**	510,000,000
15.1	**Composition of deposits**			
	- Public Sector Entities	15.1.1	902,000,000	500,000,000
	- Non-Banking Financial Institutions	15.1.2	10,000,000	10,000,000
			912,000,000	510,000,000

15.1.1 These represent Certificate of Investments (COIs) issued to Port Qasim Authority for Rs. 902 million (2019: Rs. 500 million). These COIs carry mark up at the rate ranging from 11.48% to 12.89% (2019: 13.66%) per annum and is repayable in April & May 2020 (2019: February 2020).

15.1.2 These represent Certificate of Investments (COIs) issued to Saudi Pak Employees Contributory Provident Fund for Rs. 10 million (2019: Rs. 10 million). These COIs carry mark up at the rate of 12.49% (2019: 13.93%) per annum and is repayable in September 2020 (2019: March 2020).

15.2 All deposits are in local currency.

		March 31, 2020	Audited December 31, 2019
16	**DEFERRED TAX LIABILITIES**	Rupees	
	Deductible Temporary Differences on		
	Actuarial loss on defined benefit plan	**(4,710,781)**	(4,710,781)
	(Deficit) / Surplus on revaluation of securities - AFS	**(10,807,722)**	37,127,436
	Provision on non-performing loans	**(524,374,000)**	(507,787,000)
	Impairment loss on available for sale quoted securities	**(104,562,534)**	(88,542,914)
		(644,455,037)	(563,913,259)
	Taxable Temporary Differences on		
	Accelerated tax depreciation	**27,348,909**	24,545,468
	Dividend receivable	**10,338,789**	8,568,382
	Net investment in leases	**23,827,874**	32,770,878
	Surplus on revaluation of securities - HFT	**710,186**	-
	Surplus on revaluation of operating fixed assets	**790,813,880**	797,494,580
		853,039,638	863,379,308
		208,584,601	299,466,049

			March 31, 2020	Audited December 31, 2019
17	**OTHER LIABILITIES**		Rupees	
	Mark-up/ Return/ Interest payable in local currency		**268,893,665**	269,614,014
	Accrued expenses		**1,947,000**	35,299,651
	Advance rental income		**96,103,819**	128,147,027
	Security deposits against rented properties		**28,639,862**	29,469,122
	Payable to defined benefit plan		**1,758,816**	6,343,905
	Provision for compensated absences		**7,053,623**	7,871,454
	Directors' remuneration		**6,511,785**	5,267,290
	Payable to stock brokers - net		**14,782,660**	529,004
	Lease liability against ROU assets as per IFRS - 16 Leases		**25,574,116**	24,685,169
	Others		**10,167,920**	5,496,014
			461,433,266	512,722,650

18	**SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS**			
	Surplus / (deficit) on revaluation of			
	- Available for sale securities	9.1	**(72,051,478)**	247,516,244
	- Fixed Assets		**2,726,944,418**	2,749,981,314
	- Non-banking assets acquired in satisfaction of claims		**24,312,083**	24,442,663
			2,679,205,023	3,021,940,221
	Deferred tax on surplus / (deficit) on revaluation of:			
	- Available for sale securities		**10,807,722**	(37,127,436)
	- Fixed Assets		**(790,813,880)**	(797,494,580)
			(780,006,158)	(834,622,016)
			1,899,198,865	2,187,318,205

19	**CONTINGENCIES AND COMMITMENTS**			
	-Guarantees	19.1	**91,010,000**	176,670,000
	-Commitments	19.2	**2,736,287,703**	2,294,368,827
			2,827,297,703	2,471,038,827
19.1	**Guarantees:**			
	Financial guarantees		**91,010,000**	176,670,000
19.2	**Commitments:**			
	Commitments for acquisition of:			
	- Fixed assets		**2,653,703**	5,384,107
	- Intangible assets		**2,634,000**	2,984,720
			5,287,703	8,368,827
	Non disbursed commitment for term and working capital finance		**2,731,000,000**	2,286,000,000
			2,736,287,703	2,294,368,827

19.3 Other contingent liabilities

There is no change in the status of contingencies and commitments of the Company from the status given in the preceding audited annual financial statements for the year ended December 31, 2019.

