

Ref: SMBL/CSD/2021/10-17

FORM-8

Date: 13.10.2021

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi

Subject:

Transmission of Quarterly Report for the Period Ended September 30, 2019

Dear Sir,

We have to inform you that the Quarterly Report of Summit Bank Limited for the nine months' period ended September 30, 2019 have been transmitted through PUCARS and is also available on Banks' website.

You may please inform the TRE Certificate Holders of the Exchange accordingly.

Thanking You,

Very truly yours,

For and on behalf of Summit Bank Limited

Syed Muhammad Talib Raza

Company Secretary

# BUILDING TODAY SHAPING TOMORROW

**QUARTERLY REPORT SEPTEMBER 2019** 





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# **CORPORATE INFORMATION**

### **Board of Directors**

Mr. Waseem Mehdi Syed Chairman

Mr. Jawad Majid Khan President & CEO

Mr. Wajahat Ahmed Baqai Director

Mr. Zafar Iqbal Siddiqi Director

Ms. Fauzia Hasnain Director

Mr. Aziz Morris
Director

### **Board Audit Committee**

Ms. Fauzia Hasnain Chairperson

Mr. Wajahat Ahmed Baqai

Mr. Zafar Iqbal Siddiqi Member

### **Board Risk Management Committee**

Mr. Wajahat Ahmed Baqai Chairman

Ms. Fauzia Hasnain Member

Mr. Aziz Morris Member

Mr. Zafar Iqbal Siddiqi Member

# Board Human Resource & Remuneration Committee

Ms. Fauzia Hasnain Chairperson

Mr. Zafar Iqbal Siddiqi

Mr. Wajahat Ahmed Baqa

Mr. Jawad Majid Khar Member

### **Board Information Technology Committee**

Mr. Zafar Iqbal Siddiqi Chairman

Mr. Aziz Morris Member

Mr. Waseem Mehdi Syed Member

### **Board Compliance Committee**

Mr. Wajahat Ahmed Baqai Chairman

Mr. Waseem Mehdi Syed

Member

Mr. Aziz Morris

Member

Mr. Zafar Iqbal Siddiqi

Member

### Chief Financial Officer

Mr. Salman Zafar Siddiqi

Company Secretary

Syed Muhammad Talib Raza

### **Auditors**

Baker Tilly Mehmood Idrees Qamar

**Chartered Accountants** 

### **Legal Advisors**

Hyat & Meerjees

### **Share Registrar**

**THK Associates (Private) Limited** 

Plot No. 32-C, Jami Commercial Street-2,

D.H.A., Phase-VII, Karachi

Tel : 021-111-000-322 Ext : 107-111-115

Fax : 021-35310190

Email : secretariat@thk.com.pk

Website: www.thk.com.pk

### **Head Office**

**Summit Tower** 

Plot No. G-2, Block-2, Clifton, Karachi

UAN: (021) 1111-24365 Fax: (021) 32463553

### **Registered Office**

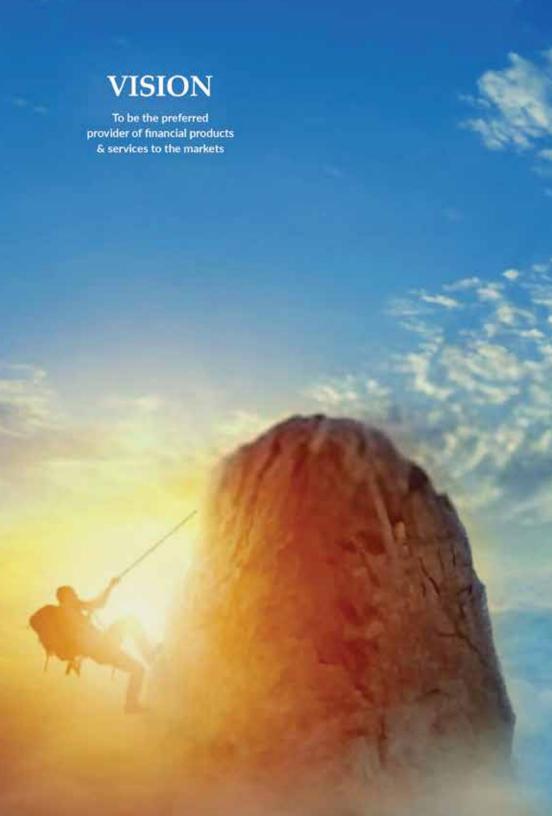
Plot No. 9-C, F-6 Markaz, Supermarket,

Islamabad, Pakistan

Email: info@summitbank.com.pk

companysecretary@summitbank.com.pk

Website: www.summitbank.com.pk





- To be a financial institution based on trust, integrity and good governance
- To deliver financial solutions to our customers
- To provide equal opportunities & professional working environment to our employees
- To provide fair returns to our shareholders on their investment
- To serve the community at large
- To discharge corporate social responsibility





### **DIRECTORS' REVIEW**

On behalf of the Board of Directors, we are pleased to present the Directors' Review of the Bank along with the un-audited financial statements for the nine months period ended September 30, 2019.

### THE BANK'S PERFORMANCE

The highlights of the financial results for September 30, 2019 are as follows:

	September 30, 2019
Financial Position	Rupees in Millions
Shareholders' Equity	(4,684)
Total Deposits	83,244
Total Assets	102,448
Advances – net	44,636
Investments – net	19,285
Financial Performance	
Net Interest Income and Non Markup Income (Total Income)	175
Non Markup Expenses	4,002
Provisions and write offs (net)	8,129
Loss before tax	(11,955)
Loss after tax	(7,946)
Basic and diluted loss per share - Rupees	(3.01)

The Bank recorded a loss before tax of Rs. I 1.955 billion and a loss after tax of Rs. 7.946 billion for the nine months period ended September 30, 2019, as compared to a loss before tax of Rs. 7.340 billion and a loss after tax of Rs. 4.897 billion for the same period last year. This translated into a loss per share of Rs. 3.01 (September 2018: loss per share Rs. 1.86).

The Bank's earning capacity had significantly depleted as a result of which the Bank recorded a net mark up expense of Rs. 797.899 million as against a net mark-up income of Rs. 1.805 billion earned during the same period last year. This is mainly attributable to volumetric reduction of earning assets together with the substantial amount of non-performing advances held by the Bank which resulted in major reduction of Bank's interest income. Due to extraordinary situation faced by the Bank since July 2018, the Bank reduced its earning assets portfolio to meet the liquidity requirements.

Non-funded income stood at Rs. 973.253 million, reflecting a decrease of 38% over the corresponding period last year, mainly due to lower foreign exchange income amidst a volatile currency market and a decline in fee and commission income earned as trade volumes during the nine months of 2019 shrank considerably.

Total non-mark up expenses were reported at Rs. 4.002 billion as against Rs. 4.327 billion last year, declining by 8%. This decrease was mainly attributable to decrease in property and compensation expenses during the nine months period ended September 30, 2019.

The Bank recorded provisioning expense of Rs. 8.129 billion for the nine months period ended September 30, 2019, against a provision expense of Rs. 6.393 billion in the corresponding period last year. Provision against loans and advances was booked at Rs. 6.960 billion, an increase of over Rs. 2.7 billion from the same period last year. Provision against investments amounted to Rs. 1.166 billion, an increase of 16% over the corresponding period.



The Bank's net advances portfolio shrank by 27% to Rs. 44.636 billion as at September 30, 2019. Non-performing loans increased by 11% from Rs. 36.072 billion on December 31, 2018 to Rs. 40.014 billion as at September 30, 2019. The Bank's gross NPL ratio (Gross non-performing loans to Gross Advances) as of September 30, 2019 stood at 54.71% as against 43.57% on December 31, 2018, the Bank's specific provision coverage at September 2019 stood at 71% (December 2018: 60%).

Total Deposits were reported at Rs. 83.244 billion as against Rs. 84.676 billion reported at December 2018. At the nine months period end, the Bank's gross advances to deposits ratio stands at 87.87% as compared to 97.78% as on December 31.2018.

As at September 30, 2019, the Bank has recognized deferred tax assets (net) of Rs. 11.057 billion, this represents the management's best estimate of tax benefits expected to be realized in future years. We are hopeful that Bank will be able to realize these benefits. Based on the updated tax positions, deferred tax income for the current period amounted to Rs. 4.075 billion as against an income of Rs. 2.551 billion during the corresponding period.

As at September 30, 2019, the Bank's paid up capital (net of losses) stood at negative (-) Rs. 7.831 billion as against the statutory requirement of Rs. 10 billion prescribed by SBP while the Capital Adequacy Ratio of the Bank stood at negative (-) 23.68% as against the minimum requirement of 11.90%.

Despite the current year loss, the Board is confident that management has the capacity to turnaround the results of the Bank. The management is exploring all possible avenues to revert to profitability going forward.

### **CREDIT RATING**

In the year 2019,VIS Credit Rating Company Limited suspended the Bank's medium to long-term rating of 'BBB -' (Triple B minus) and short term rating of 'A-3' (A-three) due to non-availability of updated information.VIS Credit Rating Company Limited would reassess the ratings once required information along with latest financials are made available. Moreover, the Bank's TFC rating was assigned 'D' (Default) due to non-payment of its latest mark-up payment on account of lock-in-clause invoked by the Bank under the applicable Regulations of the State Bank of Pakistan (SBP). The TFC holders of the Bank in their meeting held on October 22, 2020, further approved another extension of one year in the tenure of the TFC issue along with the extension in the payments of all redemption amounts, with the revised maturity date set at October 27, 2021. The Bank is currently in the process of ensuring compliance with all the applicable laws, rules, regulations and requisite regulatory requirements in this regard.

### **ECONOMIC REVIEW**

The tough economic measures taken by the government since the commencement of its tenure in 2018 have shown some positive results. However, despite some encouraging signs, the macroeconomic variables showed mixed performance during the third quarter of 2019.

Pakistan's current account deficit stood at \$1.3 billion during the current fiscal year, a contraction of 55% from the comparative period last year, thus, recording a sizeable improvement. The country's exports for the two months of 2MFY'20 were recorded at USD 4.1 billion, posting a muted growth of 1.4% compared to 2MFY'19, while worker's remittances were recorded at USD 3.7 billion for 2MFY'20, declining by 8% over the corresponding period last year. However, the sizeable reduction in imports led to the Current Account Deficit.

Pakistan's FX reserves also improved from \$ 13.8 billion during from December 2018 to were \$ 15.0 billion at September 2019. During the quarter, Pakistan received its first tranche of \$988mn from IMF as part of the \$ 6 billion bailout package. The country also received inflows from Qatar and ADB, worth \$500mn each, which lent some support to the country's declining reserves.

The trade deficit exerted pressures on the exchange rate for much of the year. This resulted in the PKR declining by 12.6% in value to the USD, closing at Rs. 156.37 / USD at September 2019 (December 2018: Rs. 138.86 / USD).

CPI inflation clocked in at 11.37% in September 2019. In the third quarter, the inflation showed a rising trend. Meanwhile, the State Bank of Pakistan raised the policy rate by 100 bps during the quarter from 12.25% to 13.25%. The decision was taken by SBP to combat the inflationary pressures.



On the fiscal side, the government's budget deficit stood at 8.9% of GDP during Jul-June FY2019. Tax collection remains a major challenge with FBR considerably behind its annual target. The government has much to work on fiscal consolidation, both in terms of increasing tax revenues and reducing expenditures.

The KSE-100 fell during the quarter owing to muted business sentiment in the market, beginning the quarter at 33,902 index points and ending it at 32,079 index points.

### EVENTS AFTER THE BALANCE SHEET DATE

The Bank had received a letter dated May 20, 2021 from H.E. Nasser Abdulla Hussain Lootah (The Investor) in which The Investor had communicated his intention to acquire at least controlling stake in the Bank by subscribing to fresh equity in the Bank. In compliance with the requirements of Securities Act, 2015 and Listed Companies (Substantial Acquisition of Voting Shares and Takeovers) Regulations, 2017 applicable to such transactions, this was followed by a public announcement by The Investor of the intention to acquire at least 51% of the issued and paid up capital of the Bank together with the management control.

The Investor has now submitted his offer via a letter dated October 01, 2021, as per the Share Subscription Agreement (SSA) dated October 04, 2021 entered between the Bank and The Investor for the proposed subscription of new ordinary shares in the Bank by way of fresh equity injection Without Rights Offering at a discounted price of Rs. 2.51 per share. The Investor presented the offer as set out in the SSA which is duly approved by the Board of Directors. The Bank intends to issue a total of 5,976.096 million new ordinary shares.

### **ACKNOWLEDGEMENT**

On behalf of the Board, we would once again like to thank the State Bank of Pakistan, the Securities and Exchange Commission of Pakistan, the Ministry of Finance and other regulatory authorities for their continuous guidance and support. At the same time, we would like to express our gratitude to our shareholders, our customers and the Bank's staff for their continued support.

On Behalf of the Board of Directors	
Jawad Majid Khan	Fauzia Hasnain
President and Chief Executive Officer	Director

Summit Bank October 08, 2021 Karachi



### بیلنس شیٹ کی تاریخ کے بعد ہونے والے واقعات

20 مئ 2021ء کوان کئا نصرعبداللہ حسین لوطہ (سرماییکار) کی جانب سے بینک کوائیک مراسلہ موصول ہوا جس کی چیروی کرنے پرسرماییکارنے بینک میں تازہ سیالیت سبسکرائب
کرنے اوراس قم کی جہاں ضروری ہوسرمایدکاری کرنے کے ذریعے بینک کے کنٹرونگ اختیار حاصل کرنے کے ارادے کا اظہار کیا۔ مزید برآ ان ماس طرح کے لین دین کے لئے
کیکیورٹیز ایکٹ 2015ء اور فہری کم کینیز (ووٹک شیئر زاور کیک اوورز کا کافی حصول) ریگولیشنز کے قابل اطلاق تقاضوں کی تقبیل کرتے ہوئے ،سرماییکار کی جانب سے انتظامی
کنٹرول کے ساتھ بینک کے کم از کم 1 ڈیفید جاری کردہ اوراد اشدہ سرمائے کے بارے میں عوامی اعلان کیا گیا۔

سرماییکارنے 10 اکتوبر2021 کواپی چیکش خط کے ذریعے کی۔ بعدازاں 104 کتوبر2021 کو بینک اور سرماید کار کے درمیان داخل کردہ شیئر سیسکر پشن معاہدہ (ایس ایس اے) ہوا جس میں بینک میں نئے عام تصص کی مجوزہ سیسکر پشن کے لئے تک ایکو پٹی نمجنٹشن رعایتی قیست پر داخل کیا گیا ہے ہے۔ 2.5 دویے فی تصص ہے۔ سرماید کارنے فئیر سیسکر پشن معاہدے میں طے شدہ پیشکش کی جے بورڈ آف ڈائز کیٹرزنے باضابط طور پرمنظور کیا ہے۔ بینک گل 5,976.096 ملین نئے عام تصص جاری کرنے کا ادادہ دکھتا ہے۔

### تعريف وتوثيق

بورڈ آف ڈائر کیٹر ز کی جانب ہے

ہم، بورڈ کی جانب سے ایک بار پھر اسٹیٹ بینک آف پاکستان، سیکیور بٹیز اینڈ ایمپینچ کمیشن پاکستان، وزارتِ مالیات اور دیگر ضابطہ کاروں کی مسلسل رہنمائی اور معاونت پر شکر گزار ہیں۔ نیز ہم مسلس معاونت پر ہمارے شیئر ہولڈرز، ہمارے صار فین اور بینک کے عملے کا شکر یہ ادا کرناچاہیں گے۔

جواد ماجد خان	فوزيه حسنين
صدر اور چیف ایگزیکٹو آفیسر	ۋائر يكٹر
سرے بینک	

كراچي



### كريڈٹ رٹینگ

2019ء کے دوران ، وی آئی ایس کریڈٹ رٹینگ کمپنی کمیٹن کمیٹنی کمیٹن کمیٹنی کمیٹن کمیٹنی کمیٹن کمیٹن کمیٹن کمیٹن کمیٹن کمیٹن کے بینک کی درمیانی تاطویل مدتی رٹینگ ابی بی بی - (ٹریل کی مائنس) اور قلیل مدتی رٹینگ 'اے - 3' (اے -تھری) تازہ ترین معلومات کی عدم دستیابی کی وجہ ہے معطل کر دی۔وی آئی ایس کریڈٹ رٹینگ کمپنی کمیٹیٹہ تازہ ترین ضروری مالی معلومات کے دستیاب ہونے پر ایک بار پھر ر ٹینگ کا دوبارہ جائزہ لے گی۔ مزید رید کہ، بینک کی ٹی ایف می رٹینگ کوڈی (ڈیفاٹ) تفویض کیا گیا تھا کیونکہ سمپین نے اسٹیٹ بینک آف یاکستان (SBP) کے قابل اطلاق ضوابط کے تحت بینک کی لاک ان دفعہ کے حوالے سے اپنی تازہ ترین سود کی ادائیگی نہیں کی تھی۔ بینک کے ٹی ایف سی ہولڈرزنے 22 اکتوبر 2020ء کو ہونے والی اپنی میٹنگ میں ٹی ایف سی ایشو کی مدت میں ایک سال کی مزید توسیع کی منظوری دی اور ساتھ ہی تمام انفکا کی رقوم کی ادائیگیوں میں توسیع کے ساتھ عرصیت کی نظر ثانی شدہ تاریخ 27 اکتوبر 2021ء مقرر کی۔ بینک اس وقت تمام قابل اطلاق قوانین، قواعد وضوابط اور اس سلیلے میں مطلوبہ ضوابطی تقاضوں کی کتیل کویقینی بنانے کے لیے مصروفِ عمل ہے۔

### ا قضادی جائزه

حکومت کی طرف سے 2018ء میں اپنے دور کے آغاز کے بعد سے اٹھائے گئے سخت معاثی اقدامات کے کچھ شبت نمائح سامنے آئے ہیں۔ تاہم ، کچھ حوصلہ افزاعلامات کے باوجود، کلی معاشی متغیرات نے 2019ء کی تیسری سہ ماہی کے دوران مخلوط کار کر دگی د کھائی۔

پاکستان کا جاری کھاتے کا خسارہ رواں مالی سال کے دوران 1.3 ارب ڈالر رہاجو کہ گذشتہ برس کے مقالبے میں 55 فیصد کم ہے ، اس طرح نمایاں بہتری درج کی گئی۔ مالی سال 20ء کے پہلے دوماہ کے دوران ملکی پر آبدات 1.4ارب ڈالر درج کی گئیں، جبلہ مالی سال 19ء کے پہلے دوماہ میں 4.1 فیصد کی معمولی نمو درج کی گئی۔مالی سال 20ء کے پہلے دوماہ کے دوران کار کوں کی ترسیلات زر 3.7 ارب ڈالر درج کی گئی ہیں، جو گذشتہ سال کی ای مدت کے مقابلے میں 8 فیصد کم ہیں، تاہم درآ مدات میں نمایاں کی کی وجہ سے جاری کھاتے میں خسارہ درج کیا گیا۔

پاکستان کے زرِ مبادلہ کے ذخائر بھی دسمبر 2018ء کے دوران 13.8 ارب ڈالر سے بڑھ کر سمبر 2019ء میں 15.0 ارب ڈالر ہو گئے۔ دوران سہ ماہی پاکستان کو آئی ایم ایف ے 6 ارب ڈالر کے بیل آؤٹ پیکنچ کی مدیس 988 ملین ڈالر کی پہلی قبط موصول ہوئی۔ ملک کو قطر اور ایشیائی ترقیق بینک سے 500 ملین ڈالر کی رقوم بھی موصول ہوئیں، جضوں نے ملک کے کم ہوتے ہوئے ذخائر کو کچھ مد د دی۔

تجارتی خبارے نے سال کے بیشتر ھے میں شرح مباولہ پر دباؤڈالا۔ اس کے نتیج میں ڈالر کے مقابلے میں روپے کی قدر 12.6 فیصد گھٹ کر حمبر 2019ء میں 156.37 روپے في ڈالر ہو گئی۔(دسمبر 2018ء:38.86 روپے فی ڈالر)۔

تتمبر 2019ء میں صارف اشار یہ قیت مبنظ کی 11.37 فیصد تک پہنچ گئے۔ تیسری سہ ماہی میں مہنگا کی میں اضافے کار بحان ظاہر ہوا۔ دریں اثنا، اسٹیٹ بینک آف پاکستان نے سہ مائی کے دوران پالیسی ریٹ 100 کی بی ایس اضافے کے ساتھ 12.25 فیصد سے بڑھا کر 13.25 فیصد کر دیا۔ یہ فیصلہ اسٹیٹ بینک نے مہزگائی کے دباؤے نمٹنے کے لیے کیا

مالیاتی لحاظ ہے، جولائی تاجون مالی سال 2019ء کے دوران حکومت کا بجٹ خسارہ جی ڈی فی کا 8.9 فیصد رہا۔ ایف بی آرکے سالانہ ہوف کے مقالبے میں ٹیکس وصولی ایک بڑا چیلنج بنی ہوئی ہے۔ حکومت کو ٹیکس کی آمد نی بڑھانے اور اخراجات کو کم کرنے کے حوالے سے مالیا ستخام پر بہت کام کرناہے۔

مارکیٹ میں سرد کاروباری جذبات کی وجہ سے سہ مائی کے دوران کے الیں ای 100 انڈیکس کا نشانید نیچے چلا گیا، سہ مائی کا آغاز 33،902 انڈیکس پوائنش سے ہوا اور 32،079انڈیکس یوائنٹس پر ختم ہوا۔



نان فٹڈ ڈ آمدنی 973.253 ملین رویے رہی، جو کہ گذشتہ سال کے مقابلے میں 38 فیصد کی کی عکاس کر تاہے ، اس کی بنیادی وجہ غیر منتخام کر نسی مار کیٹ دوران زرمباد لہ ک پت آ مدنی اور 2019ء کے دوران تجارتی جم کے طور پر حاصل ہونے والی فیس اور کمیشن کی آمدنی میں کمی کی وجہ سے کافی سکڑ گئ۔

مجموعی غیر سودی اخراجات 8 فیصد کی کے ساتھ 4.002 ارب روپے درج کیے گئے جبکہ گذشتہ برس یہ 327.4ارب روپے تھے۔ بید کی بنیادی طور پر 30 متبر 2019ء کو اختتام یذیر ہونے والے زیر جائزہ نو مہینوں کے دوران جائداد اور معاوضے کے اخراحات میں کمی کی وجہ سے تھی۔

بینک نے 30 عتبر 2019ء کو اختتام پذیر ہونے والے زیر جائزہ نو مہینوں کے دوران تموین کے 8.129 ارب رویے درج کیے جبکہ گذشتہ برس کی ای مدت کے دوران بد 6.393 ارب روپے تھے۔ قرضوں اور ایڈوانسز پر کِک کی تموین 6.960 ارب رویے تھی جو گذشتہ برس کے مقالبے میں 2.7 ارب زائد رہی، جبکہ سرمایہ کاری پر تموین 1.166 ارب روبے رہی جو گذشتہ برس کے مقابلے میں 16 فیصد زائد تھی۔

30 تتمبر 2019 کو بینک کا خالص ایڈوانس 27 فیصد کم ہو کر 44.636 ارب روپے ہو گیا۔ غیر فعال قرضے 11 فیصد اضافے کے ساتھ 31 دسمبر 2018ء کے 36.072 ارب روپے سے بڑھ کر30 تتمبر 2019ء کو 40.014 ارب روپے ہو گئے۔30 تتمبر 2019ء تک بینک کا مجموعی غیر فعال قرضوں کا تناسب (مجموعی غیر فعال قرضو کا ورمجموعی ايڈوانسز) 54.71 فيصدر باجو گذشته برس 43.57 فيصد تھا، جبكه كور ن كاتناسب ستېر 2019ء ميں 71 فيصد ہو گيا۔ ( دسمبر 2018ء:60 فيصد)۔

کل امانتیں روپے83.244 ارب روپے درج کی گئیں جبکہ دسمبر 2018ء پر 84.676 ارب روپے درج کیے گئے تھے۔ نو مہینوں کی مدت کے اختتام پر ، بینک کا مجمو عی ایڈوانس اور امانتوں كا تناسب 87.87 فيصد ہے جو 31 دسمبر 2018ء كو 97.78 فيصد تھا۔

30 ستمبر 2019ء تک، بینک نے 11.057 ارب روپے کے (خالص)مؤخر نیک اثاثول کو تسلیم کہاہے جس سے آئندہ برسوں میں حاصل کیے جانے والے متوقع نیکن فوائد کے انظامیہ کے بہترین تخینے کا ظہار ہوتا ہے۔ ہمیں امیہ ہے بینک بیر فوائد حاصل کر سکے گا۔ ٹیکس کی تازہ ترین صورتِ حال کی بنیاد پر ،موجودہ سال کے لیے مؤخر ٹیکس آمد نی 4.075 ارب رویے ہے جبکہ گذشتہ برس کی اسی مدت کے دوران یہ 2.551 ارب رویے تھی۔

روپے کی قانونی ضرورت کے مقابلے میں اسٹیٹ بینک کی جانب سے مقرر کیے گئے 10 ارب کے مقابلے میں 30 متمبر 2019 تک، بینک کا اداشدہ سرمایہ (خسارے کا خالص) منفی(-) 7.831 ارب رویے تھا، جبکہ بینک کی شرح کفایتِ سرماہیہ کے کم از کم 11.90 فیصد کے نقاضے کے مقابلے میں منفی(-) 23.68 فیصد ہے۔

مینجنٹ اور پورڈ آف ڈائر کیٹر زیرامید ہیں کہ اگر کاروباری منصوبے میں بیان کر دہ نمو کے عوامل اور دیگر کلیدی مفروضے پورے ہوتے ہیں تو بینک کاروباری نتائج میں متوقع بہتری اور قابل اطلاق ضوابطی تقاضوں کی تغمیل میں کامیاب ہو جائے گا۔

موجو دہ سال کے نقصان کے باوجو د، بورڈ کو یقین ہے کہ انتظامیہ ببینک کے نتائج کو بہتر بنانے کی صلاحیت رکھتی ہے۔ انتظامیہ مستقبل میں منافع کی طرف پلٹنے کے لیے تمام ممکنہ طریقے تلاش کررہی ہے۔



## ڈائر یکٹر زکاجائزہ

بورڈ آف ڈائر کیٹر زکی جانب ہے، ہم بینک کی 30 ستمبر 2019ء کو اختتام پذیر ہونے والی سہ ماہی اور نو مہینوں کے لیے غیر آڈٹ شدہ مالی گوشوارے بیش کرتے ہیں:

### کار کردگی کاجائزه

30 تتمبر 2019ء کے لیے بینک کے مالی نتائج کی جھلکیاں مندرجہ ذیل ہے:

رویے ملین میں	مالى صورت حال
(4,684)	شيئر ہولڈرز کی ایکو پٹی
83,244	مجموعا امانتي
102,448	مجموعی اثاث
44,636	ايڈوانس-خالص
19,285	سرمانيه كارياب-خالص
	بالي كاد كرو گي
175	غالص سودی آیدنی اور غیر سودی آیدنی (مجموعی آیدنی)
4,002	غير سود کی اخراجات
8,129	پروویژنزاوررائث آفس (نیپ)
(11,955)	خباره قبل از خیکس
(7,946)	خباره بعد از نیکس
(3.01)	خباره فی شیئر منیادی اور سیال(diluted)-روپ

30 تتمبر 2019ء کو اختتام پذیر ہونے والے زیر جائزہ نو مہینوں کے دوران، بینک نے 11.955 ارب روپے کا خسارہ قبل از ٹیکس اور 7.946 ارب روپے کا خسارہ ابعد از ٹیکس درج کیا جبکہ گذشتہ برس کی ای مدت کے دوران 7.340 ارب روپے کا خسارہ قبل از ٹیکس اور 897،41رب روپے کا خسارہ بعد از ٹیکس درج کیا گیا تھا۔ البذا خسارہ فی شیئر 3.01 روپے رہا (ستمبر 2018ء: خسارہ فی شیئر 1.86 روپے)۔

بینک کی آمدنی کی گنجائش نمایاں طور پر کم ہوگئی جس کے منتیج میں بینک نے 797.899 ملین روپے خالص سودی اخراجات کیے جبکہ گذشتہ برس کی ای مدت کے دوران میر 1.805 ارب رویے کی آمدنی تھی۔اس کی بنیادی وجہ بینک کے پاس موجود غیر فعال قرضوں کی کافی مقدار کے ساتھ آمدنی کے اثاثوں کے قجم میں کی ہے جس کے بتیجے میں بینک کی سودی آمدنی میں بڑی کی واقع ہوئی۔جولائی 2018ء سے بینک کو در میش غیر معمولی صورت حال کی وجہ سے ، بینک نے سیالیت کی ضروریات کو پورا کرنے کے لیے اپنے آمدنی کے اثاثوں کاجزداں کم کر دیا۔

# UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS
PERIOD ENDED
SEPTEMBER 30, 2019



### UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2019

		(Un-audited) September 30, 2019	(Audited) December 31, 2018
	Note	(Rupees	in '000)
ASSETS			
Cash and balances with treasury banks	7	5,308,826	5,043,089
Balances with other banks	8	899,213	996,982
Lendings to financial institutions		-	-
Investments	9	19,284,863	19,256,375
Advances	10	44,635,831	61,245,877
Fixed assets	11	10,442,219	8,708,878
Intangible assets	12	162,032	204,912
Deferred tax assets	13	11,056,969	7,214,989
Other assets	14	10,657,756	11,956,890
		102,447,709	114,627,992
LIABILITIES			
Bills payable	16	1,539,675	1,881,107
Borrowings	17	15,159,275	19,491,854
Deposits and other accounts	18	83,244,165	84,676,090
Liabilities against assets subject to finance lease			
Subordinated debt	19	1,495,515	1,495,515
Deferred tax liabilities		-	-
Other liabilities	20	5,692,876	4,330,823
		107,131,506	111,875,389
NET ASSETS		(4,683,797)	2,752,603
REPRESENTED BY			
Share capital - net		20,500,194	20,500,194
Reserves		(425,043)	(425,043)
Surplus / (deficit) on revaluation of assets	21	2,993,422	2,576,824
Accumulated losses		(27,752,370)	(19,899,372)
		(4,683,797)	2,752,603
CONTINGENCIES AND COMMITMENTS	22		

The annexed notes 1 to 39 form an integral part of these unconsolidated condensed interim financial statements.

President / Chief Executive	Chief Financial Officer	Director	Director	Director



### UNCONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE QUARTER AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2019

		Quarter	· Ended	Nine Months	Period Ended
	-	September 30,	September 30,	September 30,	September 30,
		2019	2018	2019	2018
	Note		(Rupees	s in '000)	
Mark-up / return / interest earned	23	1,371,593	1.853.077	4,332,512	7,188,753
Mark-up / return / interest expensed	23	1,961,339			5,383,107
Net mark-up / interest (expense) / income		(589,746)			1,805,646
NON MARK-UP / INTEREST INCOME					
Fee and commission income	25	177,461	220,147	504,106	753,927
Dividend income	23	1,398	1.611	19,809	6.815
Foreign exchange income		104,290	200,481	361,759	613,086
Income / (loss) from derivatives			· -	· -	-
Loss on securities	26	(16,452)	(31,946)	(19,100)	(30,251)
Other income	27	24,468	30,265	106,679	229,714
Total non-markup / interest income		291,165	420,558	973,253	1,573,291
Total income		(298,581)	634,365	175,354	3,378,937
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	28	1,356,856	1,481,900	3,960,475	4,296,948
Workers' welfare fund		-	-	-	-
Other charges	29	24,298	5,913	41,075	29,746
Total non-markup / interest expenses		1,381,154	1,487,813	4,001,550	4,326,694
Loss before provisions		(1,679,735)	(853,448)	(3,826,196)	(947,757)
Provisions and write offs - net	30	3,706,369	2,943,699	8,128,519	6,392,549
Extra ordinary / unusual items	30	3,700,307	2,743,077	0,120,317	0,372,347
LOSS BEFORE TAXATION		(5,386,104)	(3,797,147)	(11,954,715)	(7,340,306)
Taxation	31	(1,816,904)	(2,708,664)	(4,009,198)	(2,443,686)
LOSS AFTER TAXATION		(3,569,200)	(1,088,483)	(7,945,517)	(4,896,620)
			(Ru	pees)	
Basic loss per share	32	(1.35)	(0.41)	(3.01)	(1.86)
Diluted loss per share	32	(1.35)	(0.41)	(3.01)	(1.86)
			= 1	: <del></del> -	

The annexed notes 1 to 39 form an integral part of these unconsolidated condensed interim financial statements.

President / Chief Executive	Chief Financial Officer	Director	Director	Director



### UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2019

	Quarte	r ended	Nine Months	Period Ended
	September 30,	September 30,	September 30,	September 30,
	2019	2018	2019	2018
		(Rupee	s in '000)	
Loss after taxation for the period	(3,569,200)	(1,088,483)	(7,945,517)	(4,896,620)
Other comprehensive income / (loss)				
Items that may be reclassified to profit and loss account in subsequent periods:				
Movement in deficit on revaluation of investments - net of tax	346,159	(95,365)	482,305	175,814
Items that will not be reclassified to profit and loss account in subsequent periods:				
Movement in surplus on revaluation of operating fixed assets - net of tax	8,832	(75,214)	26,496	(55,345)
Movement in surplus on revaluation of non-banking assets - net of tax	_	(1,453)	316	(53.045)
	8,832	(76,667)	26,812	(108,390)
Total comprehensive loss	(3,214,209)	(1,260,515)	(7,436,400)	(4,829,196)

The annexed notes 1 to 39 form an integral part of these unconsolidated condensed interim financial statements.

President / Chief Executive	Chief Financial Officer	Director	Director	Director



Director

Director

Director

Chief Financial Officer

# UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2019

			Capital reserve		Surplus / (Do	Surplus / (Deficit) on revaluation of	nation of	Revenue	
	Share capital	Share premium	Statutory	Reserve arising on amalgamation	Investments	Fixed / Non banking assets	Property held for sale	Accumulated losses	Total
					(Rupees in '000)	(000,			
Balance as at January 01, 2018 (Audited)	20,500,194	1,000,000	154,162	(1,579,205)	(793,175)	2,288,117	,	(11,328,979)	10,241,114
Loss after taxation for the nine months period ended September 30, 2018 Other comprehensive income - net of tax					- 175,814	- (108,390)		(4,896,620)	(4,896,620) 67,424
Transier in expect of incremental depreciation from surplus on revaluation of fixed assets to accumulated losses		•	i	•	•	(85,149)	•	85,149	
Balance as at October 01, 2018 (Un-audited)	20,500,194	1,000,000	154,162	(1,579,205)	(617,361)	2,094,578	ļ.	(16,140,450)	5,411,918
Loss after taxation for the three months period ended December 31, 2018			•	•		•	•	(3,854,453)	(3,854,453)
Other comprehensive income - net of tax		٠	,	,	(472,167)	883,325	754,510	29,470	1,195,138
Transfer to stautory reserve Transfer in respect of incremental depreciation from surplus on revaluation of fixed assets to accumulated losses Surplus realized on disposal of non-banking assets			1 1	1 1		- (28,383) (37,678)		- 28,383 37,678	
Balance as at January 01, 2019 (Audited)	20,500,194	1,000,000	154,162	(1,579,205)	(1,089,528)	2,911,842	754,510	(19,899,372)	2,752,603
Loss after taxation for the nine months period ended September 30, 2019								(7,945,517)	(7,945,517)
Other comprehensive income - net of tax	•				482,305	26,812		•	509,117
Transfer to statutory reserve Transfer in respect of incremental depreciation from surplus	•				•		•		
on revaluation of fixed assets to accumulated losses Surplus realized on disposal of non-banking assets						(75,706) (902)		75,706 902	
Surplus realized on disposal of fixed assets	•		•			(116,211)	•	116,511	
Balance as at September 30, 2019 (Un-audited)	20,500,194	1,000,000	154,162	(1,579,205)	(607,223)	2,846,135	754,510	(27,752,370)	(4,683,797)
									Com

The annexed notes 1 to 39 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive President /



### UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2019

FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2019			
	;	September 30, 2019	
	Note	(Rupees	2018 in '000)
	14000	(Nupces	000)
CASH FLOW FROM OPERATING ACTIVITIES			
Loss before taxation Less: Dividend income		(11,954,715)	(7,340,306)
Less: Dividend income		(19,809)	(6,815)
Adjustments:		(11,774,324)	(7,347,121)
Depreciation on operating fixed assets		414,785	517,195
Depreciation on right-of-use assets		393,685	
Depreciation on non banking assets		32,812	33,214
Finance cost of lease liability		209,406	-
Amortization		46,605	45,732
Charge for defined benefit plan		42,230	45,967
Charge for employees compensated absences		10,499	11,250
Provision and write-offs excluding recoveries		8,128,489	6,393,377
Gain on sale of fixed assets		(35,524)	(2,274)
Gain on disposal of non-banking assets - net Unrealised loss on revaluation of investments classified		-	(151,084)
as held-for-trading securities - net		384	
as note for trading securities. Not		9,243,371	6,893,377
		(2,731,153)	(453,744)
Decrease in operating assets			
Lendings to financial institutions		-	10,671,003
Held-for-trading securities		(9,725)	59,486
Advances		9,649,816	8,930,377
Others assets (excluding advance taxation)		1,283,488	161,971
Decrees in according the billion		10,923,579	19,822,837
Decrease in operating liabilities Bills Payable		(341,432)	(1,073,683)
Borrowings from financial institutions		(4,442,220)	(29,758,130)
Deposits		(1,431,925)	(58,905,625)
Other liabilities (excluding current taxation)		(728,075)	(486,102)
,		(6,943,652)	(90,223,540)
Payments on account of staff retirement benefits		(47,924)	(64,393)
Income tax paid		(95,313)	
Net cash generated from / (used in) operating activities		1,105,537	(71,041,717)
CASH FLOW FROM INVESTING ACTIVITIES			
Net investments in available-for-sale securities		(442,868)	59,887,536
Dividends received		19,753	11,883
Investments in operating fixed assets		(432,970)	(529,090)
Proceeds from sale of fixed assets		453,151	5,852
Proceeds from sale of non-banking assets  Net cash (used in) / generated from investing activities		10,000	868,033
Net cash (used in) I generated from investing activities		(392,934)	60,244,214
CASH FLOW FROM FINANCING ACTIVITIES			
Payment of lease liability against right-of-use assets		(654,276)	
Payments of subordinated debt		-	(345)
Net cash used in financing activities		-	(345)
Effect of exchange rate changes on cash and cash equivalent		181,424	557,407
Increase / (Decrease) in cash and cash equivalents		239,751	(10,240,441)
Cash and cash equivalents at beginning of the period		5,852,297	15,406,338
Cash and cash equivalents at end of the period	33	6,092,048	5,165,897
The annexed notes 1 to 39 form an integral part of these unconsolidated condensed	interim financial	statements.	
President / Chief Financial Officer Director Chief Executive	Dire	ector	Director



# NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2019

### I. STATUS AND NATURE OF BUSINESS

1.1 Summit Bank Limited (the Bank) is a banking company incorporated in Pakistan on December 09, 2005 as public company limited by shares under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The Bank's registered office is situated at Plot No. 9-C, F-6 Markaz, Supermarket, Islamabad, Pakistan. The Bank is a subsidiary of Suroor Investments Limited, a company incorporated in Mauritius, holding 66.77% of the issued, subscribed and paid up capital of the Bank as at September 30, 2019.

The Bank is engaged in banking services as described in the Banking Companies Ordinance, 1962 and is operating through its 179 Conventional Banking Branches and 14 Islamic Banking Branches (December 31, 2018: 179 Conventional Banking Branches and 14 Islamic Banking Branches) in Pakistan as defined in the Banking Companies Ordinance, 1962.

1.2 In November 2018,VIS Credit Rating Company Limited assigned the Bank medium to long-term rating of 'BBB -' (Triple B minus) and short term rating of 'A-3' (A-three) while the Bank's TFC was assigned a rating of 'BBB - (SO)' (Triple B minus (Structured Obligation)). These ratings were placed on 'Rating Watch – Negative' status

During the year, in February 2019,VIS Credit Rating Company Limited suspended the entity ratings of the Bank due to non-availability of updated information. Moreover, the Bank's TFC rating was assigned 'D' (Default) due to non-payment of its latest mark-up payment on account of lock-in-clause invoked by the Bank under the applicable Regulations of the State Bank of Pakistan (SBP). However, subsequently the TFC holders have approved extension in the maturity date of the TFC issue along with payment of all the instalments (mark-up and principal) till October 27, 2021, subject to applicable regulatory approvals and compliances.VIS Credit Rating Company Limited would reassess the ratings once required information along with latest financials is made available.

1.3 During the nine months period, the Bank has incurred net loss of Rs. 7,945.517 million resulting in accumulated losses of Rs. 27,752.370 million and negative equity of Rs. 4,683.797 million.As per the applicable laws and regulations, the Bank is required to maintain Minimum Paid-up Capital (net of losses) (MCR) of Rs. 10 billion, Capital Adequacy Ratio (CAR) at 11.90% (inclusive of Capital Conservation Buffer of 1.90%), Leverage Ratio (LR) at 3.00%, Liquidity Coverage Ratio (LCR) at 100% and Net Stable Funding Ratio (NSFR) at 100% as of September 30, 2019. However, the paid up capital of the Bank (net of losses), CAR and LR are negative, while LCR and NSFR are below prescribed levels as at September 30, 2019. Subsequently, from June 30, 2020 onwards, the Bank achieved compliance with the applicable LCR requirements.

In light of the above, the Bank is making best efforts to comply with applicable capital requirements through increase in capital / capital injection at the earliest. For this, the management has prepared a business plan, which has been approved by the Board.

This plan aims to improve the Bank's capital base and risk absorption capacity and provide impetus to its future growth initiatives. The key assumptions considered in the business plan are as follows:

- Injection of capital;
- Reaping benefits from the expected growth of Islamic finance in Pakistan since the Bank will speed-up the implementation process of its earlier decision of conversion to a full-fledged Islamic bank;
- Recoveries from non-performing advances through strenuous and focused recovery efforts;
- Reduction in overall level of non-earning assets held by the Bank;



- Identifying opportunities for rationalization of the cost structure;
- Improvement in the risk management and technological infrastructure of the Bank to support the business plan;
- Investments / exposures in safe avenues for achieving solid growth in the core business income; and
- Income generation through avenues for mark-up income and non-mark-up income

In this respect, the Bank had received a revised letter dated May 20, 2021 from H.E. Nasser Abdulla Hussain Lootah (The Investor) pursuant to which The Investor had communicated his intention to acquire at least controlling stake in the Bank by subscribing to fresh equity in the Bank. In compliance with the requirements of Securities Act, 2015 and Listed Companies (Substantial Acquisition of Voting Shares and Takeovers) Regulations, 2017 applicable to such transactions, this was followed by a public announcement by The Investor of the intention to acquire at least 51% of the issued and paid up capital of the Bank together with the management control.

The Investor has submitted his offer via a letter dated October 01, 2021, as per the Share Subscription Agreement (SSA) dated October 04, 2021 entered between the Bank and The Investor for the proposed subscription of new ordinary shares in the Bank by way of fresh equity injection Without Rights Offering at a discounted price of Rs. 2.51 per share. The Investor presented the offer as set out in the Share Subscription Agreement which is duly approved by the Board of Directors. The Bank intends to issue total 5,976.096 million new ordinary shares.

The management and the Board of Directors are hopeful that with the capital injection along with the growth factors and other key assumptions stipulated in the business plan materialize, the Bank will be able to achieve compliance with applicable regulatory requirements.

### 2. BASIS OF PRESENTATION

### 2.1 STATEMENT OF COMPLIANCE

These unconsolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards as applicable in Pakistan comprise of:

- International Accounting Standard (IAS) 34 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Companies Act, 2017;
- Provisions of and directives issued under the Banking Companies Ordinance, 1962 and 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 the directives issued by the SBP and the SECP differ with the requirements of IFRS or IFAS, requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives shall prevail.



The SBP has deferred the applicability of International Accounting Standard (IAS) 39, 'Financial Instruments: Recognition and Measurements' and International Accounting Standard (IAS) 40, 'Investment Property' for banking companies through BSD Circular Letter No. 10 dated August 26, 2002 till further instructions. Moreover, The SBP vide BPRD Circular No. 4 of 2015, dated February 25, 2015 has deferred the applicability of Islamic Financial Accounting Standards (IFAS) 3, Profit and Loss Sharing on Deposits. Further, the SECP has deferred the applicability of International Financial Reporting Standard (IFRS) 7 'Financial Instruments: Disclosures' for banks through its notification S.R.O. 411(I)/2008 dated April 28, 2008. Accordingly, the requirements of these standards have not been considered in the preparation of these unconsolidated condensed interim financial statements.

- 2.2 These unconsolidated condensed interim financial statements represent separate financial statements of Summit Bank Limited in which investment in subsidiary are accounted for on the basis of direct equity interest rather on the basis of reported results.
- 2.3 Key financial figures of the Islamic banking branches are disclosed in note 38 to these unconsolidated condensed interim financial statements.
- 2.4 The disclosures made in these unconsolidated condensed interim financial statements have been limited based on the format prescribed by the SBP vide BPRD Circular Letter No. 5 dated March 22, 2019 and IAS 34 'Interim Financial Reporting' and 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 December 31, 2018.
- 2.5 Standards, interpretations of and amendments to existing accounting standards that have become effective in the current period

IFRS 16, Leases, became effective for annual reporting periods commencing on or after January 01, 2019. The impact of the adaptation of IFRS 16 on the Bank's condensed interim financial statements is disclosed in note 4.1.2

In addition, there are certain other new standards and interpretations of and amendments to existing accounting standards that have become applicable to the Bank for accounting periods beginning on or after January 01, 2019. These are considered either to not be relevant or to not have any significant impact on the Bank's financial statements.

### 2.6 Standards and amendments to existing accounting standards that are not yet effective

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

		Effective dates (annual periods beginning on or after)
-	IFRS 3, Definition of a Business (Amendments)	January 01, 2020
-	IAS I, Presentation of Financial Statements (Amendments)	January 01, 2020
-	IAS 8, Accounting Policies, Changes in Accounting Estimates and Errors (Amendments)	January 01, 2020
-	IFRS 9. Financial instruments: Classification and reassessment	lanuary 01, 2021



IFRS 9 'Financial Instruments' and amendment - Prepayment features with negative compensation (effective for annual periods beginning on or after July 01, 2018 and January 01, 2019 respectively). IFRS 9 replaces the existing guidance in IAS 39 'Financial Instruments: Recognition and measurement'. IFRS 9 includes revised guidance on the classification and measurement of financial instruments, a new expected credit loss model for calculating impairment on financial assets and new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from IAS 39. The SECP vide its notification dated February 14, 2019 modified the effective date for implementation of IFRS 9 on reporting period / year ending on or after June 30, 2019 (earlier application permitted). SBP had earlier informed the Bank that keeping in view the implementation challenges of IFRS 9 and representations by the banking industry. IFRS 9 would not be applicable on financials of period ending June 30, 2019 for banks/ DFIs/ MFBs. Thereafter, the SBP wide BPRD Circular No. 4 of 2019 dated October 23, 2019 has issued fresh timelines for implementation of the said standard and has issued detailed instructions over the steps required to be undertaken, setting January 01, 2021 as the effective date of implementation. The Bank is in the process of assessing the full impact of this standard.

The Bank expects that adoption of the remaining interpretations and amendments will not affect its financial statements in the period of initial application.

### 3. BASIS OF MEASUREMENT

### 3.1 Accounting convention

These unconsolidated condensed interim financial statements have been prepared under the historical cost convention except that certain operating fixed assets and non-banking assets in satisfaction of claims are stated at revalued amounts and certain investments and derivative financial instruments have been stated at fair value and defined benefit obligations which are carried at present value.

### 3.2 Functional and Presentation Currency

These unconsolidated condensed interim financial statements are presented in Pakistani Rupees, which is the Bank's functional and presentation currency.

The amounts are rounded off to the nearest thousand rupees except as stated otherwise.

### 4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those followed in the preparation of the unconsolidated financial statements for the year ended December 31, 2018 except as disclosed in note 4.1.

### 4.1 Changes in accounting policies

### 4.1.1 Change in reporting format

The State Bank of Pakistan (SBP) through its BPRD Circular No. 5 dated 22 March 2019 has amended the format of quarterly and half yearly financial statements of banks. All banks are directed to prepare their quarterly financial statements on the revised format effective from accounting year starting from I January 2019. Accordingly, the Bank has prepared these unconsolidated condensed interim financial statements on the new format prescribed by the State Bank of Pakistan.

### 4.1.2 Leases

During the current period, 'IFRS 16 - Leases' becomes applicable for the banks. IFRS 16 replaces existing guidance on accounting for Leases including 'IAS 17 - Leases', 'IFRIC' 'Determining whether an arrangement contains a Lease', 'SIC 15 - Operating Lease Incentives' and 'SIC 27 - Evaluating the substance of transactions involving the legal form of lease'. IFRS 16 introduces single lease accounting model and requires a lessee to recognize assets and liabilities of all leases with a term of more than 12 months unless the underlying assets are of low value. A lessee recognizes right-of-use asset representing its right of using underlying asset and corresponding lease liability representing its obligation to make lease payments. Lessor accounting remains similar to the current standard i.e. lessor continue to classify leases as either finance or operating leases. The Bank has adopted IFRS 16 using the modified retrospective approach with the date of initial application as January 01, 2019. Under this method, the standard is applied retrospectively with the cumulative effect of initially applying the standard being recognized at the date of initial application. Accordingly, the Bank has not restated comparatives for the 2018 reporting period.