		Note	March 31, 2020	March 31, 2019
			Rupees	
20	**MARK-UP/RETURN/INTEREST EARNED**			
	On loans and advances		**228,941,143**	224,176,005
	On investments		**693,232,203**	156,234,947
	On lendings to financial institutions		**5,323,870**	33,774,946
	On balances with banks		**957,625**	1,689,245
			928,454,841	415,875,143
21	**MARK-UP/RETURN/INTEREST EXPENSED**			
	Deposits	21.1	**26,685,703**	194,898
	Borrowings			
	Securities purchased under repurchase agreements		**481,278,612**	55,071,891
	Other short term borrowings		**57,331,852**	27,534,644
	SBP refinance scheme - LTFF		**3,647,691**	2,496,326
	Long term borrowings		**164,063,828**	105,688,543
			706,321,983	190,791,404
	Interest expense on lease liability against ROU assets		**888,947**	-
	Brokerage fee		**833,040**	188,475
			734,729,673	191,174,777

21.1 The markup expensed amounting to Rs. 341,773 (2019: Rs. 194,898) relates to Saudi Pak Employees Contributory Provident Fund.

		Note	March 31, 2020	March 31, 2019
			Rupees	
22	**FEE & COMMISSION INCOME**			
	Credit related fees		**906,724**	2,164,709
	Commission on guarantees		-	100,352
	Others		-	53,103
			906,724	2,318,164
23	**GAIN / (LOSS) ON SECURITIES**			
	Realised	23.1	**68,622,873**	(23,426,865)
	Unrealised - held for trading		**4,734,574**	-
			73,357,447	(23,426,865)
23.1	**Realised gain / (loss) on:**			
	Federal Government Securities		**19,439,357**	-
	Shares- listed		**49,183,516**	(23,426,865)
			68,622,873	(23,426,865)
24	**OTHER INCOME**			
	Rent on property- net	24.1	**51,494,418**	73,756,076
	Gain / (loss) on sale of fixed assets-net		**1,934,977**	7,725,996
	Others		**594,676**	370,214
			54,024,071	81,852,286

		Note	March 31, 2020	March 31, 2019
			Rupees	
24.1	**Rent on property - net**			
	Rental income		102,119,592	115,513,660
	Less: Property expense			
	Salaries, allowances and employee benefits		6,692,540	6,184,817
	Traveling and conveyance		9,008	200
	Medical		112,726	99,064
	Janitorial services		1,799,410	1,799,313
	Security services		5,466,157	5,087,469
	Insurance		565,133	470,571
	Postage, telegraph, telegram and telephone		-	42,534
	Printing and stationery		-	40,599
	Utilities		4,160,672	3,387,887
	Repairs and maintenance		4,918,487	878,229
	Rent, rates and taxes		2,257,135	-
	Depreciation		24,643,306	23,766,601
	Office general expenses		600	300
			50,625,174	41,757,584
			51,494,418	73,756,076

25	**OPERATING EXPENSES**			
	Total compensation expense		48,490,877	45,651,128
	Property expense			
	Rent & taxes		322,448	6,244,648
	Insurance		80,733	67,225
	Utilities cost		3,021,945	1,439,820
	Security (including guards)		980,786	1,038,937
	Repair & maintenance (including janitorial charges)		959,700	411,134
	Depreciation on ROU assets		3,446,420	-
	Depreciation		3,520,472	3,395,228
			12,332,504	12,596,992
	Information technology expenses			
	Software maintenance		391,420	1,144,121
	Hardware maintenance		95,940	270,477
	Amortisation		1,021,982	601,368
	Network charges		307,183	1,101,310
			1,816,525	3,117,276
	Other operating expenses			
	Shareholders' fee		1,244,495	1,262,339
	Directors' fees and allowances		2,833,313	6,285,963
	Legal & professional charges		1,598,011	1,721,409
	Consultancy, custodial and rating services		1,858,734	1,267,984
	Outsourced services costs		8,721,673	7,801,417
	Travelling & conveyance		3,148,905	4,861,510
	Depreciation		6,068,689	6,700,534
	Training & development		355,860	536,010
	Postage & courier charges		120,281	182,749
	Communication		463,037	815,702
	Stationery & printing		564,182	812,643
	Marketing, advertisement & publicity		1,062,391	499,938
	Donations		-	-
	Auditors remuneration		645,600	462,500
	Repair & maintenance		684,471	821,668
	Insurance		485,121	570,908
	Office and general expenses		2,750,647	2,815,131
	Bank charges		48,967	131,491
			32,654,377	37,549,896
			95,294,283	98,915,292