On adoption of IFRS 16, the Bank has recognized liabilities in respect of leases which had previously been classified as operating leases under IAS 17. These liabilities were initially measured as the present value of the remaining lease payments, discounted using the Bank's incremental weighted average borrowing rate of 14.34% per annum at January 1, 2019. The Bank has used a single discount rate methodology for each portfolio of leases with similar characteristics. The lease liability is subsequently measured at amortized cost using the effective interest rate method.

Un-audited					
September 30,	January 01				
2019	2019				
(Rupees in	ı '000)				
2,085,323	2,075,149				

I In audited

Lease Liability

On adoption of IFRS 16, the associated right of use assets were measured at the amount equal to the lease liability, adjusted by the amount of prepaid lease payments recognized in the statement of financial position immediately before the date of initial application.

The right of use assets recognized subsequent to the adoption are measured based on the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred. The right of use assets are depreciated on a straight line basis over the lease term.

	Un-audited		
	September 30, 2019	January 01, 2019	
	(Rupees i	n '000)	
Right-of-Use Asset	2,136,508	2,207,128	
Effect of change in Accounting policy			
Impact on Statement of Financial Position			
Increase in fixed assets - ROU Assets	2,136,508	2,207,128	
Decrease in other assets - Advances , Deposits and Prepayments	(213,955)	(131,979)	
Increase in other assets - Advance Taxation	-	-	
Increase in other liabilities - Lease Liability in respect of ROU Assets	(2,085,323)	(2,075,149)	
(Decrease ) / Increase in net assets	(162,770)		
Impact on Profit and Loss Account			
Increase in mark-up expense	(209,406)	_	
	(209,406)	_	
(Increase) / decrease in administrative expenses:			
-Depreciation of ROU Assets	(393,685)	-	
-Rent expense	440,321	-	
	46,636		
Increase in loss before tax	(162,770)		
Taxation	(102,770)	-	
Increase in loss after tax	(142.770)	<u>-</u>	
increase in ioss aiter tax	(162,770)		

Loss per share for the period ended September 30, 2019 is Re 0.06 per share higher as a result of the adoption of IFRS 16.

When measuring lease liabilities for leases that were classified as operating leases, the Bank discounted lease payments using its incremental borrowing rate at January 01, 2019.



(Rupees in '000)

Operating lease commitments disclosed as at December 31, 2018	3,164,673
Discounted using the lessee's incremental borrowing rate at the date of initial application	2,112,435
Less: short-term leases recognised on a straight-line basis as expense	37,286
Lease liability recognised as at January 01, 2019	2,075,149
Of which are:	
- Current lease liabilities	573,525
- Non Current lease liabilities	1,501,624
	2,075,149

### 4.1.3 IFRS 15 - Revenue from Contracts with Customers

IFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognized. It replaces IAS 18 'Revenue' IAS 11 'Construction Contracts' and related interpretations.

The Bank initially applied IFRS 15 on January 01, 2019 retrospectively in accordance with IAS 8 without any practical expedients. The application of IFRS 15 has no impact on the financial position and / or financial performance of the Bank. Accordingly, there was no adjustment in retained earnings on application of IFRS 15 as at January 01, 2019.

### 5. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

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

During the current period, the management of the Bank has revised its estimate of the useful lives of building on leasehold land. The management has decreased the depreciation rates from 5% per annum to 2.5% to 5% per annum. The revision has been made after taking into account the expected pattern of recovery of economic benefits associated with the use of these assets. The revision has been accounted for as a change in accounting estimate as defined in International Accounting Standard 8, 'Accounting Policies, Changes in Accounting Estimate and Errors'. Had the revision in useful lives in respect of building on leasehold land not been made depreciation expense for the period would have been higher by Rs. 189.449 million and consequently the profit before tax would have been lower by the same amount.

### 6. 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, 2018.



Committed to you

(Un-audited) (Audited)
September 30, Decemebr 31,
2019 2018
----- (Rupees in '000) ------

### 7. CASH AND BALANCES WITH TREASURY BANKS

In hand		
Local currency	3,081,784	2,699,662
Foreign currency	276,482	190,719
	3,358,266	2,890,381
With State Bank of Pakistan in		
Local currency current account	687,360	1,011,453
Foreign currency current account	376,684	302,719
Foreign currency deposit account	197,097	125,904
	1,261,141	1,440,076
With National Bank of Pakistan in Local currency current account	533,681	703,743
Prize bonds	155,738	8,889
	5,308,826	5,043,089

### 8. BALANCES WITH OTHER BANKS

In Pakistan
-------------

In current account	17,809	20,475
In deposit account	70,591	92,365
	88,400	112,840
Outside Pakistan		
In current account	229,916	368,270
In deposit account	580,897	515,872

<b>716</b>    368,270	229,916
515,872	580,897
884,142	810,813
996,982	899,213



### 9 INVESTMENTS

### 9.1 Investments by type:

Held-for-trading securities Shares

Available-for-sale securities Federal Government Securities

Market Treasury Bills Pakistan Investment Bonds GoP Ijarah Sukuks

Shares

Fully paid up ordinary shares - Listed Fully paid up ordinary shares - Unlisted Preference shares - Unlisted Non Government Debt Securities

Term Finance Certificates Sukuk Bonds

Subsidiary

Ordinary shares-Unlisted

**Total Investments** 

Sep	tember 30, 2	019 (Un-auc	lited)		December 3		
Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value	Allioruseu	Provision for diminution	Surplus / (Deficit)	Carrying Value
(Rupees in '000)							

9,725 - (384) 9,341 - -

							-
4,483,447	-	9,015	4,492,462	1,377,071	-	29	1,377,100
12,169,119	-	(906,960)	11,262,159	13,969,584	-	(1,233,323)	12,736,261
1,600,000	-	(47,360)	1,552,640	2,250,000	-	(40,275)	2,209,725
4,147,681	(2,801,965)	11,115	1,356,831	4,147,681	(1,947,196)	(402,628)	1,797,857
2,830	(1,000)	-	1,830	2,830	(1,000)	-	1,830
46,035	-	-	46,035	46,035	-	-	46,035
1,601,025	(1,319,459)	-	281,566	1,611,998	(1,008,500)	-	603,498
200,000	(200,000)	-	-	402,070	(200,000)	-	202,070

**24,250,137** (**4,322,424**) (**934,190**) **18,993,523** 23,807,269 (3,156,696) (1,676,197) 18,974,376

396,942 (114,943) - 281,999 396,942 (114,943) - 281,999 24,656,804 (4,437,367) (934,574) 19,284,863 24,204,211 (3,271,639) (1,676,197) 19,256,375

9.1.1 Investments given as collateral - Market Value	(Un-audited) September 30, 2019	(Audited) Decemebr 31, 2018	
	(Rupees in '000)		
Pakistan Investment Bonds	6,121,361	8,190,815	
GoP Ijarah Sukuks	1,500,000	2,209,725	
Ordinary shares-Listed	903,106	1,718,824	
	8,524,467	12,119,364	

### 9.2 Provision for diminution in value of investments

Opening balance Charge / reversals Charge for the period / year Reversals for the period / year

•

Closing balance

9.3 Particulars of provision against debt securities

Category of classification

Domestic

Loss

1 140 202	1 120 444

2.177.965

1,168,303	1,120,666
(2,575)	(26,992)
1,165,728	1,093,674
4,437,367	3,271,639

Septemb	er 30, 2019	December 31, 2018 (Audited)			
(Un-	audited)				
NPI	Provision	NPI	Provision		
(Pupes in '000)					

3,271,639

1,519,459 1,519,459 1,522,034 1,208,500

1,519,459 1,519,459 1,522,034 1,208,500

9.4 Pursuant to the applicable Prudential Regulations, the Bank has availed the Forced Sale Value (FSV) benefit of securities / collaterals held against a non-performing investment. Had this FSV benefit not been availed by the Bank, the specific provision against investments would have been higher by Rs. Nil (2018: Rs. 313.534 million). This has a net of tax positive impact of Rs. Nil (2018: Rs. 203.797 million) on the profit and loss account. As per the applicable Prudential Regulations, the positive impact of FSV benefit is not available for distribution either as cash or stock dividend to shareholders and bonus to employees.



### 10 ADVANCES

		Perfo	rming	Non Per	forming	To	ota	.l
		(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	П	(Audited)
		September 30,	December 31,	September 30,	December 31,	September 30,	l	December 31,
		2019	2018	2019	2018	2019		2018
	Note			(Rupee	s in '000)			
Loans, cash credits, running finances, etc.		28,914,129	39,212,961	38,967,604	35.141.957	67,881,733		74,354,918
Islamic financing and related assets	38.2	3,823,777	5,875,686	999,527	882.663	4,823,304		6,758,349
Bills discounted and purchased	30.2	391,627	1.635.173	47,089	47.089	438,716		1,682,262
Advances - gross		33,129,533	46,723,820	40,014,220	36,071,709	73,143,753		82,795,529
Provision against advances								
- Specific	10.3	-	-	(28,454,960)	(21,502,664)	(28,454,960)		(21,502,664)
- General		(52,962)	(46,988)		_	(52,962)		(46,988)
		(52,962)	(46,988)	(28,454,960)	(21,502,664)	(28,507,922)		(21,549,652)
Advances - net of provision		33,076,571	46,676,832	11,559,260	14,569,045	44,635,831		61,245,877

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

### 10.1 Particulars of advances (Gross)

In local currency 72,768,408 81,171,315 In foreign currencies 375,345 1,624,214 73,143,733 82,795,529

10.2 Advances include Rs. 40,014.220 million (December 31, 2018: Rs. 36,071.709 million) which have been placed under non-performing status as detailed below:

Category of Classification	September 30, 20	September 30, 2019 (Un-audited)		2018 (Audited)
	Non		Non	
	Performing	Provision	Performing	Provision
	Loans		Loans	
		(Rupee		
Domestic				
Other Assets Especially Mentioned	107,688	795	505,380	721
Substandard	797,449	25,251	5,479,696	460,682
Doubtful	1,851,390	108,012	7,709,088	1,609,889
Loss	37,257,693	28,320,902	22,377,545	19,431,372
	40,014,220	28,454,960	36,071,709	21,502,664

### 10.3 Particulars of provision against advances

	September 30, 2019 (Un-audited)		Decemb	lited)		
	Specific	General	Total	Specific	General	Total
			(Rupees	in '000)		
Opening balance	21,502,664	46,988	21,549,652	14,909,014	30,250	14,939,264
Charge for the period / year	7,357,351	5,974	7,363,325	7,247,738	16,738	7,264,476
Reversals	(403,223)	-	(403,223)	(622,642)	-	(622,642)
	6,954,128	5,974	6,960,102	6,625,096	16,738	6,641,834
Amounts written off	(1,832)	-	(1,832)	(31,446)		(31,446)
Closing balance	28,454,960	52,962	28,507,922	21,502,664	46,988	21,549,652

10.3.1 The general provision against consumer financing is required to be maintained at varying percentages based on the non-performing loan ratio present in the portfolio.

These percentages ranges from 1% to 2.5% for secured and 4% to 7% for unsecured portfolio.

The State Bank of Pakistan vide its circular No. 9 of 2017 dated December 22, 2017 reduced the requirement of maintaining general reserves against unsecured SE portfolio from 2% to 1%.

10.3.2 The Bank has availed the Forced Sale Value (FSV) benefit of pledged stocks, mortgaged properties, plant and machinery, shares and Cash Margin / TDRs held as collateral against non-performing advances as allowed under the applicable Prudential Regulations issued by the State Bank of Pakistan. Had the benefit not been taken by the Bank, the specific provision against non-performing advances would have been higher by Rs. 9,732.118 million (2018: Rs. 5,944.884 million). The positive impact on the profit and loss account arising from availing this benefit - net of tax amounts to Rs. 6,325.876 million (2018: Rs. 3,863.850 million). As per the applicable Prudential Regulations, the positive impact of FSV benefit is not available for distribution either as cash or stock dividend to shareholders and bonus to employees.

The SBP has granted relaxation in provisioning requirements in respect of exposure in Dewan Group. Had this relaxation not been available, provision against loans and advances would have been higher by Rs. 205.502 million (December 2018: Rs. 205.502 million).



П	FIXED ASSETS	Note	2019	(Audited) December 31, 2018 s in '000)
	Capital work-in-progress	11.1	88,938	393,222
	Property and equipment		8,216,773	8,315,656
	Right-of-use assets	4.1.2	2,136,508	-
			10,442,219	8,708,878
11.1	Capital work-in-progress			3,700,070
	Civil and and analysis of an arrange for the second		F7.0F0	200 100
	Civil works and related payments / progress billings Advances and other payments to suppliers and contractors		57,959 30,979	388,198 5,024
	Advances and other payments to suppliers and contractors		30,777	3,024
	Advances and other payments against capital work in progress considered doubtful		1,158,340	1,158,340
	Less: Provision held there against		(1,158,340)	(1,158,340)
	· ·		-	-
			88,938	393,222
			00,730	373,222
			(Un-au	dited)
			September 30,	September 30,
			2019 (Rupees	2018 in '000)
11.2	Additions to fixed assets		( -1	,
	The following additions have been made to fixed assets during t	he period:		
	Capital work-in-progress		-	312,500
	Property and equipment			
	Builling improvements		296,394	8,845
	Furniture and fixture		64,528	2,604
	Electrical, office and computer equipment		67,348	66,810
			428,270	78,259
	Right-of-use assets		2,136,508	-
			2,564,778	390,759
			2,304,776	370,737
11.3	Transfer / Disposal of fixed assets			
	Capital work-in-progress		304,284	-
	The net book value of fixed assets disposed off during the perio	d is as follows:		
	Leasehold land		104.010	
	Buidling-improvements		104,010 144	2,710
	Building on leasehold land		89	2,, 10
	Furniture and fixture			457
	Electrical, office and computer equipment		5,752	3,473
	Furniture and fixture		23	-
	Vehicles		3,325	6,640
			113,343	6,0 <del>1</del> 0
	Total		417,627	6,640



Committed to you

		Note	(Un-audited) September 30, 2019 (Rupees	(Audited) December 31, 2018 in '000)
12.	INTANGIBLE ASSETS			
	Capital work-in-progress	12.1	45,098	53,488
	Intangible assets in use	12.2	116,934	151,424
			162,032	204,912
12.1	Capital work-in-progress			
	Advances to suppliers and contractors		45,098	53,488
	Advances against capital work in progress considered doubtful		141,224	141,224
	Less: Provision held there against		(141,224)	(141,224)
			-	-
			45,098	53,488
12.2	Intangible assets in use			
	Computer software		53,439	73,517
	Core deposits		31,122	45,534
	Brand name		32,373	32,373
			116,934	151,424
			(Un-au	
			September 30, 2019	September 30, 2018
				in '000)
12.3	Additions to intangible assets		(	,
	The following additions have been made to intangible assets during the p	eriod:		
	Directly purchased		12,116	6,974

There were no disposal in intangible assets during the current and prior period.



### 13. DEFERRED TAX ASSETS

	_		
Deductible	Temporary	Differences	on

- Tax losses carried forward
- Deficit on revaluation of investments
- Provision against advances, off balance sheet etc.
- Provision for impairment loss Investment
- Provision against Intangible Assets
- Staff Compensated absences
- Unrealised Loss on HFT Portfolio
- Provision against other assets
- Unrealized loss on forward exchange contracts

### Taxable Temporary Differences on

- Surplus on revaluation of fixed assets

Deductible Temporary Differences on - Tax losses carried forward - Deficit on revaluation of investments - Provision against advances, off balance sheet etc. - Provision for impairment loss - Investment - Provision against intangible assets - Staff compensated absences - Unrealised loss on HFT portfolio - Provision against other assets Taxable Temporary Differences on - Surplus on revaluation of fixed assets - Surplus on revaluation of property - held for sale - Surplus on revaluation of non-banking assets

- Accelerated depreciation

- Surplus on revaluation of property held for sale
- Accelerated depreciation
- Surplus on revaluation of non-banking assets

30 September 2019 (Un-audited)					
At January 01, 2019	Recognised in profit and loss account	Recognised in other comprehensive income	At September 30, 2019		
(Rupees in '000)					

3,811,924	1,435,521	-	5,247,445
586,669	-	(259,703)	326,966
3,433,882	2,286,842	-	5,720,724
1,145,074	318,432		1,463,506
43,107	-	-	43,107
35,380	(1,531)	-	33,849
-	134	-	134
149,656	-	-	149,656
3,078	1,348	-	4,426
9,208,770	4,040,746	(259,703)	12,989,813

(1,063,624)	-	26,496	(1,037,128)
(406,274)	-	-	(406,274)
(382,530)	34,125	-	(348,405)
(141,353)		316	(141,037)
(1,993,781)	34,125	26,812	(1,932,844)

7,214,989	4,074,871	(232,891)	11,056,969

December 31, 2018 (Audited)				
At January 01, 2018	Recognised in profit and loss account	Recognised in other comprehensive income	At December 31, 2018	
(Rupees in '000)				

4,103,554	(291,630)	-	3,811,924
427,094	-	159,575	586,669
1,309,930	2,123,952	-	3,433,882
762,288	382,786	-	1,145,074
43,107	-	-	43,107
36,558	(1,178)	-	35,380
5,560	(5,560)	-	-

149,656	-	-	149,656
6,837,747	2,208,370	159,575	9,205,692

(452,385)	-	(611,239)	(1,063,624)
-	-	(406,274)	(406,274)
(151,972)	-	10,619	(141,353)
(398,770)	16,240	-	(382,530)
(30,429)	33,507	-	3,078
(1,033,556)	49,747	(1,006,894)	(1,990,703)

13.1 The net deferred tax asset has been recognized in accordance with the Bank's accounting policy. The management, based on

(847,319)

7,214,989

2,258,117

financial projections, estimates that sufficient taxable profits would be available in future against which the recognized deferred tax asset could be realized. The projections include certain key assumptions underlying management's estimation of profits. Any significant change in such assumptions may have effect on the recoverability of deferred tax asset. The management believes that it is probable that the Bank would be able to achieve the profits and consequently, the recognized deferred tax asset will be fully realized in future.

5,804,191

- Unrealized (gain) / loss on forward exchange contracts



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

### 14. OTHER ASSETS

	14000	(Nupces	, 111 000)
Income / Mark-up accrued in local currency		1,118,484	1,631,155
Income / Mark-up accrued in foreign currency		3,533	2,805
Advances, deposits, advance rent and other prepayments		284,595	428,590
Advance taxation (payments less provisions)		600,445	570,805
Non-banking assets acquired in satisfaction of claims		2,760,764	2,802,674
Branch adjustment account		103	20
Acceptances		343,569	1,118,180
Mark to market Gain on forward foreign exchange contracts		4,353	-
Receivable from brokers		774	5,038
Stationery and stamps on hand		8,954	8,999
Receivable from other banks against clearing and settlement		70,997	-
Commission receivable on home remittance		163,289	134,985
Property - held for sale	14.1	3,838,719	3,838,719
Others		482,754	435,111
		9,681,333	10,977,081
Less: Provision held against other assets	14.2	(587,324)	(584,840)
Other Assets (Net of Provision)		9,094,009	10,392,241
Surplus on revaluation of non-banking assets acquired in			
satisfaction of claims		402,963	403,865
Surplus on revaluation of property - held for sale		1,160,784	1,160,784
Other assets - total		10,657,756	11,956,890

Note

14.1 This represents a portion of the Bank's self constructed property which has been earmarked for selling in the near future. This property had been transferred from Property and Equipment (land and capital work in progress) to other assets at the year ended December 31, 2018. Accordingly, the surplus held on this property represents surplus recognised till December 31, 2018 i.e. till the date of transfer of this asset to the 'Other Assets' category in accordance with the accounting policy for fixed assets. Moreover, this property will be carried at lower of market value / fair value less cost to sell and carrying amount at the time of transfer from owned assets category.

		(Un-audited) September 30, D 2019	(Audited) December 31, 2018
14.2	Provision held against other assets	(Rupees in	n '000)
	Income / Mark-up accrued in local currency	1,389	1,389
	Advances, deposits, advance rent and other prepayments	79,664	79,664
	Non banking assets acquired in satisfaction of claims	290,547	290,547
	Commission receivable on guarantees	9,880	9,880
	Receivable from Dewan Group	34,436	34,436
	Account Receivable - sundry claims	136,262	133,731
	Receivable from Speedway Fondmetal (Pakistan) Limited	25,694	25,694
	Others	9,452	9,499
		587,324	584,840
14.2.1	Movement in provision held against other assets		
	Opening balance	584,840	488,435
	Charge for the period / year	2,531	96,499
	Amount written off	(47)	(94)
	Closing balance	587,324	584,840

### 15. CONTINGENT ASSETS

There was no contingent asset as at the balance sheet date.



(Un-audited) (Audited)
September 30, December 31,
2019 2018
------ (Rupees in '000) ------1,539,675 1,881,107

6,792,628

250,000

756,323

8,163,360

15,965,674

1.911.000

3,363

6,522,840

250,000

888,828

5,580,522

13,248,284

6,094

### 16. BILLS PAYABLE

In Pakistan 1,539,675 1,881,107 1,539,675 1,881,107

### 17. BORROWINGS

### Secured

Borrowings from State Bank of Pakistan

- Under export refinance scheme
- Under Islamic Export Refinance Scheme (IERF)
- Under Long-term financing facility
- Refinance facility for modernization of SMEs
- Repurchase agreement borrowings

Repurchase agreement borrowings	1,795,000	1,000,000
Foreign bills - rediscounted		608,830
Total secured	15,043,284	17,574,504

# **Unsecured**Call borrowings

Overdrawn nostro accounts

	_	
Total	unsecured	

115,991	6,350
115,991	1,917,350
15,159,275	19,491,854

### 17.1 Particulars of borrowings with respect to currencies

In local currency	15,041,802	18,876,674
In foreign currencies	115,991	615,180
	15,157,793	19,491,854

### 18. DEPOSITS AND OTHER ACCOUNTS

	September 30, 2019 (Un-audited)			December 31, 2018 (Audited)				
	In local	In foreign	Total	In local	In foreign	Total		
	currency	currencies		currency	currencies			
	(Rupees in '000)							
Customers								
Current deposits	23,929,698	1,528,267	25,457,965	27,684,415	1,539,251	29,223,666		
Savings deposits	36,317,990	1,616,510	37,934,500	34,873,064	1,605,157	36,478,221		
Term deposits	9,252,467	2,456,502	11,708,969	8,624,571	1,579,424	10,203,995		
Others	3,569,931	24,590	3,594,521	4,579,025	21,838	4,600,863		
	73,070,086	5,625,869	78,695,955	75,761,075	4,745,670	80,506,745		
Financial Institutions								
Current deposits	683,175	131,364	814,539	988,132	126,472	1,114,604		
Savings deposits	2,720,995	4	2,720,999	2,254,400	4	2,254,404		
Term deposits	1,012,672	-	1,012,672	800,337	-	800,337		
Others	-	-	-	-	-	-		
	4,416,842	131,368	4,548,210	4,042,869	126,476	4,169,345		
	77 404 000		02 244 175	70.003.044	4.072.144	04.674.000		
	77,486,928	5,757,237	83,244,165	79,803,944	4,872,146	84,676,090		

<sup>18.1</sup> Deposits include Eligible Deposits of Rs. 53,786.141 million (December 31, 2018: Rs. 55,944.727 million) protected under Depositors Protection Mechanism introduced by the State Bank of Pakistan.



### 19. SUBORDINATED DEBT

Issue amount Rs. I,500,000,000

Issue date October 27, 2011

Maturity date October 27, 2020 (December 31, 2018: October 27, 2019)

These TFCs were issued by the Bank on October 27, 2011 for an initial tenure of seven years and maturity date of October 27, 2018. In order to protect the interest of the TFC Holders, the tenure of the TFC together with the payment of applicable redemption amounts was extended twice by the Bank to October 27, 2019 and October 27, 2020 through the extraordinary resolutions passed by the TFC holders on November 19, 2018, April 10, 2019 and November 20, 2019. The Bank completed necessary regulatory formalities for these extensions and executed the amended Declaration of Trusts on July 23, 2019 and September 23, 2020. A final approval of these extensions were approved by the SBP vide its letters dated October 21, 2019 and October 21, 2020.

Recently, the TFC holders of the Bank in their extraordinary meeting held on October 22, 2020 have approved another extension of one year in the tenure of the TFC issue along with the extension in the payments of all redemption amounts with the revised maturity date of October 27, 2021. The requisite formalities and compliance with the applicable regulatory requirements necessary for this extension have already been completed by the Bank and the final approval is awaited from the State Bank of Pakistan.

Rating 'D' (Default).

Security Unsecured.

Redemption / Profit payment frequency

The redemption / profit payment details are mentioned in the above maturity

date clause.

Mark-up Base rate (6 months KIBOR - ask side) plus 325 bps.

Call option The Bank had an option to call the TFC's subject to SBP's prior written

approval, on any profit payment date after the 60th month from the last day of public subscription, with not less than 30 days prior notice to be given to the Trustee. The Call option once announced will not be revocable. Further, no premium will be paid to the TFC Holders in case the call option is exercised

by the Bank.

Lock-in-clause Neither interest nor principal can be paid (even at maturity) if such payments

will result in a shortfall in the Bank's Minimum Capital Requirements (MCR) or Capital Adequacy Ratio (CAR) or increase in the existing shortfall in MCR

and CAR.



20.	OTHER LIABILITIES	Note	(Un-audited) September 30, 2019 (Rupees	(Audited) December 31, 2018 in '000)
	Mark-up / Return / Interest payable in local currency		1,043,110	827,718
	Mark-up / Return / Interest payable in foreign currency		1,058	7,780
	Unearned income Accrued expenses		8,991 110,794	15,223 196,893
	Advance against sale of property		489,044	438,852
	Acceptances		343,569	1,118,180
	Unclaimed dividends		2.213	2.213
	Mark to market loss on forward foreign exchange contracts		12,645	8,793
	Payable to defined benefit plan		42,230	33,358
	Charity fund balance		85	844
	Security deposits against lease		687,653	789,230
	Payable to Bangladesh Bank		41,388	41,389
	Payable to Rupali Bank - Bangladesh		16,293	16,293
	Payable to vendors / creditors		121,096	126,321
	Provision for compensated absences		97,015	101,082
	Payable to Bank of Ceylon, Colombo		20,165 28,879	20,163 6,671
	Retention money Workers welfare fund		13,360	13,360
	Withholding taxes and government levies payable		30,894	13,481
	Federal excise duty and sales tax payable		8,367	10,254
	Payable to other banks against clearing and settlement		-	137
	Commission payable on home remittances		144,795	125,375
	Lease Liability against right-of-use assets	4.1.2	2,085,323	
	Others		343,909	417,213
			5,692,876	4,330,823
21.	SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS Surplus / (deficit) on revaluation of:		(024.100)	(1,474,107)
	- Available for sale securities - Fixed assets	9.1	(934,190) 3,621,337	(1,676,197) 3,712,954
	- Non-banking assets acquired in satisfaction of claims	14	402,963	403,865
	- Property - held for sale	14	1,160,784	1,160,784
	- Property - Held for Sale		4,250,894	3,601,406
	Deferred tax on surplus / (deficit) on revaluation of:		,,,,,	5,551,155
	- Available for sale securities		326,967	586,669
	- Fixed assets		(1,037,128)	(1,063,624)
	- Non-banking assets acquired in satisfaction of claims		(141,037)	(141,353)
	- Property - held for sale		(406,274)	(406,274)
			(1,257,472)	(1,024,582)
			2,993,422	2,576,824
22.	CONTINGENCIES AND COMMITMENTS			
	Guarantees	22.1	20,203,751	19,970,337
	Commitments	22.2	26,248,993	31,599,152
	Other contingent liabilities	22.3	10,952,203	11,661,255
			57,404,947	63,230,744
22.1	Guarantees:			· <del></del>
	Financial guarantees		23,677	23,677
	Performance guarantees		15,789,067	14,891,050
	Other guarantees		4,391,007	5,055,610
			20,203,751	19,970,337



_	

			(Un-audited) September 30, 2019	(Audited) December 31, 2018
22.2	Commitments:	Note	(Rupees	in '000)
	Documentary credits and short-term trade-related transactions			
	- letters of credit		2,717,136	6,604,310
	Commitments in respect of:			
	- forward foreign exchange contracts	22.2.1	6,129,577	4,315,349
	- forward lending	22.2.2	9,756,068	8,067,231
	- operating leases	22.2.3	48,055	3,164,673
	Commitments for acquisition of:			
	- operating fixed assets		88,287	140,560
	- intangible assets		134,348	143,669
	Commitments in respect of repo transactions	22.2.4	7,375,522	9,163,360
			26,248,993	31,599,152
22.2.1	Commitments in respect of forward foreign exchange contracts			
	Purchase		5,099,043	3,404,992
	Sale		1,030,534	910,357
			6,129,577	4,315,349
22.2.2	Commitments in respect of forward lending			
	Forward documentary bills		4,695,192	3,458,501
	Undrawn formal standby facilities, credit lines and other			
	commitments to lend	22.2.2.1	5,060,876	4,608,730
			9,756,068	8,067,231

22.2.2.1 These represent commitments that are irrevocable because they cannot be withdrawn at the discretion of the Bank without the risk of incurring significant penalty or expense.

		(Un-audited) September 30, 2019 (Rupees	(Audited) December 31, 2018 in '000)
22.2.3	Commitments in respect of operating leases  Not later than one year  Later than one year and not later than five years  Later than five years	48,055 - -	652,360 1,636,820 875,493
22.2.4	Commitments in respect of repo transactions Purchase (Repo)	7,375,522	9,163,360
22.3	Other contingent liabilities - claims against the Bank not acknowledged as debts	10,952,203	11,661,255

22.4 In the year 2018, Law Enforcement Agencies (LEAs) initiated its investigation on certain bank accounts alleged for money laundering activities in various banks including Summit Bank Limited. The Honourable Supreme Court of Pakistan under Suo Moto Case HRC-39216-G, appointed a Joint Investigation Team (JIT) which was constituted to investigate the matter. On recommendation of JIT, the matter was referred by the Honourable Supreme Court to the National Accountability Bureau (NAB) for further investigation and filing of references in the National Accountability Courts. The matter is currently under NAB investigations and only partial references have been filled in the NAB Courts. The Bank has been and is committed to extending its full cooperation to the Law Enforcement Agencies in their investigations to the best extent possible and the matter is currently subjudice. These proceedings in the opinion of the management will not have any effect on the operations and functioning of the Bank.

### 22.5 Contingency for tax payable

Contingency related to tax payable is disclosed in note 31.2.



		_	(Un-au	
			Nine mont	hs ended
			September 30, 2019	September 30, 2018
		Note	(Rupees i	n '000)
23.	MARK-UP / RETURN / INTEREST EARNED			
	Loans and advances		3,326,055	4,275,210
	Investments		954,693	2,481,924
	Lendings to financial institutions		36,969	420,202
	Balances with banks		14,795	11,417
			4,332,512	7,188,753
24.	MARK-UP / RETURN / INTEREST EXPENSED			
			2 502 204	2210401
	Deposits		3,502,286	3,310,601
	Borrowings		895,925	1,767,972
	Subordinated debt		154,238	107,566
	Cost of foreign currency swaps against foreign currency deposits / borrowings		368,556	196,968
	Finance cost of lease liabilty		209,406	-
			5,130,411	5,383,107
25.	FEE AND COMMISSION INCOME			
	Branch banking customer fees		11,716	51,485
	Consumer finance related fees		2,579	5,477
	Card related fees (debit cards)		69,476	61,637
	Credit related fees		7,640	13,149
	Investment banking fees		5,359	5,142
	Commission on trade		157,604	315,950
	Commission on guarantees		121,345	148,139
	Commission on cash management		2,870	4,560
	Commission on remittances including home remittances		45,095	66,474
	Commission on bancassurance		1,786	2,922
	Commission on Benazir Income Support Programme		63,864	52,169
	Alternate delivery channels		14,580	25,038
	Others		192	1,785
			504,106	753,927
26.	LOSS ON SECURITIES			
	Realised	26.1	(18,716)	(30,251)
	Unrealised - held for trading		(384)	-
	-		(19,100)	(30,251)
26.1	Realised loss on:			
	Federal Government Securities		(29,269)	(6,685)
	Shares		10,553	(8,396)
	Mutual Funds		-	(16,922)
	Non Government Debt Securities		-	1,752
			(18,716)	(30,251)
			( 1,110)	(,,



(Un-audited)

Committed to vo

		_	Nine months ended		
		-	September 30,	September 30,	
			2019	2018	
27.	OTHER INCOME	Note	(Rupees i		
			(Hapees)	555)	
	Rent on property / locker		16,338	25,443	
	Gain on sale of fixed assets-net		35,524	2,274	
	Gain on sale of non banking assets - net			151,084	
	Gain on sale of ijarah assets		2,772	1,683	
	Account maintenance and other relevant charges		38,816	22,827	
	Recovery of expenses from customers		12,929	26,261	
	Others		300	142	
			106,679	229,714	
28.	OPERATING EXPENSES				
	Total compensation expense	28.1	1,249,775	1,406,377	
	Business aumania				
	Property expense Rent and taxes		112,007	634,303	
	Insurance - property		3,989	5,784	
	Insurance - property Insurance - non banking assets		3,767	546	
	•			I I	
	Utilities cost		191,888	187,532	
	Security (including guards)		124,313	125,245	
	Repair and maintenance (including janitorial charges)		78,636 221,479	70,250	
	Depreciation on owned assets		393,685	316,180	
	Depreciation on right-of-use assets		32,812	33,214	
	Depreciation on non banking assets		1,158,889	1,373,054	
	Information technology expenses		1,100,000	1,212,221	
	Software maintenance		43,540	37,078	
	Hardware maintenance		48,976	30,809	
	Depreciation on computer equipments		82,315	97,851	
	Amortisation of computer softwares		20,077	19,203	
	Network charges		65,323	69,993	
	Insurance		649	362	
	Other operating expenses		260,880	255,296	
	Directors' fees and allowances		550	2,000	
	Fees and allowances to Shariah Board		3,600	3,600	
			248,739	89.682	
	Legal and professional charges		98,523	201,009	
	Outsourced services costs		118,073	118,898	
	Travelling and conveyance			24,176	
	NIFT clearing charges Depreciation		20,830 110,991	103,164	
	•				
	Amortisation of core deposits and brand name		26,528	26,528	
	Training and development		3,687	4,823	
	Postage and courier charges		33,185	36,267	
	Communication		35,026	45,550	
	Stationery and printing		77,628	72,091	
	Marketing, advertisement and publicity		21,649	129,447	
	Brokerage and commission		2,155	11,314	
	Fee and subscription		86,467	63,572	
	Cash transportation and sorting charges		74,438	82,743	
	Entertainment		24,723	25,279	
	Insurance		183,095	151,829 40,321	
	Repair and maintenance		65,656		
	Auditors' remuneration Others		12,251	11,104 18,824	
	Outers		1,290,931	1,262,221	
			3,960,475	4,296,948	



-	Mille Hilohulis			
	September 30	September 30		
	2019	2018		
Total compensation expense Note	(Rupees in	(Rupees in '000)		
Fees and allowances etc	26,538	27,375		
Managerial Remuneration				
i) Fixed	763,668	818,630		
ii) Variable of which;				
a) Cash Bonus / Awards etc.	4,269	6,014		
b) Incentives and commission	1,323	6,984		
Charge for defined benefit plan	42,230	45,967		
Contribution to defined contribution Plan	41,678	52,465		
Charge for employees compensated absences	10,499	11,250		
Rent and house maintenance	247,327	300,884		
Utilities	54,958	66,858		
Medical	57,285	69,949		
Total	1,249,775	1,406,377		
OTHER CHARGES				
Danakina ing ang bu Cana Dank of Dakina	24.457	10,431		
·		19,315		
Bank charges	10,018	19,315		
	41,075	29,746		
PROVISIONS AND WRITE OFFS - NET				
Provisions for diminution in value of investments	1,165,728	1,008,060		
Provisions against loans and advances	6,960,102	4,220,589		
Fixed assets written off	-	3,061		
Provision against other assets	2,531	94,385		
Provision against fixed asset	-	1,063,606		
Bad debts written off directly	128	3,676		
Balance with other banks written off	30	-		
Recovery of written off / charged off bad debts	-	(828)		
	8,128,519	6,392,549		
TAXATION				
Current 31.1.6.31	.2 65.673	107,575		
		-		
	(4,074,871)	(2,551,261)		
	Fees and allowances etc Managerial Remuneration i) Fixed ii) Variable of which; a) Cash Bonus / Awards etc. b) Incentives and commission Charge for defined benefit plan Contribution to defined contribution Plan Charge for employees compensated absences Rent and house maintenance Utilities Medical  Total  OTHER CHARGES  Penalties imposed by State Bank of Pakistan Bank charges  PROVISIONS AND WRITE OFFS - NET  Provisions for diminution in value of investments Provisions against loans and advances Fixed assets written off Provision against other assets Provision against fixed asset Bad debts written off directly Balance with other banks written off Recovery of written off / charged off bad debts	Total compensation expense  Fees and allowances etc Managerial Remuneration i) Fixed ii) Variable of which; a) Cash Bonus / Awards etc. b) Incentives and commission Charge for defined benefit plan Contribution to defined contribution Plan Charge for employees compensated absences Rent and house maintenance Utilities Medical  Total  OTHER CHARGES  Penalties imposed by State Bank of Pakistan Bank charges  Provisions against loans and advances Frovisions against toher assets Provision against fixed asset Provision against fixed asset Provision against fixed asset Provision against fixed asset Bad debts written off Recovery of written off / charged off bad debts  TAXATION  Current Proyears  26,538  Adoes A (Rupees in Rupees Rupees in Rupees Rup		

(Un-audited)
Nine months ended

- 31.1 This represents the provison for minimum taxation made in accordance with the requirements of section 113 of the Income Tax Ordinance, 2001. Therefore, reconciliation of tax expense and accounting profit / loss has not been disclosed.
- 31.2 The Income Tax Returns of the Bank have been submitted up to and including the Bank's financial year ended December 31, 2017 i.e. tax year 2018.

In respect of assessments of Summit Bank Limited from tax year 2008 to tax year 2013, the tax authorities disputed Bank's treatment on certain issues and created additional tax demand (net of rectification) of Rs.230.52 million through amended assessment orders and the same have been paid / adjusted against available refunds.

In respect of assessments of ex-My Bank Limited (now Summit Bank Limited) from tax year 2003 to tax year 2011, the tax authorities disputed Bank's treatment on certain issues and created additional tax demand of Rs.456.62 million through amended assessment orders and the same have been paid / adjusted against available refunds.

In respect of assessments of ex-Atlas Bank Limited (now Summit Bank Limited) from tax year 2003 to tax year 2010, the tax authorities disputed Bank's treatment on certain issues and created additional tax demand of Rs.89.74 million through amended assessment orders and the same have been paid / adjusted against available refunds.



(Un-audited)

Committed to you

Such issues mainly include disallowances of mark-up payable, taxation of mutual fund distribution at corporate tax rate, disallowance of provision against non-performing loans, disallowance of reversal of provisions, allocation of expenses against dividend income and capital gain, disallowances against non-banking assets etc. The Bank has filed appeals before the various appellate forums against these amended assessment orders which are either pending for hearing or order.

The management of the Bank is confident about the favourable outcome of the appeals hence, no provision / adjustment with respect to the above matters has been made in these unconsolidated condensed interim financial statements.

			Nine mont	
			September 30,	September 30,
			2019	2018
32.	BASIC AND DILUTED LOSS PER SHARE	Note	(Rupees i	in '000)
	Loss for the period		(7,945,517)	(4,896,620)
			(Number	of shares)
	Weighted average number of ordinary shares		2,638,151,060	2,638,151,060
			(Rup	ees)
	Basic loss per share		(3.01)	(1.86)
	Weighted average number of ordinary shares (adjusted		(Number	of shares)
	for the effects of all dilutive potential ordinary shares)	32.1	2,638,151,060	2,638,151,060
			(Rup	ees)
	Diluted loss per share		(3.01)	(1.86)
32.I	There are no potential ordinary shares outstanding as of September 30, 2019.			
			(Un-aud Nine month	
			September 30,	
			2019	2018
22	CASH AND CASH FOLINAL FNTS		(Rupees in	n '000)
33.	CASH AND CASH EQUIVALENTS			
	Cash and balances with treasury banks		5,308,826	4,378,502
	Balances with other banks		899,213	1,029,521
	Overdrawn nostro accounts		(115,991)	(242,126)
			6,092,048	5,165,897

### 34. FAIR VALUE MEASUREMENTS

The fair value of quoted securities other than those classified as held to maturity, is based on quoted market price. Quoted securities classified as held to maturity are carried at cost. The fair value of unquoted equity securities, other than investments in subsidiary, is determined on the basis of the break-up value of these investments as per their latest available audited financial statements.

The fair value of unquoted debt securities, fixed term loans, other assets, other liabilities, fixed term deposits and borrowings can not be calculated with sufficient reliability due to the absence of a current and active market for these assets and liabilities and reliable data regarding market rates for similar instruments.

### 34.1 Fair value of financial assets

The Bank measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level I:	rair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.
Level 2.	Fair value measurements using inputs other than quoted prices included within Level 1 that are observable

for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using input for the asset or liability that are not based on observable market data

(i.e. unobservable inputs).



The table below analyses 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:

which the fall value measurement is eategorised.	September 30, 2019 (Un-audited)				
	Level I Level 2 Level 3 Tota				
On balance sheet financial instruments		(Rupee			
		(Rupec	3 111 000)		
Financial assets - measured at fair value					
Investments					
Federal Government Securities Shares - Listed		17,307,261	-	17,307,261	
Non-Government Debt Securities	1,356,831	-	-	1,356,831	
Non-Government Debt Securities	-	-	-	-	
Financial assets - disclosed but not measured at fair value					
Investments					
- Shares - Unlisted		-	1,857	1,857	
Non-Financial assets - measured at fair value					
Operating fixed assets	-	-	7,487,518	7,487,518	
Non banking assets acquired in satisfaction of claims	-	-	2,896,692	2,896,692	
Off-balance sheet financial instruments - measured at fair value	9				
Forward purchase of foreign exchange	-	5,091,366	-	5,091,366	
Forward sale of foreign exchange	-	1,031,149	-	1,031,149	
		ecember 31, 2			
On helmon about five sid in terminants	Level I	Level 2	Level 3	Total	
On balance sheet financial instruments	Level I		Level 3	Total	
Financial assets - measured at fair value	Level I	Level 2	Level 3	Total	
Financial assets - measured at fair value Investments	Level I	Level 2 (Rupee	Level 3	Total	
Financial assets - measured at fair value Investments - Federal Government Securities	Level I	Level 2	Level 3	Total	
Financial assets - measured at fair value Investments - Federal Government Securities - Shares - Listed	Level I	Level 2 (Rupee	Level 3	Total 16,323,086 1,797,857	
Financial assets - measured at fair value Investments - Federal Government Securities	Level I	Level 2 (Rupee	Level 3	Total	
Financial assets - measured at fair value Investments - Federal Government Securities - Shares - Listed - Non-Government Debt Securities	Level I	Level 2 (Rupee	Level 3	Total 16,323,086 1,797,857	
Financial assets - measured at fair value Investments - Federal Government Securities - Shares - Listed	Level I	Level 2 (Rupee	Level 3	Total 16,323,086 1,797,857	
Financial assets - measured at fair value Investments - Federal Government Securities - Shares - Listed - Non-Government Debt Securities  Financial assets - disclosed but not measured at fair value	Level I	Level 2 (Rupee	Level 3	Total 16,323,086 1,797,857	
Financial assets - measured at fair value Investments - Federal Government Securities - Shares - Listed - Non-Government Debt Securities  Financial assets - disclosed but not measured at fair value Investments	Level I	Level 2 (Rupee	Level 3 s in '000) - - -	Total 16,323,086 1,797,857 12,489	
Financial assets - measured at fair value Investments - Federal Government Securities - Shares - Listed - Non-Government Debt Securities  Financial assets - disclosed but not measured at fair value Investments - Shares - Unlisted  Non-Financial assets - measured at fair value	Level I	Level 2 (Rupee	Level 3 s in '000) - - -	Total 16,323,086 1,797,857 12,489	
Financial assets - measured at fair value Investments - Federal Government Securities - Shares - Listed - Non-Government Debt Securities  Financial assets - disclosed but not measured at fair value Investments - Shares - Unlisted	Level I	Level 2 (Rupee	Level 3 s in '000)	16,323,086 1,797,857 12,489	
Financial assets - measured at fair value Investments - Federal Government Securities - Shares - Listed - Non-Government Debt Securities  Financial assets - disclosed but not measured at fair value Investments - Shares - Unlisted  Non-Financial assets - measured at fair value Operating fixed assets Non banking assets acquired in satisfaction of claims	Level	Level 2 (Rupee	Level 3 s in '000)	16,323,086 1,797,857 12,489 1,857	
Financial assets - measured at fair value Investments - Federal Government Securities - Shares - Listed - Non-Government Debt Securities  Financial assets - disclosed but not measured at fair value Investments - Shares - Unlisted  Non-Financial assets - measured at fair value Operating fixed assets Non banking assets acquired in satisfaction of claims  Off-balance sheet financial instruments - measured at fair value	Level	Level 2     (Rupee   16,323,086   12,489     -	Level 3 s in '000)	16,323,086 1,797,857 12,489 1,857 7,591,618 2,915,992	
Financial assets - measured at fair value Investments - Federal Government Securities - Shares - Listed - Non-Government Debt Securities  Financial assets - disclosed but not measured at fair value Investments - Shares - Unlisted  Non-Financial assets - measured at fair value Operating fixed assets Non banking assets acquired in satisfaction of claims  Off-balance sheet financial instruments - measured at fair value Forward purchase of foreign exchange	Level	Level 2     (Rupee   16,323,086   -   12,489   -	Level 3 s in '000)	16,323,086 1,797,857 12,489 1,857 7,591,618 2,915,992 3,416,803	
Financial assets - measured at fair value Investments - Federal Government Securities - Shares - Listed - Non-Government Debt Securities  Financial assets - disclosed but not measured at fair value Investments - Shares - Unlisted  Non-Financial assets - measured at fair value Operating fixed assets Non banking assets acquired in satisfaction of claims  Off-balance sheet financial instruments - measured at fair value	Level	Level 2     (Rupee   16,323,086   12,489     -	Level 3 s in '000)	16,323,086 1,797,857 12,489 1,857 7,591,618 2,915,992	

### Valuation techniques used in determination of fair value

ltem	Valuation approach and input used
Federal Government Securities	The fair values of Federal Government securities are determined using the PKRV rates.
Units of mutual funds	The fair values of investments in units of mutual funds are determined based on their net asset values as published at the close of each business day.
Ordinary shares - Listed	The fair value of investment in listed equity securities are valued on the basis of closing quoted market price available at the Pakistan Stock Exchange.
Ordinary shares - Unlisted	This represents breakup value of investments.
Non-Government Debt Securities	Investments in debt securities (comprising term finance certificates, bonds and any other security issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital) are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan.
Forward foreign exchange contracts	The valuation has been incorporated by interpolating the foreign exchange revaluation rates announced by the SBP.
Operating fixed assets (land and building) and Non Banking Assets acquired in satisfaction of claims	The valuation experts used a market based approach to arrive at the fair value of the Bank's properties. The market approach used prices and other relevant information generated by market transactions involving identical or comparable or similar properties.