			March 31, 2020	March 31, 2019
			Rupees	
26	PROVISIONS & WRITE OFFS - NET			
	Provisions for diminution in value of investments- net	9.2.1	105,979,274	21,848,313
	Provisions / (reversals) against loans & advances- net	10.3	57,196,902	36,070,910
			163,176,176	57,919,223
27	TAXATION			
	Current tax			
	Current year		66,903,336	73,804,099
	Prior years		-	-
			66,903,336	73,804,099
	Deferred tax			
	Current year		(42,946,290)	(2,097,580)
	Prior year		-	-
			(42,946,290)	(2,097,580)
			23,957,046	71,706,519
28	BASIC EARNINGS PER SHARE			
	Profit for the period - Rupees		85,352,650	95,611,988
	Weighted average number of ordinary shares		660,000,000	660,000,000
	Basic earnings per share - Rupee		0.129	0.145

29 DILUTED EARNINGS/ (LOSS) PER SHARE

There are no dilutive instrument, hence basic & diluted earnings are same.

			March 31, 2020	March 31, 2019
30	CASH AND CASH EQUIVALENTS			
	Cash and Balance with Treasury Banks		127,419,477	27,010,214
	Balance with other banks		83,833,389	698,552,495
			211,252,866	725,562,709

31 FAIR VALUE MEASUREMENTS

The fair value of traded investments is based on quoted market prices, except for securities classified by the Company as 'held to maturity'. Securities classified as held to maturity are carried at amortized cost. Fair value of unquoted equity investments, other than subsidiary and associates, is determined on the basis of break up value of these investments as per the latest available audited financial statements. Further, financial statements of several unquoted equity investments are not available whether due to liquidation or litigation, hence, breakup value of these investments can not be determined.

Fair value of unquoted debt securities, fixed term loans, other assets, other liabilities and fixed term deposits cannot be calculated with sufficient reliability due to the absence of current and active market for such assets and liabilities and reliable data regarding market rates for similar instruments. The provision for impairment of loans and advances has been calculated in accordance with the Company's accounting policy.

Fair value of remaining financial assets and liabilities except fixed term loans, staff loans, non-performing advances and fixed term deposits is not significantly different from the carrying amounts since assets and liabilities are either short term in nature or are frequently repriced in the case of customer loans and deposits.

31.1 Fair value of financial assets

The Company 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 (Pakistan Stock Exchange) 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) available at MUFAP, Reuters page, redemption prices determined by valuers on the panel of Pakistan Bank's Association .

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

The table below analyses the financial and non-financial assets carried at fair values, by valuation methods. Valuation of investments is carried out as per guidelines specified by the SBP. In case of non-financial assets, the Company has adopted revaluation model (as per IAS 16) in respect of leasehold land, building and non-banking assets acquired in satisfaction of claims.

	March 31, 2020			
	Level 1	**Level 2**	**Level 3**	**Total**
On balance sheet financial instruments	Rupees			
Financial assets - measured at fair value				
Investments				
Federal Government Securities	-	**16,226,995,000**	-	**16,226,995,000**
Shares	**1,632,391,800**	-	-	**1,632,391,800**
Open end Mutual Fund	-	**39,632,500**	-	**39,632,500**
Non-Government Debt Securities	-	**1,186,173,264**	-	**1,186,173,264**
Financial assets - disclosed but not measured at fair value				
Investments				
Non-Government Debt Securities	-	-	**1,240,265,000**	**1,240,265,000**
Unquoted Securities	-	-	**512,500,008**	**512,500,008**
Off-balance sheet financial instruments - measured at fair value	-	-	-	-

	December 31, 2019			
	Level 1	Level 2	Level 3	Total
On balance sheet financial instruments	Rupees			
Financial assets - measured at fair value				
Investments				
Federal Government Securities	-	18,357,887,000	-	18,357,887,000
Shares	2,056,674,131	-	-	2,056,674,131
Open end Mutual Fund	-	50,924,375	-	50,924,375
Non-Government Debt Securities	-	1,185,714,449	-	1,185,714,449
Financial assets - disclosed but not measured at fair value				
Investments				
Non-Government Debt Securities	-	-	1,240,295,000	1,240,295,000
Unquoted Securities	-	-	512,500,008	512,500,008
Off-balance sheet financial instruments - measured at fair value	-	-	-	-