### 35. SEGMENT INFORMATION

### 35.1 Segment Details with respect to Business Activities

	For the Nine Months Period Ended September 30, 2019 (Un-audited)					
	Corporate Trading and Branch finance sales banking Islamic Others Total					
	finance	sales		- 1- 1000)		
Profit and Loss	(Rupees in '000)					
Net mark-up / return / profit	(304)	29,440	(821,786)	(5,249)		(797,899)
Inter segment revenue - net	(304)	(900,378)	(021,700)	900,378		(777,077)
Non mark-up / return / interest income	6,813	568,769	454,565			973,253
Total Income	6,509	(302,169)	(367,221)	(56,894) 838,235	-	175,253
Total lilcome	0,307	(302,107)	(307,221)	030,233	-	173,334
Segment direct expenses	1,589	232,895	3,521,343	212,831	32,892	4,001,550
Inter segment expense allocation	-	-	(189,404)	189,404	-	-
Total expenses	1,589	232,895	3,331,939	402,235	32,892	4,001,550
Provisions	-	1,165,728	6,306,111	656,680	-	8,128,519
Profit / (Loss) before tax	4,920	(1,700,792)	(10,005,271)	(220,680)	(32,892)	(11,954,715)
, ,		· · · /	. , , ,			. , , , ,
			at September 3	0, 2019 (Un-au	dited)	
	Corporate	Trading and	Branch	Islamic	Others	Total
	finance	sales	banking (Rupe	os in '000)		
Balance Sheet			(кирес	25 111 000)		
Cash and bank balances		2,251,786	3,627,999	328,254		6,208,039
Investments		17,988,243	1,014,621	320,234	281,999	19,284,863
Net inter segment lending		17,700,243	1,014,021	13,148,163	201,777	13,148,163
Lendings to financial institutions	_			13,140,103		13,140,103
Advances - performing			29,266,338	3,810,233		33,076,571
- non-performing	I .		11,298,328	260,932		11,559,260
Others	12,392	15,500,063	10,188,774	669,824	5,947,923	32,318,976
Total assets	12,392	35,740,092	55,396,060	18,217,406	6,229,922	115,595,872
	,	,,	,,	,,	-,,	,
Borrowings	28	7,482,132	7,427,115	250,000	-	15,159,275
Subordinated debt	2,945	406,417	1,086,153	-	-	1,495,515
Deposits and other accounts	-	-	68,192,919	15,051,246	-	83,244,165
Net inter segment borrowing	-	13,148,163	-	-	-	13,148,163
Others	2,465	363,488	4,992,136	1,511,645	362,817	7,232,551
Total liabilities	5,438	21,400,200	81,698,323	16,812,891	362,817	120,279,669
Equity	6,954	14,339,892	(26,302,263)	1,404,515	5,867,105	(4,683,797)
Total equity and liabilities	12,392	35,740,092	55,396,060	18,217,406	6,229,922	115,595,872
	_	•				
Contingencies and commitments	-	13,505,099	26,952,893	5,772,117	11,174,838	57,404,947



	For the Nine Months Period Ended September 30, 2018 (Un-audited)					
	Corporate	Trading and	Branch	Islamic	Others	Total
	finance	sales	banking			
			(Rupe	es in '000)		
Profit and Loss						
Net mark-up / return / profit	(49)	452,623	720,539	632,533	-	1,805,646
Inter segment revenue - net		(8,380)		8,380	-	
Non mark-up / return / interest income	832	507,050	854,453	59,875	151,081	1,573,291
Total Income	783	951,293	1,574,992	700,788	151,081	3,378,937
Segment direct expenses	342	337,908	3,725,906	228,777	33,761	4,326,694
Inter segment expense allocation	-	-	(201,951)	201,951	-	-
Total expenses	342	337,908	3,523,955	430,728	33,761	4,326,694
(Reversal) / provisions	-	979,500	5,437,455	2,586	(26,992)	6,392,549
Profit / (Loss) before tax	441	(366,115)	(7,386,418)	267,474	144,312	(7,340,306)
			at December	31, 2018 (Audi	ted)	
	Corporate finance	Trading and sales	Branch banking	Islamic	Others	Total
			(Rupee:	s in '000)		
Balance Sheet						
Cash and bank balances	-	2,090,681	3,601,854	347,536	-	6,040,071
Investments	-	16,774,074	2,200,302	-	281,999	19,256,375
Net inter segment lending	-	700,000	-	10,722,364	-	11,422,364
Lendings to financial institutions	-	-	-	-	-	-
Advances - performing	-	-	40,814,032	5,862,800	-	46,676,832
- non-performing	-	-	13,768,955	800,090	-	14,569,045
Others	4,010	4,059,629	11,199,049	592,337	12,230,644	28,085,669
Total assets	4,010	23,624,384	71,584,192	18,325,127	12,512,643	126,050,356
Borrowings	3	11,076,822	8,165,029	250,000	-	19,491,854
Subordinated debt	678	579,924	914,913		_	1,495,515
Deposits and other accounts	-	-	69,463,371	15,212,719	_	84,676,090
Net inter segment borrowing	_	10,722,364	-	700,000	_	11,422,364
Others	497	514,859	4,743,509	537,213	415,852	6,211,930
Total liabilities	1,178	22,893,969	83,286,822	16,699,932	415,852	123,297,753
Equity	2,832	730,415	(11,702,630)	1,625,195	12,096,791	2,752,603
Total equity and liabilities	4,010	23,624,384	71,584,192	18,325,127	12,512,643	126,050,356
Contingencies and commitments		13.475.014	31.689.074	6,125,410	11.941.246	63,230,744
Contingencies and commitments		13,773,014	31,007,074	0,123,710	11,771,440	03,230,744

35.1.1 The Bank does not have any operations outside Pakistan.



## 36. RELATED PARTY TRANSACTIONS

The Bank has related party transactions with its parent, subsidiary, employee benefit plans and its directors and Key Management Personnel.

Contributions to and accruals in respect of staff retirement benefits and other benefit plans are made in accordance with the actuarial valuations / terms of the contribution plan. Remuneration The Banks enters into transactions with related paties in the ordinary course of business and on substantially the same terms as for comparable transactions with person of similar standing. to the executives / officers is determined in accordance with the terms of their appointment.

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

		Septen	September 30, 2019 (Un-audited)	In-audited)			Dece	December 31, 2018 (Audited)	Audited)	
	Parent	Directors	Key Directors management Subsidiary	Subsidiary	Other	Parent	Directors	Key Directors management	Subsidiary	Other
	company		personnel		parties	company		personnel		parties
					(Rupee	(000, ui s		(Rupees in '000)		
Balances with other banks In current accounts	•	٠	•	٠			•	•		26,457
Investments										
Opening balance	•	•	•	396,942	1,713,990		•	•	396,942	1,803,185
Investment made during the period / year	•	•	•	•	•	•	•	•	•	54,983
Investment redeemed / disposed off during the period / year	•	•	•	•	•		•	•	•	(133,317)
Transfer in / (out) - net	•	•	•	•	(21,500)		•	•	•	(10,861)
Closing balance	ľ			396,942	1,692,490				396,942	1,713,990
Provision for diminution in value of investments				114,943	1,613,242				114,943	1,539,327
Advances										
Opening balance	٠	•	259,303	•	932,302		•	409,534	•	1,213,053
Addition during the period / year	•	•	46,402	•	866,675	•	•	32,134	52,168	3,635,109
Repaid during the period / year	•	•	(90,511)	•	(932,275)		•	(180,248)	(52,168)	(3,915,860)
Transfer in / (out) - net	•	•	(17,024)	•	(197,069)		•	(2,117)	•	
Closing balance	ľ	ľ	228,170		669,633			259,303		932,302
Provision held against advances	•	•	•	•	•		•	•	•	•



		Septen	September 30, 2019 (Un-audited)	Jn-audited)			Dece	December 31, 2018 (Audited)	(Audited)	
	Parent Company		Key Directors management personnel	Subsidiary	Other related parties	Parent Company	Directors	Key Directors management Subsidiary	Subsidiary	Other related parties
			(Rupees in '000)		(Rupees	(000, ui s				
Other Assets Interest / mark-up accrued Other receivable	- 669		74		7,665	- 578		758		22,292 758
Deposits and other accounts Opening balance		18,463	13,421	102,458	91,769,716	,	32,259	67,291	128,456	860,510
Received during the period / year	•		185,542	2,236,280	1,950,757	•	23,465	72	7	16,458,586
Withdrawn during the period / year	•	' '	(185,062)	(2,266,444)	(1,810,144)	•	(37,261)	٣	٠	(15,549,380)
Transfer in / (out) - net		(18,463)	161		(250,333)			(13,882)		
Closing balance		•	14,098	72,293	1,659,996		18,463	13,421	102,458	1,769,716
Other Liabilities										
Interest / mark-up payable	•	•	343	243	15,697	•	611	325	207	11,855
Payable to staff retirement fund	•	•	•	•	42,230	•	•	•	•	33,358
Brokerage payable to Summit Capital Private Limited	•	•	•	1,060	•	•		•	184	•
Payable to Rupali Bank	•	•		•		•	•	•	•	16,293
Contingencies and Commitments										
Guarantees, letters of credit and acceptances	•	•	•	•	8,000	•	•	•	•	918,975
Commitments to extend credit	•	•		400,000	•	•	'		400,000	230,337



		Septem	September 30, 2019 (Un-audited)	In-audited)			Septen	September 30, 2018 (Un-audited)	Jn-audited)	
	Parent Company	irectors	Key Directors management personnel	Subsidiary	Other related parties	Parent company	Directors	Key Directors management personnel	Subsidiary	Other related parties
					(Ru	pees in '000)				
Income										
Mark-up / return / interest earned	•	•	5,386	•	55,289	•	•	13,212	•	67,930
Fee and commission income	•	•	•	108	•	'	•	•	•	•
Dividend income		•	•	•	•	•	•	'	•	612
Loss on securities	•	•	•	•	•	'	•	•	•	(15,505)
Foreign exchange income	٠	•	•	•	•	'	•	•	•	22,323
Other Income	•	•	8	2,319	•		•	1	2,174	•
Expense										
Mark-up / return / interest paid	٠	808	492	2,224	128,376		299	209	1,522	30,461
Operating expenses:										
- Rent and taxes	٠	•	•	•	•	'	•	•	•	26,857
- Directors' fees and allowances	•	550	•	•	•	•	2,000	'	•	'
<ul> <li>Legal and professional charges</li> </ul>	•	•	•	•	•		•	•	•	265
<ul> <li>Training and development</li> </ul>	•	•	•	•	•		•	•	•	2,193
- Marketing, advertisement and publicity	•	•	•	•	•	'	•	•	•	205
- Brokerage and commission	٠	•	•	382	•	'	•	•	2,853	•
- Fee and subscription	•	•	1,409	•	•		•	2,133	•	750
- Managerial Remuneration	•	•	100,041	•	•		•	140,348	•	•
Contribution to defined contribution plan	٠	•	•	•	41,678	•	•	•	•	52,465
Charge for defined benefit plan	•	•	•	•	42,230		•	•	•	45,967
Provision / (reversal) of provision for diminution in										
value of Investments		•	•	•	79,591				(26,992)	8,247

Directors include Non-Executive Directors only. Executive Directors including the President / CEO are part of key management personnel.



37.

	2019	2018
CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS	(Rupees in	'000)
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	(7,831,381)	21,617
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	(19,562,613)	(7,962,104)
Eligible Additional Tier I (ADT I) Capital	-	-
Total Eligible Tier   Capital	(19,562,613)	(7,962,104)
Eligible Tier 2 Capital		
Total Eligible Capital (Tier 1 + Tier 2)	(19,562,613)	(7,962,104)
Risk Weighted Assets (RWAs):		
Credit Risk	69,015,369	82,548,281
Market Risk	5,049,055	8,129,085
Operational Risk	8,564,851	8,564,851
T . I	02 (20 275	00 242 217
Total	82,629,275	99,242,217
Common Equity Tier   Capital Adequacy ratio	-23.68%	-8.02%
Tier I Capital Adequacy Ratio	-23.68%	-8.02%
Total Capital Adequacy Ratio	-23.68%	-8.02%
Leverage Ratio (LR):	<del></del>	
Eligiblle Tier-I Capital	(19,562,613)	(7,962,104)
Total Exposures	138,800,454	183,954,593
Lavanaga Basia	-14.09%	4 229/
Leverage Ratio	-14.07%	-4.33%
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	13,957,649	27,495,433
Total Net Cash Outflow	17,468,219	31,044,717
Liquidity Coverage Ratio	79.90%	88.57%
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	63,255,250	72,435,261
Total Required Stable Funding	66,637,078	82,307,865
,		
Net Stable Funding Ratio	94.93%	88.01%

(Un-audited)

September 30, December 31,

(Audited)



### 38. ISLAMIC BANKING BUSINESS

The Bank commenced its Islamic Banking Operations in Pakistan on March 07, 2014 and is operating with 14 (December 31, 2018: 14) Islamic banking branches and 35 (December 31, 2018: 35) Islamic banking windows at the end of the period.

### STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2019

**CONTINGENCIES AND COMMITMENTS** 

ACCETT	Note	(Un-audited) September 30, 2019 (Rupees	(Audited) December 31, 2018 in '000)
ASSETS Cash and balances with treasury banks		268,128	269,475
Balances with other banks		60,126	78,061
Due from financial institutions	38.1	13,148,163	10,722,364
Investments	30.1	13,140,103	10,722,304
Islamic financing and related assets - net	38.2	4,071,165	6,662,890
Fixed assets		329,307	121,507
Intangible assets		5,190	6,861
Due from Head Office		-	-
Other assets		335,327	463,969
Total Assets		18,217,406	18,325,127
LIABILITIES Bills payable Due to financial institutions Deposits and other accounts Due to Head Office Subordinated debt Deferred tax liabilities - net Other liabilities	38.3 38.4	120,033 250,000 15,051,246 - - - 1,391,612 16,812,891 1,404,515	125,319 950,000 15,212,719 - - 4111,894 16,699,932 1,625,195
		1,101,010	.,023,173
REPRESENTED BY			
Islamic Banking Fund		1,000,000	1,000,000
Reserves		-	-
Surplus on revaluation of assets	38.8	404 F I F	425 105
Unappropriated / Unremitted profit	36.6	1,404,515	1,625,195
		1,404,313	1,023,173

38.5



### ISLAMIC BANKING BUSINESS PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2019

Profit / return earned         38.6         1,468,126         1,176,432           Profit / return expensed         38.7         572,997         535,519           Net Profit / return         895,129         640,913           Other income           Fee and commission income         41,961         70,955           Dividend income         -         -           Foreign exchange loss         (109,257)         (6,511)           Income / (loss) from derivatives         -         -           Loss on sale of securities         (3,170)         (11,913)           Other income         13,572         7,344           Total other (loss) / income         (56,894)         59,875           Total Income         1,411,232         1,236,307           Other expenses         401,899         429,655           Workers' welfare fund         -         -           Other charges         336         1,073           Total other expenses         402,235         430,728           Profit before provisions         436,000         270,060           Provisions and write offs - net         656,680         2,586           (Loss) / profit before taxation         -         -           (Loss) / prof		Note	September 30, 9 2019 (Rupees	2018
Net Profit / return         895,129         640,913           Other income         41,961         70,955           Dividend income         -         -           Foreign exchange loss         (109,257)         (6,511)           Income / (loss) from derivatives         -         -           Loss on sale of securities         (3,170)         (11,913)           Other income         13,572         7,344           Total other (loss) / income         (56,894)         59,875           Total Income         1,411,232         1,236,307           Other expenses         Operating expenses         401,899         429,655           Workers' welfare fund         -         -         -           Other charges         336         1,073           Total other expenses         402,235         430,728           Profit before provisions         436,000         270,060           Provisions and write offs - net         656,680         2,586           (Loss) / profit before taxation         -         -         -           Taxation         -         -         -	Profit / return earned	38.6	1,468,126	1,176,432
Other income           Fee and commission income         41,961         70,955           Dividend income         -         -           Foreign exchange loss         (109,257)         (6,511)           Income / (loss) from derivatives         -         -           Loss on sale of securities         (3,170)         (11,913)           Other income         13,572         7,344           Total other (loss) / income         (56,894)         59,875           Total Income         1,411,232         1,236,307           Other expenses         401,899         429,655           Workers' welfare fund         -         -           Other charges         336         1,073           Total other expenses         402,235         430,728           Profit before provisions         436,000         270,060           Provisions and write offs - net         656,680         2,586           (Loss) / profit before taxation         -         -         -           Taxation         -         -         -	Profit / return expensed	38.7	572,997	535,519
Tee and commission income	Net Profit / return		895,129	640,913
Dividend income         -	Other income			
Foreign exchange loss   (109,257)   (6,511)	Fee and commission income		41,961	70,955
Income / (loss) from derivatives	Dividend income		-	-
Loss on sale of securities       (3,170)       (11,913)         Other income       13,572       7,344         Total other (loss) / income       (56,894)       59,875         Total Income       1,411,232       1,236,307         Other expenses       401,899       429,655         Workers' welfare fund       -       -         Other charges       336       1,073         Total other expenses       402,235       430,728         Profit before provisions       436,000       270,060         Provisions and write offs - net       656,680       2,586         (Loss) / profit before taxation       -       -         Taxation       -       -	Foreign exchange loss		(109,257)	(6,511)
Other income         I3,572         7,344           Total other (loss) / income         (56,894)         59,875           Total Income         I,411,232         I,236,307           Other expenses         401,899         429,655           Operating expenses         401,899         429,655           Workers' welfare fund         -         -           Other charges         336         I,073           Total other expenses         402,235         430,728           Profit before provisions         436,000         270,060           Provisions and write offs - net         656,680         2,586           (Loss) / profit before taxation         (220,680)         267,474           Taxation         -         -	Income / (loss) from derivatives		-	-
Total other (loss) / income         (56,894)         59,875           Total Income         1,411,232         1,236,307           Other expenses         401,899         429,655           Operating expenses         336         1,073           Workers' welfare fund         -         -           Other charges         336         1,073           Total other expenses         402,235         430,728           Profit before provisions         436,000         270,060           Provisions and write offs - net         656,680         2,586           (Loss) / profit before taxation         (220,680)         267,474           Taxation         -         -	Loss on sale of securities		(3,170)	(11,913)
Total Income         I,411,232         I,236,307           Other expenses         401,899         429,655           Operating expenses         401,899         429,655           Workers' welfare fund         -         -           Other charges         336         1,073           Total other expenses         402,235         430,728           Profit before provisions         436,000         270,060           Provisions and write offs - net         656,680         2,586           (Loss) / profit before taxation         (220,680)         267,474           Taxation         -         -	Other income			
Other expenses         401,899         429,655           Operating expenses         401,899         429,655           Workers' welfare fund         -         -           Other charges         336         1,073           Total other expenses         402,235         430,728           Profit before provisions         436,000         270,060           Provisions and write offs - net         656,680         2,586           (Loss) / profit before taxation         (220,680)         267,474           Taxation         -         -	Total other (loss) / income		(56,894)	59,875
Operating expenses         401,899         429,655           Workers' welfare fund         -         -           Other charges         336         1,073           Total other expenses         402,235         430,728           Profit before provisions         436,000         270,060           Provisions and write offs - net         656,680         2,586           (Loss) / profit before taxation         (220,680)         267,474           Taxation         -         -	Total Income		1,411,232	1,236,307
Workers' welfare fund         -	Other expenses			
Other charges         336         1,073           Total other expenses         402,235         430,728           Profit before provisions         436,000         270,060           Provisions and write offs - net         656,680         2,586           (Loss) / profit before taxation         (220,680)         267,474           Taxation         -         -	Operating expenses		401,899	429,655
Total other expenses         402,235         430,728           Profit before provisions         436,000         270,060           Provisions and write offs - net         656,680         2,586           (Loss) / profit before taxation         (220,680)         267,474           Taxation         -         -         -	Workers' welfare fund		-	-
Profit before provisions         436,000         270,060           Provisions and write offs - net         656,680         2,586           (Loss) / profit before taxation         (220,680)         267,474           Taxation         -         -         -	Other charges			
Provisions and write offs - net         656,680         2,586           (Loss) / profit before taxation         (220,680)         267,474           Taxation         -         -	Total other expenses		402,235	430,728
(Loss) / profit before taxation         (220,680)         267,474           Taxation         -         -	Profit before provisions		436,000	270,060
Taxation	Provisions and write offs - net		656,680	2,586
	(Loss) / profit before taxation		(220,680)	267,474
(Loss) / profit after taxation (220,680) 267,474	Taxation		-	-
	(Loss) / profit after taxation		(220,680)	267,474



10,722,364

Committed to you

10,722,364

			September	30, 2019 (Ui	n-audited)	Decen	nber 31, 2018 (A	udited)
				In Foreign currencies	Total	In Local Currency	In Foreign currencies	Total
8. I	<b>Due from Financial Institutions</b>	Note			(Rupe	es in '000)		

- 13,148,163

38.1.1 This represents Bai Muajjal agreements with conventional operations of Summit Bank Limited.

from other Financial Institutions 38.1.1 13,148,163

Bai Muajjal Receiveable

			(Un-audited)	(Audited)
			September 30,	December 31,
			2019	2018
38.2	Islamic financing and related assets	Note	(Rupees	in '000)
	ljarah		706,681	919,439
	Murabaha		8,234	16,444
	Running Musharakah		767,919	1,007,981
	Diminishing Musharakah		2,563,440	3,721,717
	Istisna		35,146	31,403
	Tijarah		739,045	1,056,823
	Advance against Murabaha		963	4,042
	Advance against Diminishing Musharakah		-	500
	Qarz-e-Hasna		1,876	-
	Gross Islamic financing and related assets		4,823,304	6,758,349
	Less: provision against Islamic financings			
	- Specific		738,595	82,573
	- General		13,544	12,886
			752,139	95,459
	Islamic financing and related assets - net of provision		4,071,165	6,662,890
38.3	Due to financial institutions			
	Secured			
	Acceptances from the SBP under Islamic Export Refinance Scheme		250,000	250,000
	Total secured		250,000	250,000
	Unsecured			
	Musharakah	38.3.1	-	700,000
			250,000	950,000

38.3.1 This representes Musharaka acceptance with conventional operations of Summit Bank Limited.



### 38.4 Deposits

Deposits						
	September	r 30, 2019 (Ur	n-audited)	Decen	nber 31, 2018 (A	udited)
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
			(Rupe	es in '000)		
Customers						
Current deposits	4,628,441	621,454	5,249,895	4,865,906	541,588	5,407,494
Savings deposits	7,711,244	123,151	7,834,395	7,700,010	127,458	7,827,468
Term deposits	1,493,026	-	1,493,026	1,038,665	95,320	1,133,985
Margin accounts	256,785	-	256,785	581,337	-	581,337
·	14,089,496	744,605	14,834,101	14,185,918	764,366	14,950,284
Financial Institutions						
Current deposits	87,322	119	87,441	96,313	107	96,420
Savings deposits	129,704	-	129,704	156,015	-	156,015
Term deposits	-	-	-	10,000	-	10,000
'	217,026	119	217,145	262,328	107	262,435

14,448,246

764,473

15,212,719

38.4.1 This includes deposits eligible to be covered under insurance arrangements amounting to Rs. 9,010.640 million (2018: Rs. 8,885.304 million).

15,051,246

744,724

14,306,522

	0,003.304 ((((((((((((((((((((((((((((((((((((		
38.5	CONTINGENCIES AND COMMITMENTS	(Un-audited) September 30, 2019 (Rupees	(Audited) December 31, 2018 in '000)
	Guarantees	4,251,676	4,478,490
	Commitments	1,520,441	1,646,920
	Other contingent liabilities	-	-
		5,772,117	6,125,410
		(Un-au	dited)
		September 30, 2019	September 30, 2018
		(Rupees	in '000)
38.6	Profit / Return Earned of Financing, Investments and Placement		
	Profit earned on:		
	Financing	553,368	631,736
	Investments	-	414,564
	Placements	914,314	130,132
	Balances with banks	444	
		1,468,126	1,176,432
38.7	Profit on deposits and other dues expensed		
	Deposits and other accounts	533,154	535,519
	Due to Financial Institutions	16,699	-
	Finance cost of lease liability	23,144	
		572,997	535,519
		312,771	333,317



625,195

(Audited) (Un-audited) September 30, December 31,

2019 2018

404,515

38.8 Islamic banking business unappropriated profit

Opening balance

(Less) / add: Islamic Banking (loss) / profit for the period

Closing balance

(Rupees in	'000)
625,195 (220,680)	541,772 83,423

### 39. DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorised for issue on October 08, 2021 by the Board of Directors of the Bank.

President / Chief Executive	Chief Financial Officer	Director	Director	Director

### CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS
PERIOD ENDED
SEPTEMBER 30, 2019



(Audited)

(Un-audited)

### **CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**AS AT SEPTEMBER 30, 2019

		(On addition)	(Financea)
	S	September 30,	
		2019	2018
	Note	(Rupees	in '000)
ASSETS			
Cash and balances with treasury banks	7	5,308,830	5,043,105
Balances with other banks	8	914,779	1,008,279
Lendings to financial institutions		-	-
Investments	9	19,028,022	19,007,773
Advances	10	44,636,661	61,246,803
Fixed assets	11	10,482,620	8,751,339
Intangible assets	12	166,511	209,418
Deferred tax assets	13	11,022,575	7,180,595
Other assets	14	10,832,749	12,150,539
		102,392,747	114,597,851
LIABILITIES			
Bills payable	16	1,539,675	1,881,107
Borrowings	17	15,159,275	19,491,854
Deposits and other accounts	18	83,171,871	84,573,632
Liabilities against assets subject to finance lease		-	-
Subordinated debt	19	1,495,515	1,495,515
Deferred tax liabilities		-	-
Other liabilities	20	5,781,489	4,434,250
		107,147,825	111,876,358

**NET ASSETS** 

KEPKESEN I ED BY			
Share capital - net		20,500,194	20,500,194
Reserves		(425,043)	(425,043)
Surplus/ (deficit) on revaluation of assets	21	3,002,269	2,593,910
Accumulated losses		(27,832,498)	(19,947,568)
		(4,755,078)	2,721,493

### CONTINGENCIES AND COMMITMENTS 22

The annexed notes 1 to 39 form an integral part of these consolidated condensed interim financial statements.