Valuation techniques used in determination of fair valuation of financial instruments within level 2 and level 3

Items	Valuation approach and input used
Federal Government securities	The fair values of Federal Government securities are determined on the basis of PKRV rates / prices sourced from Mutual Funds Association of Pakistan (MUFAP) and these securities are classified under level 2.
Debentures and corporate debt instruments	Market rates of these securities are not available on MUFAP as at March 31, 2020, therefore, these securities are classified level 3.
Unquoted Investment	There are no observable inputs in respect of fair market valuation of unquoted investment, hence these securities are valued at lower of cost or breakup value. These securities are classified under level 3.

31.2 The Company's policy is to recognise transfers into and out of the different fair value hierarchy levels at the date of the event or change in circumstances that caused such transfer. There were no transfers between levels 1 and 2 during the year.

31.3 **Fair value of non-financial assets**

31.4 The property and equipment of the Company were recently revalued by independent professional valuer as at December 31, 2018. The revaluation was carried out by M/s Impulse (Pvt) Limited on the basis of professional assessment of present market values.

The non-banking assets acquired from DJM AR Securities were last revalued by independent professional valuer in December 2019. The revaluation was carried out by M/s Surval on the basis of professional assessment of recent market values. The non banking assets acquired from Irfan Textile were last revalued by independent professional valuer in November 2018. The revaluation was carried out by M/s Amir Evaluators and consultants on the basis of professional assessment of recent market values.

	March 31, 2020			
	Level 1	**Level 2**	**Level 3**	**Total**
	---------- Rupees ----------			
Non-financial assets				
Operating fixed assets				
Property and equipment (lease hold land, building & others)	-	-	**2,932,784,885**	**2,932,784,885**
Other assets				
Non banking assets acquired in satisfaction of claims	-	-	**165,919,817**	**165,919,817**

	December 31, 2019			
	Level 1	Level 2	Level 3	Total
	---------- Rupees ----------			
Non-financial assets				
Operating fixed assets				
Property and equipment (lease hold land, building & others)	-	-	2,961,100,848	2,961,100,848
Other assets				
Non banking assets acquired in satisfaction of claims	-	-	166,816,572	166,816,572

Valuation techniques used in determination of fair valuation of financial instruments within level 2 and level 3

Items	Valuation approach and input used
Operating fixed assets and non-banking assets acquired in satisfaction of claims	Land, buildings and other fixed assets and non-banking assets acquired in satisfaction of claims are revalued on a periodic basis using professional valuers. The valuation is based on their assessment of the market value of the assets. The effect of changes in the unobservable inputs used in the valuations cannot be determined with certainty, accordingly a qualitative disclosure of sensitivity has not been presented in these unconsolidated financial statements.

32. Segment Details with respect to Business Activities

	March 31, 2020			
	Corporate Finance	Trading and sales	Building rental services	Total
	Rupees			
Profit & Loss				
Net mark-up/return/profit	81,986,300	111,738,868	-	193,725,168
Non mark-up / return / interest income	906,724	121,059,169	52,089,094	174,054,987
Total Income	82,893,024	232,798,037	52,089,094	367,780,155
Segment direct expenses	25,022,030	70,272,253	-	95,294,283
Total expenses	25,022,030	70,272,253	-	95,294,283
Reversals / (Provisions)	57,196,902	105,979,274	-	163,176,176
Profit before tax	674,091	56,546,511	52,089,094	109,309,696
Balance Sheet				
Cash & Bank balances	-	211,252,866	-	211,252,866
Investments	1,240,265,000	20,097,692,572	-	21,337,957,572
Lendings to financial institutions	-	-	-	-
Advances - performing	5,996,757,864	-	-	5,996,757,864
- non-performing net of provision	1,671,275,214	-	-	1,671,275,214
Others	571,479,482	1,174,425,326	2,761,206,617	4,507,111,425
Total Assets	9,479,777,560	21,483,370,764	2,761,206,617	33,724,354,941
Borrowings	6,686,161,038	12,639,080,625	-	19,325,241,663
Deposits & other accounts	315,534,417	596,465,583	-	912,000,000
Others	(380,821,850)	138,178,361	912,661,355	670,017,867
Total liabilities	6,620,873,605	13,373,724,569	912,661,355	20,907,259,530
Equity	-	-	-	12,817,095,411
Total Equity & liabilities	6,620,873,605	13,373,724,569	912,661,355	33,724,354,941
Contingencies & Commitments	2,822,021,234	2,620,236	2,656,233	2,827,297,703