President / Chief Executive	Chief Financial Officer	Director	Director	Director

2,721,493

(4,755,078)



### CONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE QUARTER AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2019

		Quarter	Ended	Nine Months	Period Ended
		September	September	September	September
		30, 2019	30, 2018	30, 2019	30, 2018
	Note			in '000)	
				•	
Mark-up / return / interest earned Mark-up / return / interest expensed	23	1,373,431	1,854,148	4,336,806	7,191,190
Net mark-up / interest (expense) / income	24	1,960,287	1,638,891	5,128,258	5,381,757
Net mark-up / interest (expense) / income		(586,856)	215,257	(791,452)	1,809,433
NON MARK-UP / INTEREST INCOME					
Fee and commission income	25	188,302	233.905	540.630	803,788
Dividend income		1,398	1,626	19,809	7,050
Foreign exchange income		104,290	200,481	361,759	613,086
Income / (loss) from derivatives		-	-	-	-
Loss on securities	26	(16,452)	(32,220)	(19,100)	(26,299)
Other income	27	24,062	29,978	105,538	229,060
Total non-markup / interest income		301,600	433,770	1,008,636	1,626,685
Total income		(285,256)	649,027	217,184	3,436,118
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	28	1,380,539	1,505,540	4,029,719	4,368,787
Workers' welfare fund		-	-	-	-
Other charges	29	24,214	5,921	41,105	29,761
Total non-markup / interest expenses		1,404,753	1,511,461	4,070,824	4,398,548
Landa hafana ananisiana		(1 (00 000)	(0.42.42.4)	(2.052.(40)	(0.40, 430)
Loss before provisions Provisions and write offs - net	20	(1,690,009) 3,760,369	(862,434) 2,943,700	(3,853,640) 8,128,519	(962,430)
Extra ordinary / unusual items	30	3,760,369	2,943,700	0,120,519	6,419,542 -
LOSS BEFORE TAXATION		(5,396,378)	(3,806,134)	(11,982,159)	(7,381,972)
Taxation	31	(1,815,521)	(2,707,784)	(4,004,710)	(2,449,837)
LOSS AFTER TAXATION		(3,580,857)	(1,098,350)	(7,977,449)	(4,932,135)
		(0,000,001)	(.,0.0,000)	(1,2,)	(.,,,,,,,,,)
			(Rup	ees)	
Basic loss per share	32	(1.36)	(0.42)	(3.02)	(1.87)
Diluted loss per share	32	(1.36)	(0.42)	(3.02)	(1.87)

The annexed notes 1 to 39 form an integral part of these consolidated condensed interim financial statements.

President / Chief Executive	Chief Financial Officer	Director	Director	Director



### CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2019

	Quarte	r ended	Nine Months	Period Ended
	September 30,	September 30,	September 30,	September 30,
	2019	2018	2019	2018
		(Rupee	s in '000)	
Loss after taxation for the period	(3,580,857)	(1,098,350)	(7,977,449)	(4,932,135)
Other comprehensive income / (loss)				
Items that may be reclassified to profit and loss account in subsequent periods:				
Movement in deficit on revaluation of investments - net of tax	338,833	(101,103)	474,066	165,830
Items that will not be reclassified to profit and loss account in subsequent periods:				
Movement in surplus on revaluation of operating fixed assets - net of tax  Movement in surplus on revaluation of non-banking	8,832	(75,214)	26,496	(55,345)
assets - net of tax	_	(1,452)	316	(53,044)
	8,832	(76,666)	26,812	(108,389)
Total comprehensive loss	(3,233,192)	(1,276,119)	(7,476,571)	(4,874,694)

The annexed notes 1 to 39 form an integral part of these consolidated condensed interim financial statements.

President / Chief Financial Officer Director Director Director



# CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE QUARTERAND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2019

			Capital reserve	e	Surplus/(D	Surplus/(Deficit) on revaluation of	ation of	Revenue	
	Share capital	Share premium	Statutory	Reserve arising on amalgamation	Investments	Fixed / Non banking assets	Property held for sale	Accumulated losses	Total
					(Rupees in '000)	(000, u			
Balance as at January 01, 2018 (Audited)	20,500,194	1,000,000	154,162	(1,579,205)	(761,937)	2,288,117	•	(11,337,838)	10,263,493
Loss after taxation for the nine months period ended September 30, 2018 Other comprehensive income - net of tax		1 1			- 165,830	(108,389)		(4,932,135)	(4,932,135) 57,441
Transfer in respect of incremental deprectation from surplus on revaluation of fixed assets to accumulated losses		•	•			(85,149)	•	85,149	
Balance as at October 01, 2018 (Un-audited)	20,500,194	1,000,000	154,162	(1,579,205)	(296,107)	2,094,579	ľ	(16,184,824)	5,388,799
Loss after taxation for the three months period ended December 31, 2018 Other comprehensive income - net of tax					- (476,335)	883,324	754,510	(3,858,855)	(3,858,855) 1,191,549
ransier to scaudony reserve ransier in respect of incremental deprectation from surplus on revaluation of fixed assets to accumulated losses Surplus realized on disposal of non-banking assets						(28,383)		28,383 37,678	
Balance as at January 01, 2019 (Audited)	20,500,194	1,000,000	154,162	(1,579,205)	(1,579,205) (1,072,442)	2,911,842	754,510	(19,947,568)	2,721,493
Loss after taxation for the nine months period ended September 30, 2019 Other comprehensive income - net of tax Transfer to statutory reserve					474,066	26,812		(7,977,449)	(7,977,449) 500,878
Transfer in respect of incremental depreciation from surplus on revaluation of fixed assets to accumulated losses Surplus realized on disposal of non-banking assets Surplus realized on disposal of fixed assets						(75,706) (902) (15,911)		75,706 902 15,911	
Balance as at September 30, 2019 (Un-audited)	20,500,194	,000,000	154,162	(1,579,205)	(598,376)	2,846,135	754,510	(27,832,498)	(4,755,078)

The annexed notes 1 to 39 form an integral part of these consolidated condensed interim financial statements.

Director	
Chief Financial Officer	
President /	Chief Executive

Director



### CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2019

Not	September 30, 2019 e (Rupees	September 30, 2018 in '000)
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before taxation	(11,982,159)	
Less: Dividend income	(19,809)	
Adjustments:	(12,001,968)	(7,389,022)
Depreciation on operating fixed assets	416,934	519,730
Depreciation on right-of-use assets	393,685	-
Depreciation on non-banking assets	33,101	33,572
Finance cost of lease liability	209,406	-
Amortization	46,632	45,771
Charge for employees composited absences	44,480	48,217
Charge for employees compensated absences Provision and write-offs excluding recoveries	10,640 8,128,489	11,662 6,420,369
Gain on sale of fixed assets	(35,524)	(2,274)
Gain on disposal of non-banking assets - net	(***,*****	(151,084)
Unrealised loss on revaluation of investments classified		
as held-for-trading securities - net	384	460
	9,248,227	6,926,423
Decrease in operating assets	(2,753,741)	(462,599)
Lendings to financial institutions	_	10,671,003
Held-for-trading securities	(9,725)	56,709
Advances	9,649,912	8,929,953
Others assets (excluding advance taxation)	1,302,192	176,372
	10,942,379	19,834,037
Decrease in operating liabilities Bills Payable	(241.422)	(1.073.693)
Borrowings from financial institutions	(341,432) (4,442,220)	(1,073,683) (29,758,130)
Deposits	(1,401,761)	11 ' '1
Other liabilities (excluding current taxation)	(742,943)	1 1 ' /1
	(6,928,356)	,
Payments on account of staff retirement benefits	(50,261)	, ,
Income tax paid  Net cash generated from / (used in) operating activities	(100,138) 1,109,883	(154,629) (71,026,912)
rect cash generated promit (ased in) operating activities	1,107,003	(71,020,712)
CASH FLOW FROM INVESTING ACTIVITIES		
Net investments in available-for-sale securities	(442,868)	59,887,538
Dividends received	19,753	12,118
Investments in operating fixed assets Proceeds from sale of fixed assets	(433,059)	
Proceeds from sale of non-banking assets	453,151 10,000	5,852 868,033
Net cash (used in) / generated from investing activities	(393,023)	
	(,)	,,
CASH FLOW FROM FINANCING ACTIVITIES Payment of lease liability against right-of-use assets	(654,276)	
Payments of subordinated debt	(034,270)	(345)
Net cash flow used in financing activities	(654,276)	(345)
Effect of exchange rate changes on cash and cash equivalent	181,424	557,407
Increase / (Decrease) in cash and cash equivalents	244,008	(10,225,946)
Cash and cash equivalents at beginning of the period	5,863,610	15,406,453
Cash and cash equivalents at end of the period 33	6,107,618	5,180,507
The annexed notes 1 to 39 form an integral part of these consolidated condensed interim financial state	ments.	- <del> </del>
President / Chief Financial Officer Director Di		Director

President /	Chief Financial Officer	Director	Director	Director
Chief Executive				



### NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2019

### I. STATUS AND NATURE OF BUSINESS

### I.I The Group comprises of:

### 1.1.1 Holding Company: Summit Bank Limited

Summit Bank Limited (the Bank) is a banking company incorporated in Pakistan on December 09, 2005 as public company limited by shares under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The Bank's registered office is situated at Plot No. 9-C, F-6 Markaz, Supermarket, Islamabad, Pakistan.

The Bank is engaged in banking services as described in the Banking Companies Ordinance, 1962 and is operating through its 179 Conventional Banking Branches and 14 Islamic Banking Branches (2018: 179 Conventional Banking Branches and 14 Islamic Banking Branches) in Pakistan as defined in the Banking Companies Ordinance, 1962.

In November 2018, VIS Credit Rating Company Limited assigned the Bank medium to long-term rating of 'BBB -' (Triple B minus) and short term rating of 'A-3' (A-three) while the Bank's TFC was assigned a rating of 'BBB - (SO)' (Triple B minus (Structured Obligation)).

These ratings were placed on 'Rating Watch — Negative' status. During the nine month period in February 2019,VIS Credit Rating Company Limited suspended the entity ratings of the Bank due to non-availability of updated information. Moreover, the Bank's TFC rating was assigned 'D' (Default) due to non-payment of its latest mark-up payment on account of lock-in-clause invoked by the Bank under the applicable Regulations of the State Bank of Pakistan (SBP). However, subsequently the TFC holders have approved extension in the maturity date of the TFC issue along with payment of all the instalments (mark-up and principal) till October 27, 2021, subject to applicable regulatory approvals and compliances.VIS Credit Rating Company Limited would reassess the ratings once required information along with latest financials is made available.

### 1.1.2 Subsidiary

### Summit Capital Private Limited - 100 % Shareholding

SCPL, the subsidiary company was incorporated in Pakistan on March 08, 2006 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The subsidiary company is a corporate member / TREC holder of Pakistan Stock Exchange Limited and Pakistan Mercantile Exchange Limited. The principal activities of the subsidiary company are equity and money market brokerage, interbank foreign exchange brokerage, commodity brokerage and research. The registered office of the Subsidiary is situated at 701-702, 7th Floor, Business and Finance Centre, opposite State Bank of Pakistan, I.I. Chandigarh Road, Karachi. The Group acquired interest in SCPL by virtue of amalgamation of Atlas Bank Limited.

1.2 During the nine months period, the Group has incurred net loss of Rs. 7,977.449 million resulting in accumulated losses of Rs. 27,832.498 million and negative equity of Rs. 4,755.078 million.As per the applicable laws and regulations, the Group is required to maintain Minimum Paid-up Capital (net of losses) (MCR) of Rs. 10 billion, Capital Adequacy Ratio (CAR) at 11.90% (inclusive of Capital Conservation Buffer of 1.90%), Leverage Ratio (LR) at 3.00%, Liquidity Coverage Ratio (LCR) at 100% and Net Stable Funding Ratio (NSFR) at 100% as of December 31, 2018. However, the paid up capital of the Bank (net of losses), CAR and LR are negative, while LCR and NSFR are below prescribed levels as at September 30, 2019. Subsequently, from June 30, 2020 onwards, the Group achieved compliance with the applicable LCR requirements.



In light of the above, the Group is making best efforts to comply with applicable capital requirements through increase in capital / capital injection at the earliest. For this, the management has prepared a business plan, which has been approved by the Board.

This plan aims to improve the Group's capital base and risk absorption capacity and provide impetus to its future growth initiatives. The key assumptions considered in the business plan are as follows:

- Injection of capital;
- Reaping benefits from the expected growth of Islamic finance in Pakistan since the Group will speed-up the implementation process of its earlier decision of conversion to a full-fledged Islamic bank;
- Recoveries from non-performing advances through strenuous and focused recovery efforts;
- Reduction in overall level of non-earning assets held by the Group;
- Identifying opportunities for rationalization of the cost structure;
- Improvement in the risk management and technological infrastructure of the Group to support the business plan;
- Investments / exposures in safe avenues for achieving solid growth in the core business income; and
- Income generation through avenues for mark-up income and non-mark-up income.

In this respect, the Bank had received a revised letter dated May 20, 2021 from H.E. Nasser Abdulla Hussain Lootah (The Investor) pursuant to which The Investor had communicated his intention to acquire at least controlling stake in the Bank by subscribing to fresh equity in the Bank. In compliance with the requirements of Securities Act, 2015 and Listed Companies (Substantial Acquisition of Voting Shares and Takeovers) Regulations, 2017 applicable to such transactions, this was followed by a public announcement by The Investor of the intention to acquire at least 51% of the issued and paid up capital of the Bank together with the management control.

The Investor has submitted his offer via a letter dated October 01, 2021, as per the Share Subscription Agreement (SSA) dated October 04, 2021 entered between the Bank and The Investor for the proposed subscription of new ordinary shares in the Bank by way of fresh equity injection Without Rights Offering at a discounted price of Rs. 2.51 per share. The Investor presented the offer as set out in the Share Subscription Agreement which is duly approved by the Board of Directors. The Bank intends to issue total 5,976.096 million new ordinary shares.

The management and the Board of Directors are hopeful that with the capital injection along with the growth factors and other key assumptions stipulated in the business plan materialize, the Bank will be able to achieve compliance with applicable regulatory requirements.

### 2. BASIS OF PRESENTATION

### 2.1 STATEMENT OF COMPLIANCE

These consolidated condensed interim financial statements represent financial statements of the Holding Company - Summit Bank Limited and its subsidiary. The assets and liabilities of subsidiary have been consolidated on a line-by-line basis and the investment held by the Holding Company is eliminated against the corresponding share capital of the subsidiary in these consolidated condensed interim financial statements.



- 2.2 These consolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards as applicable in Pakistan comprise of:
  - International Accounting Standard (IAS) 34 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
  - Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Companies Act, 2017;
  - Provisions of and directives issued under the Banking Companies Ordinance, 1962 and 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 the directives issued by the SBP and the SECP differ with the requirements of IFRS or IFAS, requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives shall prevail.

The SBP, vide its BSD Circular Letter No. 10 dated August 26, 2002 has deferred the applicability of International Accounting Standard (IAS) 39, 'Financial Instruments: Recognition and Measurement' and International Accounting Standard (IAS) 40, 'Investment Property' for banking companies till further instructions. Moreover, The SBP vide BPRD Circular No. 4 of 2015, dated February 25, 2015 has deferred the applicability of Islamic Financial Accounting Standards (IFAS) 3, Profit and Loss Sharing on Deposits. Further, SECP has deferred the applicability of International Financial Reporting Standard (IFRS) 7 'Financial Instruments: Disclosures' for banks through its notification S.R.O. 411(I)/2008 dated April 28, 2008. Accordingly, the requirements of these standards have not been considered in the preparation of these consolidated condensed interim financial statements. However, investments have been classified and valued in accordance with the requirements prescribed by the SBP through various circulars.

### 2.3 Basis of consolidation

Subsidiaries are entities controlled by the Group. Control exists when the Group is exposed, or has rights, to variable returns from its investment with investee and has the ability to effect these return through its power over the investee.

These consolidated condensed interim financial statements incorporate the financial statements of subsidiary from the date that control commences until the date that control ceases.

Non-controlling interests are that part of the net results of operations and of net assets of subsidiary attributable to the interest which are not owned by the Group. Material intra-group balances and transactions are eliminated.

- 2.4 Key financial figures of the Islamic banking branches are disclosed in note 38 to these consolidated condensed interim financial statements.
- 2.5 The disclosures made in these consolidated condensed interim financial statements have been limited based on the format prescribed by the SBP vide BPRD Circular Letter No. 5 dated March 22, 2019 and IAS 34 'Interim Financial Reporting' and do not include all the information and disclosures required for annual consolidated financial statements and should be read in conjunction with the consolidated financial statements for the year ended December 31, 2018.



### 2.6 Standards, interpretations of and amendments to existing accounting standards that have become effective in the current period

IFRS 16, Leases, became effective for annual reporting periods commencing on or after January 01, 2019. The impact of the adaptation of IFRS 16 on the Group's condensed interim financial statements is disclosed in note 4.1.2.

In addition, there are certain other new standards and interpretations of and amendments to existing accounting standards that have become applicable to the Group for accounting periods beginning on or after January 01, 2019. These are considered either to not be relevant or to not have any significant impact on the Group's financial statements.

### 2.7 Standards and amendments to existing accounting standards that are not yet effective

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

		Effective dates (annual periods beginning on or after)
-	IFRS 3, Definition of a Business (Amendments)	January 01, 2020
-	IAS 1, Presentation of Financial Statements (Amendments)	January 01, 2020
-	IAS 8, Accounting Policies, Changes in Accounting Estimates and Errors (Amendments)	January 01, 2020
-	IFRS 9, Financial instruments: Classification and reassessment	January 01, 2021

IFRS 9 'Financial Instruments' and amendment - Prepayment features with negative compensation (effective for annual periods beginning on or after July 01, 2018 and January 01, 2019 respectively). IFRS 9 replaces the existing guidance in IAS 39 'Financial Instruments: Recognition and measurement: IFRS 9 includes revised guidance on the classification and measurement of financial instruments, a new expected credit loss model for calculating impairment on financial assets and new general hedge accounting requirements. It also carries forward the guidance on recognition and DE recognition of financial instruments from IAS 39. The SECP vide its notification dated February 14, 2019 modified the effective date for implementation of IFRS 9 on reporting period / year ending on or after June 30, 2019 (earlier application permitted). SBP had earlier informed the Bank that keeping in view the implementation challenges of IFRS 9 and representations by the banking industry. IFRS 9 would not be applicable on financials of period ending June 30, 2019 for banks / DFIs / MFBs. Thereafter, the SBP wide BPRD Circular No. 4 of 2019 dated October 23, 2019 has issued fresh timelines for implementation of the said standard and has issued detailed instructions over the steps required to be undertaken, setting January 01, 2021 as the effective date of implementation. The Group is in the process of assessing the full impact of this standard.

The Group expects that adoption of the remaining interpretations and amendments will not affect its financial statements in the period of initial application.

### 3. BASIS OF MEASUREMENT

### 3.1 Accounting convention

These consolidated condensed interim financial statements have been prepared under the historical cost convention except that certain operating fixed assets and non banking assets in satisfaction of claims are stated at revalued amounts and certain investments and derivative financial instruments have been stated at fair value and defined benefit obligations which are carried at present value.



### 3.2 Functional and Presentation Currency

These consolidated condensed interim financial statements are presented in Pakistani Rupees, which is the Group's functional and presentation currency.

The amounts are rounded off to the nearest thousand rupees except as stated otherwise.

### 4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of these consolidated condensed interim financial statements are consistent with those followed in the preparation of the consolidated financial statements for the year ended December 31, 2018 except as disclosed in note 4.1.

### 4.1 Changes in accounting policies

### 4.1.1 Change in reporting format

The State Bank of Pakistan (SBP) through its BPRD Circular No. 5 dated 22 March 2019 has amended the format of quarterly and half yearly financial statements of banks. All banks are directed to prepare their quarterly financial statements on the revised format effective from accounting year starting from I January 2019. Accordingly, the Bank has prepared these condensed interim financial statements on the new format prescribed by the State Bank of Pakistan.

### 4.1.2 Leases

During the current period, 'IFRS 16 - Leases' becomes applicable for the Banks. IFRS 16 replaces existing guidance on accounting for Leases including 'IAS 17 - Leases', 'IFRIC' 'Determining whether an arrangement contains a Lease', 'SIC 15 - Operating Lease Incentives' and 'SIC 27 - Evaluating the substance of transactions involving the legal form of lease'. IFRS 16 introduces single lease accounting model and requires a lessee to recognize assets and liabilities of all leases with a term of more than 12 months unless the underlying assets are of low value. A lessee recognizes right-of-use asset representing its right of using underlying asset and corresponding lease liability representing its obligation to make lease payments. Lessor accounting remains similar to the current standard i.e. lessor continue to classify leases as either finance or operating leases. The Group has adopted IFRS 16 using the modified retrospective approach with the date of initial application as January 01, 2019. Under this method, the standard is applied retrospectively with the cumulative effect of initially applying the standard being recognized at the date of initial application. Accordingly, the Group has not restated comparatives for the 2018 reporting period.

On adoption of IFRS 16, the Group has recognized liabilities in respect of leases which had previously been classified as operating leases under IAS 17. These liabilities were initially measured as the present value of the remaining lease payments, discounted using the Group's incremental weighted average borrowing rate of 14.34% per annum at January 1, 2019. The Group has used a single discount rate methodology for each portfolio of leases with similar characteristics. The lease liability is subsequently measured at amortized cost using the effective interest rate method.

Un-audited
September 30, January 01,
2019 2019
----- (Rupees in '000) -----

Lease Liability

**2,085,323** 2,075,149

On adoption of IFRS 16, the associated right of use assets were measured at the amount equal to the lease liability, adjusted by the amount of prepaid lease payments recognized in the statement of financial position immediately before the date of initial application.



The right of use assets recognized subsequent to the adoption are measured based on the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred. The right of use assets are depreciated on a straight line basis over the lease term.

	September 30, January 01 2019 2019 Un-audited (Rupees in '000)		
Right-of-Use Asset	2,136,508	2,207,128	
Effect of change in Accounting policy Impact on Statement of Financial Position			
Increase in fixed assets - ROU Assets	2,136,508	2,207,128	
Decrease in other assets - Advances , Deposits and Prepayments	(213,955)	(131,979)	
Increase in other assets - Advance Taxation Increase in other liabilities - Lease Liability in respect of ROU Assets	(2,085,323)	(2,075,149)	
(Decrease ) / Increase in net assets	(162,770)	-	
Impact on Profit and Loss Account Increase in mark-up expense	(209,406)		
·	(209,406)	_	
(Increase) / decrease in administrative expenses:			
-Depreciation of ROU Assets	(393,685)	-	
-Rent expense	440,321	-	
	46,636	-	
Increase in loss before tax	(162,770)	-	
Taxation	-	-	
Increase in loss after tax	(162,770)		

Loss per share for the period ended September 30, 2019 is Re 0.06 per share higher as a result of the adoption of IFRS 16.

When measuring lease liabilities for leases that were classified as operating leases, the Group discounted lease payments using its incremental borrowing rate at January 01, 2019.

	Rupees in '000
Operating lease commitments disclosed as at December 31, 2018	3,164,673
Discounted using the lessee's incremental borrowing rate at the date of	
initial application	2,112,435
Less: short-term leases recognised on a straight-line basis as expense	37,286
Lease liability recognised as at January 01, 2019	2,075,149
Of which are:	
- Current lease liabilities	573,525
- Non Current lease liabilities	1,501,624
	2,075,149

### 4.1.3 IFRS 15 - Revenue from Contracts with Customers

IFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognized. It replaces IAS 18 'Revenue' IAS 11 ' Construction Contracts' and related interpretations.

The Group initially applied IFRS 15 on January 01, 2019 retrospectively in accordance with IAS 8 without any practical expedients. The application of IFRS 15 has no impact on the financial position and / or financial performance of the Group. Accordingly, there was no adjustment in retained earnings on application of IFRS 15 as at January 01, 2019.



### 5. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

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

During the current year, the management of the Group has revised its estimate of the useful lives of building on leasehold land. The management has decreased the depreciation rates from 5% per annum to 2.5% to 5% per annum. The revision has been made after taking into account the expected pattern of recovery of economic benefits associated with the use of these assets. The revision has been accounted for as a change in accounting estimate as defined in International Accounting Standard 8, 'Accounting Policies, Changes in Accounting Estimate and Errors'. Had the revision in useful lives in respect of building on leasehold land not been made depreciation expense for the period would have been higher by Rs. 189.449 million and consequently the profit before tax would have been lower by the same amount.