	March 31, 2019			
	Corporate Finance	Trading and sales	Building rental services	Total
	Rupees			
Profit & Loss				
Net mark-up/return/profit	135,983,515	88,716,851	-	224,700,366
Non mark-up / return / interest income	2,318,164	23,008,202	74,126,290	99,452,656
Total Income	138,301,679	111,725,053	74,126,290	324,153,022
Segment direct expenses	54,714,753	44,200,539	-	98,915,292
Total expenses	54,714,753	44,200,539	-	98,915,292
Provisions	35,093,685	22,825,538	-	57,919,223
Profit before tax	48,493,241	44,698,976	74,126,290	167,318,507

	December 31, 2019			
	Corporate Finance	Trading and sales	Building rental services	Total
	Rupees			
Balance Sheet				
Cash & Bank balances	-	162,445,383	-	162,445,383
Investments	1,240,295,000	22,663,699,963	-	23,903,994,963
Lendings to financial institutions	-	80,000,000	-	80,000,000
Advances - performing	6,040,351,497	-	-	6,040,351,497
- non-performing	1,828,853,042	-	-	1,828,853,042
Others	613,722,664	1,647,364,520	2,807,851,349	5,068,938,533
Total Assets	9,723,222,203	24,553,509,866	2,807,851,349	37,084,583,418
Borrowings	7,341,209,900	15,417,809,494	-	22,759,019,394
Deposits & other accounts	164,506,958	345,493,042	-	510,000,000
Others	(353,569,728)	213,938,878	951,819,549	812,188,699
Total liabilities	7,152,147,130	15,977,241,414	951,819,549	24,081,208,093
Equity	-	-	-	13,003,375,325
Total Equity & liabilities	7,152,147,130	15,977,241,414	951,819,549	37,084,583,418
Contingencies & Commitments	2,462,785,980	2,842,579	5,410,268	2,471,038,827

33 RELATED PARTY TRANSACTIONS

The Government of Kingdom of Saudi Arabia and the Islamic Republic of Pakistan each own 50% shares of the Company. Therefore, all entities owned by and controlled by these Governments are related parties of the Company. Other related parties comprise of entities over which the Company has control (subsidiaries), entities over which the directors are able to exercise significant influence (associated undertakings), entities with common directors, major shareholders, directors, key management personnel and employees' funds. The Company in normal course of business pays for electricity, gas and telephone to entities controlled by Government of Pakistan. The Company has not extended any financing facilities to entities owned by the Governments of Kingdom of Saudi Arabia and the Islamic Republic of Pakistan.

Transactions which are made under the terms of employment with related parties mainly comprise of loans and advances, deposits etc.

Advances for the house building, conveyance and personal use have also been provided to staff and executives in accordance with the employment and pay policy. Facility of group life insurance and hospitalization facility is also provided to staff and executives. In addition to this, majority of executives of the Company have been provided with Company maintained car.

Details of transactions with related parties during the year, other than those which have been disclosed elsewhere in these financial statements are as follows:

	March 31, 2020					December 31, 2019				
	Directors	Key management personnel	Subsidiaries	Associates	Other related parties	Directors	Key management personnel	Subsidiaries	Associates	Other related parties
	Rupees					Rupees				
Investments										
Opening balance	-	-	500,000,000	576,676,075	-	-	-	500,000,000	576,676,075	-
Investment made during the year	-	-	-	-	-	-	-	-	-	-
Investment redeemed / disposed off during the year	-	-	-	-	-	-	-	-	-	-
Closing balance	-	-	500,000,000	576,676,075	-	-	-	500,000,000	576,676,075	-
Provision for diminution in value of investments	-	-	-	576,676,075	-	-	-	-	576,676,075	-
Advances										
Opening balance	-	21,788,773	-	-	-	-	26,296,411	-	-	-
Addition during the year	-	6,494,000	-	-	-	-	2,165,000	-	-	-
Repaid during the year	-	(3,157,728)	-	-	-	-	(6,672,636)	-	-	-
Transfer in / (out) - net	-	-	-	-	-	-	-	-	-	-
Closing balance	-	25,125,045	-	-	-	-	21,788,773	-	-	-
Provision held against advances	-	-	-	-	-	-	-	-	-	-
Other assets - security deposit	-	-	2,278,800	-	-	-	-	2,278,800	-	-
Provision against other assets	-	-	-	-	-	-	-	-	-	-
Deposits and other accounts										
Opening balance	-	-	-	-	10,000,000	-	-	-	-	7,500,000
Received during the year	-	-	-	-	10,000,000	-	-	-	-	25,000,000
Withdrawn during the year	-	-	-	-	(10,000,000)	-	-	-	-	(22,500,000)
Transfer in / (out) - net	-	-	-	-	-	-	-	-	-	-
Closing balance	-	-	-	-	10,000,000	-	-	-	-	10,000,000
Other Liabilities										
Interest / mark-up payable	-	-	-	-	47,907	-	-	-	-	400,726
Payable to defined benefit plan	-	-	-	-	1,758,816	-	-	-	-	6,343,905
Security deposit	-	-	401,960	-	-	-	-	401,960	-	-
Rent received in advance	-	-	1,161,278	-	-	-	-	1,161,278	-	-

	March 31, 2020					March 31, 2019				
	Directors	Key management personnel	Subsidiaries	Associates	Other related parties	Directors	Key management personnel	Subsidiaries	Associates	Other related parties
Income	Rupees					Rupees				
Mark-up / return / interest earned	-	199,299	-	-	-	-	250,281	-	-	-
Rental income	-	-	1,393,533	-	-	-	-	1,296,321	-	-
Expense										
Mark-up / return / interest expensed	-	-	-	-	341,773	-	-	-	-	194,896
Contribution to employees' funds	-	-	-	-	2,274,731	-	-	-	-	2,067,882
Directors' fees and allowances	2,833,313	-	-	-	-	6,285,963	-	-	-	-
Shareholders' fee	-	-	-	-	1,244,495	-	-	-	-	1,262,339
Operating expenses	-	25,637,553	-	82,500	-	-	24,947,656	2,848,500	79,281	-

34 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	31 March 2020	Audited 31 December 2019
	Rs '000'	Rs '000'
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	6,600,000	6,600,000
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	10,446,893	10,372,802
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	10,446,893	10,372,802
Eligible Tier 2 Capital	1,631,618	1,925,620
Total Eligible Capital (Tier 1 + Tier 2)	12,078,511	12,298,422
Risk Weighted Assets (RWAs):		
Credit Risk	20,680,735	20,905,239
Market Risk	3,345,038	4,353,038
Operational Risk	2,374,050	2,374,050
Total	26,399,823	27,632,327
Common Equity Tier 1 Capital Adequacy ratio	39.57%	37.54%
Tier 1 Capital Adequacy Ratio	39.57%	37.54%
Total Capital Adequacy Ratio	45.75%	44.51%

As of March 2020, the Bank must meet a Tier 1 to RWA ratio and CAR, including CCB, of 7.5% and 12.5% respectively.

Standardized Approach is used for calculating the Capital Adequacy for Market and Credit Risk while Basic Indicator Approach (BIA) is used for Operational Risk.

	31 March 2020	Audited 31 December 2019
Leverage Ratio (LR):		
Eligible Tier-1 Capital	10,446,893	10,372,802
Total Exposures	36,551,653	39,555,622
Leverage Ratio	28.58%	26.22%
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	4,050,666	4,411,147
Total Net Cash Outflow	736,549	1,688,471
Liquidity Coverage Ratio	549.95%	261.25%
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	24,806,378	26,727,578
Total Required Stable Funding	16,313,959	17,359,770
Net Stable Funding Ratio	152.06%	153.96%

35 DATE OF AUTHORIZATION

These unconsolidated financial statements were authorized for issue by the Board of Directors of the Saudi Pak Industrial and Agricultural Investment Company Limited on 27 APR 2020.

Chief Financial Officer	GM/Chief Executive	Director	Director	Director