### 6. FINANCIAL RISK MANAGEMENT

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

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

### 7. CASH AND BALANCES WITH TREASURY BANKS

In hand
---------

Local currency	3,081,788	2,699,678
Foreign currency	276,482	190,719
	3,358,270	2,890,397
With State Bank of Pakistan in		

### Local currency current account

Foreign currency current account Foreign currency deposit account

With National Bank of Pakistan in Local currency current account

5,308,830	5,043,105

1.011.453

302.719

125,904

1,440,076

703,743

8,889

687,360

376.684

197,097

533,681

155,738

1,261,141

### 8. BALANCES WITH OTHER BANKS

### In Pakistan

Prize bonds

In current account
In deposit account

### **Outside Pakistan**

In current account In deposit account

33,374	31,759
33,374 70,592	92,378
103,966	124,137
229,916	368,270

229,916	
580,897	515,872
810,813	884,142
014770	1 000 270



Committed to you

9	INVESTMENTS	Sep	tember 30, 20	19 (Un-audi	ited)	December 31, 2018 (Audited			ed)
	Investments by type:	Cost / Amortised	Provision for diminution	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value
					(Rupe	ees in '000)			
	Held-for-trading securities				(				
	Shares	9,725		(384)	9,34				
				` ′					
	Available-for-sale securities								
	Federal Government Securities								-
	Market Treasury Bills	4,483,447	-	9,015	4,492,46	1,377,071	-	29	1,377,100
	Pakistan Investment Bonds	12,169,119	-	(906,960)	11,262,15	9 13,969,584	-	(1,233,323)	12,736,261
	GoP Ijarah Sukuks	1,600,000	-	(47,360)	1,552,64	2,250,000		(40,275)	2,209,725
	Shares								
	Fully paid up ordinary shares - Listed	4,152,347	(2,801,965)	19,962	1,370,34	4,152,347	(1,947,196)	(385,542)	1,819,609
	Fully paid up ordinary shares - Unlisted	14,475	(1,000)	-	13,47	<b>5</b> 14,475	(1,000)	-	13,475
	Preference shares - Unlisted	46,035	-	-	46,03	<b>5</b> 46,035	-	-	46,035
	Non Government Debt Securities								
	Term Finance Certificates	1,601,025	(1,319,459)	-	281,56	6 1,611,998	(1,008,500)	-	603,498
	Sukuk Bonds	200,000	(200,000)	-		- 402,070	(200,000)	-	202,070
		24,266,448	(4,322,424)	(925,343)	19,018,68	23,823,580	(3,156,696)	(1,659,111)	19,007,773
	Total Investments	2427/172	(4.333.434)	(03F 737)	10 020 02	2 22 022 500	(2.157.707)	(1.450.111)	10 007 773
	Total Investments	24,276,173	(4,322,424)	(925,727)	19,028,02	23,823,580	(3,156,696)	(1,659,111)	19,007,773
							/11-		(Ad:4d)
	· · · · · · · · · · · · · · · · · · ·					(Audited)			
9.1.	l Investments given as collateral - M	arket Value					Septe		
								2019	2018
								(Rupees in	'000)
	Pakistan Investment Bonds							,121,361	8,190,815
	GoP Ijarah Sukuks						1	,500,000	2,209,725
	Ordinary shares-Listed							903,106	1,718,824
	•							3,524,467	12,119,364
							_	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,
9.2	Provision for diminution in value o	f investments	s						
	Oi balance							154 404	2.027.020
	Opening balance						-	,156,696	2,036,030
	Charge / reversals								
	Charge for the period / year						'	,168,303	1,120,666
	Reversals for the period / year							(2,575)	-
							1	,165,728	1,120,666
	Closing balance							,322,424	3,156,696
9.3	Particulars of provision against del	ot securities			_				
						September 30	, 2019	December	31, 2018

### Category of classification

Domestic

Loss

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

1,519,459	1,519,459	1,522,034	1,208,500
1,519,459	1,519,459	1,522,034	1,208,500

9.4 Pursuant to the applicable Prudential Regulations, the Bank has availed the Forced Sale Value (FSV) benefit of securities / collaterals held against a non-performing investment. Had this FSV benefit not been availed by the Group, the specific provision against investments would have been higher by Rs. Nil (December 31, 2018; Rs. 203.797 million) on the profit and loss account. As per the applicable Prudential Regulations, the positive impact of FSV benefit is not available for distribution either as cash or stock dividend to shareholders and bonus to employees.



### **ADVANCES**

	Perfo	rming	Non Per	forming	To	tal
	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
	September 30,	December 31,	September 30,	December 31,	September 30,	December 31,
	2019	2018	2019	2018	2019	2018
(Rupees in '000)						
	28,914,959	39,213,887	38,967,604	35,141,957	67,882,563	74,355,844
	3,823,777	5,875,686	999,527	882,663	4,823,304	6,758,349
	391,627	1,635,173	47,089	47,089	438,716	1,682,262
	33,130,363	46,724,746	40,014,220	36,071,709	73,144,583	82,796,455

Advances - gross

Note

38.2

10.3

Loans, cash credits, running finances, etc. Islamic financing and related assets Bills discounted and purchased

Provision against advances

- Specific - General

Advances - net of provision

-	-	(28,454,960)	(21,502,664)	(28,454,960)	(21,502,664)
(52,962)	(46,988)	-	-	(52,962)	(46,988)
(52,962)	(46,988)	(28,454,960)	(21,502,664)	(28,507,922)	(21,549,652)
33,077,401	46,677,758	11,559,260	14,569,045	44,636,661	61,246,803

(Un-audited) (Audited) September Decemebr

31, 2018 -- (Rupees in '000) ----

30, 2019

10.1 Particulars of advances (Gross)

In local currency In foreign currencies 72,769,238 81,172,241 375,345 1,624,214 73,144,583 82,796,455

10.2 Advances include Rs. 40,014.220 million (December 31, 2018: Rs. 36,071.709 million) which have been placed under non-performing status as detailed below:

Domestic Other Assets Especi	ally Mansianad

Category of Classification

Substandard Doubtful Loss

Non Performing Loans	Provision	Non Performing Loans	Provision
	(Rupee:	s in '000)	
107,688	795	505,380	721
797,449	25,251	5,479,696	460,682
1,851,390	108,012	7,709,088	1,609,889
37,257,693	28,320,902	22,377,545	19,431,372
40,014,220	28,454,960	36,071,709	21,502,664

September 30, 2019 (Un-audited) December 31, 2018 (Audited)

### 10.3 Particulars of provision against advances

	Septembe	September 30, 2019 (Un-audited)			December 31, 2018 (Audited		
	Specific	General	Total	Specific	General	Total	
	***************************************		(Rupees	in '000)			
Opening balance	21,502,664	46,988	21,549,652	14,909,014	30,250	14,939,264	
Charge for the period / year	7,357,351	5,974	7,363,325	7,247,738	16,738	7,264,476	
Reversals	(403,223)	-	(403,223)	(622,642)	-	(622,642)	
	6,954,128	5,974	6,960,102	6,625,096	16,738	6,641,834	
Amounts written off	(1,832)	-	(1,832)	(31,446)	-	(31,446)	
Closing balance	28,454,960	52,962	28,507,922	21,502,664	46,988	21,549,652	

10.3.1 The general provision against consumer financing is required to be maintained at varying percentages based on the non-performing loan ratio present in the portfolio. These percentages ranges from 1% to 2.5% for secured and 4% to 7% for unsecured portfolio.

The State Bank of Pakistan vide its circular No. 9 of 2017 dated December 22, 2017 reduced the requirement of maintaining general reserves against unsecured SE

10.3.2 The Group has availed the Forced Sale Value (FSV) benefit of pledged stocks, mortgaged properties, plant and machinery, shares and Cash Margin / TDRs held as collateral against non-performing advances as allowed under the applicable Prudential Regulations issued by the State Bank of Pakistan. Had the benefit not been taken by the Bank, the specific provision against non-performing advances would have been higher by Rs. 9,732.118 million (2018: Rs. 5,944.384 million). The positive impact on the profit and loss account arising from availing this benefit - net of tax amounts to Rs. 6,325.876 million (2018: Rs. 3,863.850 million). As per the applicable Prudential Regulations, the positive impact of FSV benefit is not available for distribution either as cash or stock dividend to shareholders and bonus to employees.

The SBP has granted relaxation in provisioning requirements in respect of exposure in Dewan Group. Had this relaxation not been available, provision against loans and advances would have been higher by Rs. 205.502 million (December 2018: Rs. 205.502 million).



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			(Un-audited) September 30, 2019	(Audited) December 31, 2018
П	FIXED ASSETS	Note	(Rupees	s in '000)
	Capital work-in-progress	11.1	91,438	395,722
	Property and equipment		8,254,674	8,355,617
	Right-of-use assets	4.1.2	2,136,508	-
			10,482,620	8,751,339
11.1	Capital work-in-progress			
	C. 1		(0.450	200 (00
	Civil works and related payments / progress billings Advances and other payments to suppliers and contractors		60,459 30,979	390,698 5,024
	Advances and outer payments to suppliers and contractors		30,777	3,021
	Advances and other payments against capital work in progress			
	considered doubtful		(1,158,340)	1,158,340
	Less: Provision held there against		1,158,340	(1,158,340)
			91,438	395,722
				и. в
			(Un-au	September 30,
			2019	2018
11.2	Additions to fixed assets		(Rupee	s in '000)
	The following additions have been made to fixed assets during the period:			
	Capital work-in-progress		-	312,500
	Property and equipment			
	Building improvements		296,394	8,845
	Furniture and fixture Electrical, office and computer equipment		64,528 67,437	2,704 67,219
	Vehicles			1,793
			428,359	80,561
	Right-of-use assets		2,136,508	
	right-of-use assets		2,130,300	-
			2,564,867	393,061
11.3	Transfer / Disposal of fixed assets			
	Capital work-in-progress		304,284	-
	The net book value of fixed assets disposed off during the period is as follows:			
	Leasehold land		104,010	
	Building-improvements Building on leasehold land		144 89	2,710
	Furniture and fixture		"-	457
	Electrical, office and computer equipment		5,752	3,473
	Furniture and fixture		23	-
	Vehicles		3,325 113,343	6,640
			113,343	0,070
	Total		417,627	6,640



		Note	(Un-audited) September 30, 2019	(Audited) December 31, 2018 s in '000)
12.	INTANGIBLE ASSETS	Note	(Kupee:	3 111 000)
	Capital work-in-progress Intangible assets in use	12.1 12.2	45,098 121,413	53,488 155,930
			166,511	209,418
12.1	Capital work-in-progress			
	Advances to suppliers and contractors		45,098	53,488
	Advances against capital work in progress considered doubtful Less: Provision held there against		141,224 (141,224)	141,224 (141,224)
			45,098	53,488
12.2	Intangible assets in use			
	Computer software Core deposits Brand name Trading Rights Entitlement Certificate		53,532 31,122 32,373 4,386	73,637 45,534 32,373 4,386
			121,413	155,930
			(Un-au	dited)
			September 30, 2019	September 30, 2018
12.3	Additions to intangible assets		(Rupees	
	The following additions have been made to intangible assets during the	period:		
	Directly purchased		12,116	6,974

There were no disposal in intangible assets during the current and prior period.



### 13. DEFERRED TAX ASSETS

Deductible Temporary Differences on

- Tax losses carried forward
- Deficit on revaluation of investments
- Provision against advances, off balance sheet etc.
- Provision for impairment loss Investment
- Provision against Intangible Assets
- Staff compensated absences
- Unrealised loss on HFT portfolio
- Provision against other assets
- Unrealized loss on forward exchange contracts
- Minimum tax
- Alternative corporate tax

Taxable Temporary Differences on

- Surplus on revaluation of fixed assets
- Surplus on revaluation of property held for sale
- Surplus on revaluation of non-banking assets
- Accelerated depreciation

September 30, 2019 (Un-audited)				
At January	Recognised in profit	Recognised in other	At September	
01, 2019		comprehensive	30, 2019	
	account	income		
	(Rup	ees in '000)		

3,811,925	1,435,521	-	5,247,446
586,668		(259,701)	326,967
3,433,882	2,286,842	-	5,720,724
1,104,844	318,432	-	1,423,276
43,107	-	-	43,107
36,027	(1,531)	-	34,496
-	134	-	134
149,656	-	-	149,656
3,078	1,348	-	4,426
773	-	-	773
4,512	-	-	4,512
9.174.472	4.040.746	(259.701)	12.955.517

(1,063,624)		26,496	(1,037,128)
(406,274)			(406,274)
(141,352)		316	(141,036)
(382,627)	34,123	-	(348,504)
(1,993,877)	34,123	26,812	(1,932,942)
-			

7,180,595	4,074,869	(232,889)	11,022,575

December 31, 2018 (Audited)				
	Recognised	Recognised in	At	
At January	in profit	other	December	
01, 2018	and loss	comprehensive	31, 2018	
	account	income	01, 2010	
	(Rupe	es in '000)		

### Deductible Temporary Differences on

- Tax losses carried forward
- Deficit on revaluation of investments
- Provision against advances, off balance sheet etc.
- Provision for impairment loss Investment - Provision against Intangible Assets
- Staff compensated absences
- Unrealised loss on HFT portfolio
- Provision against other assets
- Minimum tax
- Alternative corporate tax

Taxable Temporary Differences on

- Surplus on revaluation of fixed assets
- Surplus on revaluation of property held for sale
- Surplus on revaluation of non-banking assets
- Accelerated depreciation
- Unrealized (gain) / loss on forward exchange contracts

4,103,555	(291,630)	-	3,811,925
427,093	-	159,575	586,668
1,309,930	2,123,952	-	3,433,882
712,611	392,233	-	1,104,844
43,107	-	-	43,107
36,592	(565)	-	36,027
5,560	(5,560)	-	-
149,656	-	-	149,656
827	(54)	-	773
4,512	-	-	4,512
6,793,443	2,218,376	159,575	9,171,394

(452,385)	-	(611,239)	(1,063,624)
-	-	(406,274)	(406,274)
(151,972)	-	10,620	(141,352)
(398,779)	16,152	-	(382,627)
(30,429)	33,507	-	3,078
(1,033,565)	49,659	(1,006,893)	(1,990,799)
5 759 878	2 268 035	(847 318)	7 180 595

13.1 The net deferred tax asset has been recognized in accordance with the Group's accounting policy. The management, based on financial projections, estimates that sufficient taxable profits would be available in future against which the recognized deferred tax asset could be realized. The projections include certain key assumptions underlying management's estimation of profits. Any significant change in such assumptions may have effect on the recoverability of deferred tax asset. The management believes that it is probable that the Group would be able to achieve the profits and consequently, the recognized deferred tax asset will be fully realized in future.



14.

OTHER ASSETS	Note	September 30, 2019 (Rupees	December 31, 2018 in '000)
Income / Mark-up accrued in local currency		1,118,484	1,631,155
Income / Mark-up accrued in foreign currency		3,533	2,805
Advances, deposits, advance rent and other prepayments		343,213	502,044
Advance taxation (payments less provisions)		631,659	601,525
Non-banking assets acquired in satisfaction of claims		2,779,742	2,821,941
Branch adjustment account		103	20
Acceptances		343,569	1,118,180
Mark to market Gain on forward foreign exchange contracts		4,353	-
Receivable from brokers		774	5,038
Stationery and stamps on hand		8,954	8,999
Receivable from other banks against clearing and settlement		70,997	-
Commission receivable on home remittance		163,289	134,985
Commission receivable on brokerage		10,408	6,477
Property - held for sale	14.1	3,838,719	3,838,719
Account receivable		119,319	127,275
Others		482,759	435,115
		9,919,875	11,234,278
Less: Provision held against other assets	14.2	(650,872)	(648,388)
Other Assets (Net of Provision)		9,269,003	10,585,890
Surplus on revaluation of non-banking assets acquired in satisfaction of claims		402,962	403,865
Surplus on revaluation of property - held for sale		1,160,784	1,160,784
Other assets - total		10,832,749	12,150,539

(Un-audited)

(Audited)

14.1 This represents a portion of the Bank's self constructed property which has been earmarked for selling in the near future. This property had been transferred from Property and Equipment (land and capital work in progress) to other assets at the year ended December 31, 2018. Accordingly, the surplus held on this property represents surplus recognised till December 31, 2018 i.e. till the date of transfer of this asset to the 'Other Assets' category in accordance with the accounting policy for fixed assets. Moreover, this property will be carried at lower of market value / fair value less cost to sell and carrying amount at the time of transfer from owned assets category.

	assets category.			
		(Un-audited)	(Audited)	
		September 30,	December 31,	
		2019	2018	
14.2	Provision held against other assets	(Rupees	(Rupees in '000)	
	Income / Mark-up accrued in local currency	1,389	1,389	
	Advances, deposits, advance rent and other prepayments	79,664	79,664	
	Non banking assets acquired in satisfaction of claims	290,547	290,547	
	Commission receivable on guarantees	9,880	9,880	
	Receivable from Dewan Group	34,436	34,436	
	Account Receivable - sundry claims	199,810	197,279	
	Receivable from Speedway Fondmetal (Pakistan) Limited	25,694	25,694	
	Others	9,452	9,499	
		650,872	648,388	
14.2.1	Movement in provision held against other assets			
	Opening balance	648,388	552,547	
	Charge for the period / year	2,531	96,499	
	Reversals		(564)	
	Amount written off	(47)	(94)	
	Closing balance	650,872	648,388	

### 15. CONTINGENT ASSETS

There was no contingent asset as at the balance sheet date.





Committed to some

16.	BILLS PAYABLE	(Un-audited) September 30, 2019 (Rupees	2018
	In Pakistan	1,539,675	1,881,107
		1,539,675	1,881,107
17.	BORROWINGS		
	Secured Borrowings from State Bank of Pakistan		
	- Under export refinance scheme	6,522,840	6,792,628
	- Under Islamic Export Refinance Scheme (IERF)	250,000	250,000
	- Under Long-term financing facility	888,828	756,323
	- Refinance facility for modernization of SMEs	6,094	3,363
	- Repurchase agreement borrowings	5,580,522	8,163,360
		13,248,284	15,965,674
	Repurchase agreement borrowings	1,795,000	1,000,000
	Foreign bills - rediscounted		608,830
	Total secured	15,043,284	17,574,504
	Unsecured		
	Call borrowings	-	1,911,000
	Overdrawn nostro accounts	115,991	6,350
	Total unsecured	115,991	1,917,350
		15,159,275	19,491,854
17.1	Particulars of borrowings with respect to Currencies		
	In local currency In foreign currencies	15,043,284 115,991	18,876,674 615,180

# 18. DEPOSITS AND OTHER ACCOUNTS

	Septembe	r 30, 2019 (U	n-audited)	udited) December 31, 2018 (Au			
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total	
	(Rupees in '000)						
Customers				•		-	
Current deposits	23,929,698	1,528,267	25,457,965	27,684,415	1,539,251	29,223,666	
Savings deposits	36,317,990	1,616,510	37,934,500	34,873,064	1,605,157	36,478,221	
Term deposits	9,252,467	2,456,502	11,708,969	8,624,571	1,579,424	10,203,995	
Others	3,569,931	24,590	3,594,521	4,579,025	21,838	4,600,863	
	73,070,086	5,625,869	78,695,955	75,761,075	4,745,670	80,506,745	
Financial Institutions							
Current deposits	634,688	131,364	766,052	932,005	126,472	1,058,477	
Savings deposits	2,697,188	4	2,697,192	2,208,069	4	2,208,073	
Term deposits	1,012,672	-	1,012,672	800,337	-	800,337	
Others	-	-	-	-	-	-	
	4,344,548	131,368	4,475,916	3,940,411	126,476	4,066,887	
	77,414,634	5,757,237	83,171,871	79,701,486	4,872,146	84,573,632	

<sup>18.1</sup> Deposits include Eligible Deposits of Rs. 53,786.141 million (December 31, 2018: Rs. 55,944.727 million) protected under Depositors Protection Mechanism introduced by the State Bank of Pakistan.

15,159,275

19,491,854



Issue date

#### 19. SUBORDINATED DEBT

Issue amount Rs. I,500,000,000

Maturity date October 27, 2020 (December 31, 2018: October 27, 2019)

October 27, 2011

These TFCs were issued by the Bank on October 27, 2011 for an initial tenure of seven years and maturity date of October 27, 2018. In order to protect the interest of the TFC Holders, the tenure of the TFC together with the payment of applicable redemption amounts was extended twice by the Bank to October 27, 2019 and October 27, 2020 through the extraordinary resolutions passed by the TFC holders on November 19, 2018, April 10, 2019 and November 20, 2019. The Bank completed necessary regulatory formalities for these extensions and executed the amended Declaration of Trusts on July 23, 2019 and September 23, 2020. A final approval of these extensions were approved by the SBP vide its letters dated October 21, 2019 and October 21, 2020.

Recently, the TFC holders of the Bank in their extraordinary meeting held on October 22, 2020 have approved another extension of one year in the tenure of the TFC issue along with the extension in the payments of all redemption amounts with the revised maturity date of October 27, 2021. The requisite formalities and compliance with the applicable regulatory requirements necessary for this extension have already been completed by the Bank and the final approval is awaited from the State Bank of Pakistan.

Rating 'D' (Default).

Security Unsecured.

Redemption / Profit payment frequency

The redemption / profit payment details are mentioned in the above maturity

date clause.

Mark-up Base rate (6 months KIBOR - ask side) plus 325 bps.

Call option The Bank had an option to call the TFC's subject to SBP's prior written

approval, on any profit payment date after the 60th month from the last day of public subscription, with not less than 30 days prior notice to be given to the Trustee. The Call option once announced will not be revocable. Further, no premium will be paid to the TFC Holders in case the call option is exercised

by the Bank.

Lock-in-clause Neither interest nor principal can be paid (even at maturity) if such payments

will result in a shortfall in the Bank's Minimum Capital Requirements (MCR) or Capital Adequacy Ratio (CAR) or increase in the existing shortfall in MCR

and CAR.



Committed to you

20.	OTHER LIABILITIES	Note	(Un-audited) September 30, 2019 (Rupees	(Audited) December 31, 2018 in '000)
	Mark-up / return / interest payable in local currency		1,043,110	827,767
	Mark-up / return / interest payable in focal currency		1,058	7,780
	Unearned income		8,991	15,223
	Accrued expenses		117,371	201,796
	Advance against sale of property		489,044	438,852
	Acceptances		343,569	1,118,180
	Unclaimed dividends		2,213	2,213
	Mark to market loss on forward foreign exchange contracts		12,645	8,793
	Payable to defined benefit plan		42.230	33,358
	Charity fund balance		85	844
	Security deposits against lease		689,230	790,621
	Payable to Bangladesh Bank		41,388	41,389
	Payable to Rupali Bank - Bangladesh		16,293	16,293
	Payable to vendors / creditors		121,096	126,321
	Provision for compensated absences		101,726	105,739
	Payable to Bank of Ceylon, Colombo		20,165	20,163
	Retention money		28,879	6,671
	Workers welfare fund		13,360	13,360
	Withholding taxes and government levies payable		30,894	13,481
	Federal excise duty and sales tax payable		8,367	10,254
	Payable to other banks against clearing and settlement		-	137
	Commission payable on home remittances		144,795	125,375
	Lease liability against right of use assets	4.1.2	2,085,323	-
	Account payable		75,569	92,312
	Others		344,088	417,328
			5,781,489	4,434,250
21.	SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS  Surplus / (deficit) on revaluation of:			
	- Available for sale securities	9.1	(925,343)	(1,659,111)
	- Fixed assets	14	3,621,337	3,712,954
	<ul> <li>Non-banking assets acquired in satisfaction of claims</li> <li>Property - held for sale</li> </ul>	14	402,963 1,160,784	403,865 1,160,784
	- Property - field for sale	14	4,259,741	3,618,492
	Deferred tax on surplus / (deficit) on revaluation of:		1,237,711	3,010,172
	- Available for sale securities		326,967	586,669
	- Fixed assets		(1,037,128)	(1,063,624)
	- Non-banking assets acquired in satisfaction of claims		(141,037)	(141,353)
	- Property - held for sale		(406,274)	(406,274)
			(1,257,472)	(1,024,582)
			3,002,269	2,593,910
22.	CONTINGENCIES AND COMMITMENTS			
	Guarantees	22.1	20,203,751	19.970.337
	Commitments	22.1	25,848,993	31,199,152
	Other contingent liabilities	22.3	10,952,203	11,661,255
	Carlot Contangent Machiner		57,004,947	62,830,744
				. ,,.
22. I	Guarantees:			
	Financial guarantees		23,677	23,677
	Performance guarantees		15,789,067	14,891,050
	Other guarantees		4,391,007	5,055,610
			20,203,751	19,970,337



Commitments:  Documentary credits and short-term trade-related transactions - letters of credit  Commitments in respect of:	2,717,136	6,604,310
- letters of credit	6,129,577	6,604,310
	6,129,577	6,604,310
Commitments in respect of		
- forward foreign exchange contracts 22.2.1		4,315,349
- forward lending 22.2.2	9,356,068	7,667,231
- operating leases 22.2.3	48,055	3,164,673
Commitments for acquisition of:		
- operating fixed assets	88,287	140,560
- intangible assets	134,348	143,669
Commitments in respect of repo transactions 22.2.4	7,375,522	9,163,360
	25,848,993	31,199,152
22.2.1 Commitments in respect of forward foreign exchange contracts		
Purchase	5,099,043	3,404,992
Sale	1,030,534	910,357
	6,129,577	4,315,349
22.2.2 Commitments in respect of forward lending		
Forward documentary bills	4,695,192	3,458,501
Undrawn formal standby facilities, credit lines and other commitments to lend 22.2.2.1	4,660,876	4,208,730
<del>-</del>	9,356,068	7,667,231
<del>-</del>	7,330,000	7,007,231

22.2.2.1 These represent commitments that are irrevocable because they cannot be withdrawn at the discretion of the Bank without the risk of incurring significant penalty or expense.

		(Un-audited) September 30, 2019	(Audited) December 31, 2018
		(Rupees	
22.2.3	Commitments in respect of operating leases	40.055	452.340
	Not later than one year Later than one year and not later than five years Later than five years	48,055 - -	652,360 1,636,820 875,493
		48,055	3,164,673
22.2.4	Commitments in respect of repo transactions Purchase (Repo)	7,375,522	9,163,360
22.2	Other continues liabilities adding a single the Court and advantage dates	10.052.202	11.771.255
22.3	Other contingent liabilities - claims against the Group not acknowledged as debts	10,952,203	11,661,255

22.4 In the year 2018, Law Enforcement Agencies (LEAs) initiated its investigation on certain bank accounts alleged for money laundering activities in various banks including Summit Bank Limited. The Honourable Supreme Court of Pakistan under Suo Moto Case HRC-39216-G, appointed a Joint Investigation Team (JIT) which was constituted to investigate the matter. On recommendation of JIT, the matter was referred by the Honourable Supreme Court to the National Accountability Bureau (NAB) for further investigation and filing of references in the National Accountability Courts. The matter is currently under NAB investigations and only partial references have been filled in the NAB Courts. The Bank has been and is committed to extending its full cooperation to the Law Enforcement Agencies in their investigations to the best extent possible and the matter is currently subjudice. These proceedings in the opinion of the management will not have any effect on the operations and functioning of the Group.

# 22.5 Contingency for tax payable

Contingency related to tax payable is disclosed in note 31.2.



Committed to you

			(Un-au Nine mont	,
			September	September
			30, 2019	30, 2018
	1	lote	(Rupees	in '000)
23.	MARK-UP / RETURN / INTEREST EARNED			
	Loans and advances		3,326,110	4,277,647
	Investments		954,693	2,481,924
	Lendings to financial institutions		36,969	420,202
	Balances with banks		19,034	11,417
			4,336,806	7,191,190
24.	MARK-UP / RETURN / INTEREST EXPENSED			
	Deposits		3,500,133	3,309,250
	Borrowings		895,925	1,767,973
	Subordinated debt		154,238	107,566
	Cost of foreign currency swaps against foreign currency		368,556	196,968
	deposits / borrowings		•	
	Finance cost of lease liabilty		209,406	-
			5,128,258	5,381,757
25.	FEE AND COMMISSION INCOME			
	Branch banking customer fees		11,608	51,485
	Consumer finance related fees		2,579	5,477
	Card related fees (debit cards)		69,476	61,637
	Credit related fees		7,640	13,149
	Investment banking fees		5,359	5,142
	Commission on trade		157,604	315,950
	Commission on guarantees		121,345	148,139
	Commission on cash management		2,870	4,560
	Commission on remittances including home remittances		45,095	66,474
	Commission on bancassurance		1,786	2,922
	Commission on Benazir Income Support Programme		63,864	52,169
	Alternate delivery channels		14,580	27,972
	Commission on brokerage		36,605	46,927
	Others		219	1,785
			540,630	803,788
26.	LOSS ON SECURITIES			
	Realised	26.1	(18,716)	(25,839)
	Unrealised - held for trading		(384)	(460)
	-		(19,100)	(26,299)
26.1	Realised loss on:			
	Federal Government Securities		(29,269)	(6,685)
	Shares		10,553	(3,984)
	Mutual Funds		-	(16,922)
	Non Government Debt Securities		-	1,752
			(18,716)	(25,839)



			(Un-audited) Nine months ended	
			September 30, 2019	September 30, 2018
27.	OTHER INCOME	Note	(Rupees	in '000)
27.	OTTER INCOME			
	Rent on property / locker		15,197	24,802
	Gain on sale of fixed assets-net		35,524	2,274
	Gain on sale of non banking assets - net			151,084
	Gain on sale of ijarah assets		2,772	1,683
	Account maintenance and other relevant charges		38,816	22,827
	Recovery of expenses from customers Others		12,929 300	26,261 129
			105,538	229,060
28.	OPERATING EXPENSES		100,000	227,000
20.	OPERATING EXPENSES			
	Total compensation expense	28.1	1,295,491	1,455,648
	Property expense Rent and taxes		112,457	634.753
	Insurance - property		3,989	5,784
	Insurance - non banking assets		80	546
	Utilities cost		194,229	189,978
	Security (including guards)		124,313	125,245
	Repair and maintenance (including janitorial charges)		79,584	71,285
	Depreciation on owned assets		221,508	316,180
	Depreciation on right of use assets		393,685	-
	Depreciation on non banking assets		33,101	33,509
	Information technology expenses		1,162,946	1,377,280
	Software maintenance		44,006	37.544
	Hardware maintenance		49,157	30,980
	Depreciation on computer equipments		82,639	97,851
	Amortisation of computer softwares		20,104	19,242
	Network charges		67,635	72,079
	Insurance		649	362
	Other operating expenses		264,190	258,058
	Directors' fees and allowances		550	2,000
	Fees and allowances to Shariah Board		3,600	3,600
	Legal and professional charges		251,160	92,056
	Outsourced services costs		98,766	201,252
	Travelling and conveyance		120,584	121,182
	NIFT clearing charges		20,830	24,176
	Depreciation		112,787	105,699
	Amortisation of core deposits and brand name		26,528	26,528
	Training and development		3,687	4,823
	Postage and courier charges		33,381	36,524 46,929
	Communication Stationery and printing		36,430 78,117	72,451
	Marketing, advertisement and publicity		21,649	129,447
	Brokerage and commission		1,914	8,461
	Fee and subscription		87,151	64,148
	Cash transportation and sorting charges		74,438	82,743
	Entertainment		25,744	26,630
	Insurance		185,086	153,981
	Repair and maintenance		65,656	40,321
	Auditors' remuneration		12,251	11,104
	Others		46,783 1,307,092	1,277,801
			4,029,719	4,368,787



(Un-audited)
Nine months ended

Committed to you

			Nine months ended	
			September 30	September 30
			2019	2018
28.1	Total compensation expense	Note	(Rupees i	n '000)
	Fees and allowances etc		29,416	26,979
	Managerial Remuneration			
	i) Fixed		797,940	858,139
	ii) Variable of which;			
	a) Cash Bonus / Awards etc.		4,269	6,014
	b) Incentives and commission		3,738	10,480
	Charge for defined benefit plan		44,480	48,217
	Contribution to defined contribution Plan		43,800	54,681
	Charge for employees compensated absences		10,640	11,662
	Rent and house maintenance		247,327	300,884
	Utilities			
			54,958	66,858
	Medical		58,546	71,337
	Employee old age benefit institution		377	397
	Total		1,295,491	1,455,648
29.	OTHER CHARGES			
	Penalties imposed by State Bank of Pakistan		24,457	10,431
	Bank charges		16,648	19,330
			41,105	29,761
30.	PROVISIONS AND WRITE OFFS - NET			
	Provisions for diminution in value of investments		1,165,728	1,035,053
	Provisions against loans and advances		6,960,102	4,220,589
	Fixed assets written off		0,700,102	3,061
	Provision against other assets		2,531	94,385
	•		2,551	
	Provision against fixed asset		-	1,063,606
	Bad debts written off directly		128	3,676
	Balance with other banks written off		30	- (22.2)
	Recovery of written off / charged off bad debts		-	(828)
			8,128,519	6,419,542
31.	TAXATION			
	Current	31.1 & 31.2	70,004	110,871
	Prior years		157	· · ·
	Deferred		(4,074,871)	(2,560,708)
			(4,004,710)	(2,449,837)
			· · · ·	· · ·

- 31.1 This represents the provison for minimum taxation made in accordance with the requirements of section 113 of the Income Tax Ordinance, 2001. Therefore, reconciliation of tax expense and accounting profit / loss has not been disclosed.
- 31.2 The Income Tax Returns of the Group have been submitted up to and including the Group's and subsidiary's financial year ended December 31, 2017 i.e. tax year 2018.

In respect of assessments of Summit Bank Limited from tax year 2008 to tax year 2013, the tax authorities disputed Bank's treatment on certain issues and created additional tax demand (net of rectification) of Rs.230.52 million through amended assessment orders and the same have been paid / adjusted against available refunds.



In respect of assessments of ex-My Bank Limited (now Summit Bank Limited) from tax year 2003 to tax year 2011, the tax authorities disputed Bank's treatment on certain issues and created additional tax demand of Rs.456.62 million through amended assessment orders and the same have been paid / adjusted against available refunds.

In respect of assessments of ex-Atlas Bank Limited (now Summit Bank Limited) from tax year 2003 to tax year 2010, the tax authorities disputed Bank's treatment on certain issues and created additional tax demand of Rs.89.74 million through amended assessment orders and the same have been paid / adjusted against available refunds.

Such issues mainly include disallowances of mark-up payable, taxation of mutual fund distribution at corporate tax rate, disallowance of provision against non-performing loans, disallowance of reversal of provisions, allocation of expenses against dividend income and capital gain, disallowances against non-banking assets etc. The Bank has filed appeals before the various appellate forums against these amended assessment orders which are either pending for hearing or order.

The management of the Bank is confident about the favourable outcome of the appeals hence, no provision / adjustment with respect to the above matters has been made in these consolidated condensed interim financial statements.

			(Un-audited) Nine months ended		
			September 30, 2019	September 30, 2018	
32.	BASIC AND DILUTED LOSS PER SHARE	Note	(Rupees	in '000)	
	Loss for the period		(7,977,449)	(4,932,135)	
			(Number	of shares)	
	Weighted average number of ordinary shares		2,638,151,060	2,638,151,060	
			(Rup	ees)	
	Basic loss per share		(3.02)	(1.87)	
	Weighted average number of ordinary shares (adjusted		(Number	of shares)	
	for the effects of all dilutive potential ordinary shares)	32.1	2,638,151,060	2,638,151,060	
			(Rup	ees)	
	Diluted loss per share		(3.02)	(1.87)	

32.1 There are no potential ordinary shares outstanding as of September 30, 2019.

		Nine mon	Nine months ended		
		September 30, 2019	September 30, 2018		
33.	CASH AND CASH EQUIVALENTS	(Rupees	in '000)		
	Cash and balance with treasury banks Balances with other banks	5,308,830 914,779	4,378,532 1,044,101		
	Overdrawn nostro accounts	(115,991) 6,107,618	(242,126)		
			3,.00,507		

(Un-audited)

3



#### 34. FAIR VALUE MEASUREMENTS

The fair value of quoted securities other than those classified as held to maturity, is based on quoted market price. Quoted securities classified as held to maturity are carried at cost. The fair value of unquoted equity securities is determined on the basis of the break-up value of these investments as per their latest available audited financial statements.

The fair value of unquoted debt securities, fixed term loans, other assets, other liabilities, fixed term deposits and borrowings can not be calculated with sufficient reliability due to the absence of a current and active market for these assets and liabilities and reliable data regarding market rates for similar instruments.

#### 34.1 Fair value of financial assets

The Group measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level I: 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 I that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

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 categorized:

34.2 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 categorized:

	September 30, 2019 (Un-audited)			
	Level I	Level 2	Level 3	Total
On balance sheet financial instruments		(Rupees i	n '000)	
Financial assets - measured at fair value				
Investments				
Federal Government Securities	-	17,307,261	-	17,307,261
Shares - Listed	1,370,344	-	-	1,370,344
Non-Government Debt Securities		-	-	-
Financial assets - disclosed but not measured at fair value				
Investments				
- Shares - Unlisted			62,940	62,940
Non-Financial assets - measured at fair value				
Operating fixed assets	-	-	7,512,104	
Non banking assets acquired in satisfaction of claims	-	-	2,915,959	2,915,959
Off-balance sheet financial instruments - measured at fair value				
Forward purchase of foreign exchange	-	5,091,366	-	5,091,366
Forward sale of foreign exchange	-	1,031,149	-	1,031,149
	D	ecember 31, 2	018 (Audited)	1
	Level I	Level 2	Level 3	Total
	Level I		Level 3	Total
On balance sheet financial instruments	Level I	Level 2	Level 3	Total
On balance sheet financial instruments Financial assets - measured at fair value	Level I	Level 2	Level 3	Total
	Level I	Level 2	Level 3	Total
Financial assets - measured at fair value	Level I	Level 2	Level 3	Total
Financial assets - measured at fair value	Level I	Level 2	Level 3	Total
Financial assets - measured at fair value Investments Federal Government Securities	Level I	Level 2	Level 3	Total
Financial assets - measured at fair value Investments Federal Government Securities Shares - Listed Non-Government Debt Securities Financial assets - disclosed but not measured at fair value	Level I	Level 2(Rupees in	Level 3	Total
Financial assets - measured at fair value Investments Federal Government Securities Shares - Listed Non-Government Debt Securities Financial assets - disclosed but not measured at fair value Investments	Level I	Level 2(Rupees in	Level 3   n '000)	Total 16,323,086 1,819,609 12,489
Financial assets - measured at fair value Investments Federal Government Securities Shares - Listed Non-Government Debt Securities Financial assets - disclosed but not measured at fair value	Level I	Level 2(Rupees in	Level 3	Total
Financial assets - measured at fair value Investments Federal Government Securities Shares - Listed Non-Government Debt Securities Financial assets - disclosed but not measured at fair value Investments - Shares - Unlisted Non-Financial assets - measured at fair value	Level I	Level 2(Rupees in	Level 3 n '000)	16,323,086 1,819,609 12,489 62,940
Financial assets - measured at fair value Investments Federal Government Securities Shares - Listed Non-Government Debt Securities Financial assets - disclosed but not measured at fair value Investments - Shares - Unlisted Non-Financial assets - measured at fair value Operating fixed assets	Level I	Level 2(Rupees in	Level 3 n '000)	16,323,086 1,819,609 12,489 62,940
Financial assets - measured at fair value Investments Federal Government Securities Shares - Listed Non-Government Debt Securities Financial assets - disclosed but not measured at fair value Investments - Shares - Unlisted Non-Financial assets - measured at fair value	Level I	Level 2(Rupees in	Level 3 n '000)	16,323,086 1,819,609 12,489 62,940
Financial assets - measured at fair value Investments Federal Government Securities Shares - Listed Non-Government Debt Securities Financial assets - disclosed but not measured at fair value Investments - Shares - Unlisted Non-Financial assets - measured at fair value Operating fixed assets Non banking assets acquired in satisfaction of claims Off-balance sheet financial instruments - measured at fair value	Level I	Level 2(Rupees in 16,323,086 - 12,489	Level 3 n '000)	16,323,086 1,819,609 12,489 62,940 7,616,204 2,935,259
Financial assets - measured at fair value Investments Federal Government Securities Shares - Listed Non-Government Debt Securities Financial assets - disclosed but not measured at fair value Investments - Shares - Unlisted Non-Financial assets - measured at fair value Operating fixed assets Non banking assets acquired in satisfaction of claims	Level I	Level 2(Rupees in	Level 3 n '000)	16,323,086 1,819,609 12,489 62,940



# Valuation techniques used in determination of fair value

Item	Valuation approach and input used
Federal Government Securities	The fair values of Federal Government securities are determined using the PKRV rates.
Units of mutual funds	The fair values of investments in units of mutual funds are determined based on their net asset values as published at the close of each business day.
Ordinary shares - Listed	The fair value of investment in listed equity securities are valued on the basis of closing quoted market price available at the Pakistan Stock Exchange.
Ordinary shares - Unlisted	This represents breakup value of investments.
Non-Government Debt Securities	Investments in debt securities (comprising term finance certificates, bonds and any other security issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital) are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan (NUFAP) in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan.
Forward foreign exchange contracts	The valuation has been incorporated by interpolating the foreign exchange revaluation rates announced by the SBP.
Operating fixed assets (land and building) and Non Banking Assets acquired in satisfaction of claims	The valuation experts used a market based approach to arrive at the fair value of the Group's properties. The market approach used prices and other relevant information generated by market transactions involving identical or comparable or similar properties.

# 35.

Segment Details with respect to B	usiness Activit	ies					
		For the Nine	Months Period	Ended Septem	ber 30, 2019	(Un-audited)	
	Corporate	Trading and	Branch	Islamic	Brokerage	Others	Total
	finance	sales	banking	(Pupos in	business '000)		
Profit and Loss				(Rupees in	000)		
Net mark-up / return / profit	(304)	29,440	(821,786)	(5,249)	6,447		(791,452
Inter segment revenue - net	-	(900,378)	-	900,378	-	-	-
Non mark-up / return / interest income	6,813	568,769	451,897	(56,894)	38,051	-	1,008,636
Total Income	6,509	(302,169)	(369,889)	838,235	44,498		217,184
Segment direct expenses	1,589	232,895	3,518,675	212,831	71,942	32,892	4,070,824
Inter segment expense allocation	-	-	(189,404)	189,404		-	-
Total expenses	1,589	232,895	3,329,271	402,235	71,942	32,892	4,070,824
Provisions	-	1,165,728	6,306,111	656,680		-	8,128,519
Profit / (loss) before tax	4,920	(1,700,792)	(10,005,217)	(220,680)	(27,444)	(32,892)	(11,982,159
				nber 30, 2019 (l			
	Corporate finance	Trading and sales	Branch banking	Islamic	Brokerage business	Others	Total
				(Rupees in	'000)		
Balance Sheet		2 251 727	2 === 20/	220.254	07.000		
Cash and bank balances Investments	-	2,251,786 17,988,243	3,557,286 1,014,621	328,254	86,283 25,158	-	6,223,609 19,028,022
Net inter segment lending	_	17,700,243	1,014,621	13,148,163	23,130	· -	13,148,163
Lendings to financial institutions		_	-	13,140,103	-	· ·	13,140,103
Advances - performing	1 [		29,266,338	3,810,233	830	1	33,077,401
Advances - non-performing	_	_	11,298,328	260,932	-	l -	11,559,260
Others	12.392	15.500.063	10,146,724	669,824	227.529	5,947,923	32,504,455
Total assets	12,392	35,740,092	55,283,297	18,217,406	339,800	5,947,923	115,540,910
Borrowings	28	7,482,132	7,427,115	250,000	_		15,159,275
Subordinated debt	2,945	406,417	1,086,153	-	-	-	1,495,515
Deposits and other accounts	-	-	68,120,625	15,051,246	-	-	83,171,871
Net inter segment borrowing	-	13,148,163			-	-	13,148,163
Others	2,465	363,488	4,991,893	1,511,645	88,856	362,817	7,321,164
Total liabilities	5,438	21,400,200	81,625,786	16,812,891	88,856	362,817	120,295,988
Equity	6,954	14,339,892	(26,342,489)	1,404,515	250,944	5,585,106	(4,755,078
Total equity and liabilities	12,392	35,740,092	55,283,297	18,217,406	339,800	5,947,923	115,540,910
		13,505,099	26,552,893	5,772,117		11,174,838	57,004,947



Committed to you

Profit and Loss Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total Income Segment direct expenses	(49) - 832 783	452,623 (8,380) 507,050 951,293	720,539 - 854,453	Islamic (Rupees in 632,533 8.380	Brokerage business '000)	Others	Total
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total Income	832 783	(8,380) 507,050	-	632,533			
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total Income	832 783	(8,380) 507,050	-	,	3,787	-1	
Inter segment revenue - net Non mark-up / return / interest income Total Income	832 783	(8,380) 507,050	-	,	3,/8/	- 1	
Non mark-up / return / interest income Total Income	783	507,050	- 854,453	8.380			1,809,433
Total Income	783		854,453	50.075		-	
		751,273	1.574.992	59,875 700.788	53,391 57,178	151,084	1,626,685
Segment direct expenses	342		1,5/4,992	700,788	5/,1/8	151,084	3,436,118
	1	337,908	3,725,906	228,777	71,854	33,761	4,398,548
Inter segment expense allocation	-	-	(201,951)	201,951		-	
Total expenses	342	337,908	3,523,955	430,728	71,854	33,761	4,398,548
(Reversal) / provisions	-	979,500	5,437,456	2,586	-	-	6,419,542
Profit / (loss) before tax	441	(366,115)	(7,386,419)	267,474	(14,676)	117,323	(7,381,972
			As at Decen	nber 31, 2018	(Audited)		
	Corporate finance	Trading and sales	Branch banking	Islamic	Brokerage business	Others	Total
				(Rupees in	'000)		
Balance Sheet							
Cash and bank balances	-	2,090,681	3,499,928	347,536	113,239	-	6,051,384
Investments	-	16,774,074	2,200,302	-	33,397	-	19,007,773
Net inter segment lending	-	700,000	-	10,722,364		-	11,422,364
Lendings to financial institutions	-	-				-	
Advances - performing	-	-	40,814,032	5,862,800	926	-	46,677,758
Advances - non-performing	4010	4 050 430	13,768,955	800,090	247144	- 10.100.700	14,569,045
Others Total assets	4,010	4,059,629 23.624.384	11,199,049 71.482.266	592,337 18.325,127	247,164 394,726	12,189,702	28,291,891
Total assets	1,010	23,021,301	71,102,200	10,323,127	371,720	12,107,702	120,020,213
Borrowings	3	11,076,822	8,165,029	250,000	-	-	19,491,854
Subordinated debt	678	579,924	914,913	-	-	-	1,495,515
Deposits and other accounts	-	-	69,360,913	15,212,719	-	-	84,573,632
Net inter segment borrowing	-	10,722,364	-	700,000	-	-	11,422,364
Others	497	514,859	4,743,509	537,213	103,611	415,668	6,315,357
Total liabilities	1,178	22,893,969	83,184,364	16,699,932	103,611	415,668	123,298,722
Equity	2,832	730,415	(11,702,098)	1,625,195	291,115	11,774,034	2,721,493
Total equity and liabilities	4,010	23,624,384	71,482,266	18,325,127	394,726	12,189,702	126,020,215
Contingencies and commitments		13.475.014	31.289.074	6.125.410		11,941,246	62,830,744

35.1.1 The Bank does not have any operations outside Pakistan.



# 36. RELATED PARTY TRANSACTIONS

The Group has related party transactions with its parent, employee benefit plans and its directors and Key Management Personnel.

The Group enters into transactions with related parties in the ordinary course of business and on substantially the same terms as for comparable transactions with person of similar standing. Contributions to and accruals in respect of staff retirement benefits and other benefit plans are made in accordance with the actuarial valuations / terms of the contribution plan. Remuneration to the executives / officers is determined in accordance with the terms of their appointment. Details of transacitons with related parties during the period, other than those which have been disclosed elsewhere in these financial statements are as follows:

	Se	ptember 30	September 30, 2019 (Un-audited)	ted)	J	ecember 3	December 31, 2018 (Audited)	1)
	Parent company	Directors	Key Directors management personnel	Other related parties	Parent company	Directors	Key Directors management personnel	Other related parties
				(Rupee	(000, ui s		(Rupees in '000)	
Balances with other banks In current accounts	'				'			26,457
Investments Opening balance				1,713,990			•	1,803,185
Investment made during the period / year	•	•	•	•	•	•	•	54,983
Investment redeemed / disposed off during the period / year Transfer in / four) - net				. (21 500)				(133,317)
				(222(12)				(100'01)
Closing balance				1,692,490				1,713,990
Provision for diminution in value of investments				1,613,242				1,539,237
Advances								
Opening balance	•	•	259,303	932,302	'	'	409,534	1,213,053
Addition during the period / year	•	•	46,402	866,675	•	•	32,134	3,635,109
Repaid during the period / year	•	•	(60,511)	(932,275)	•	•	(180,248)	(3,915,860)
Transfer in / (out) - net	•	•	(17,024)	(197,069)		•	(2,117)	
Closing balance			228,170	669,633	'		259,303	932,302
Provision held against advances		•			·	•	•	
,								



918,975 230,337

8,000

	Sel	ptember 30	September 30, 2019 (Un-audited)	ted)	Δ	ecember 3	December 31, 2018 (Audited)	d)
	Parent Company		Key Directors management personnel	Other related parties	Parent Company	Directors	Key Directors management personnel	Other related parties
				(Rupees	in '000		(Rupees in '000)	
Other Assets								
Interest / mark-up accrued	•	•	74	7,665	•	•	758	22,292
Other receivable	669	•	4,821		578	•	2,002	757
Deposits and other accounts								
Opening balance	•	18,463	13,421	1,769,716	•	32,259	67,291	860,510
Received during the period / year	•	•	185,542	1,950,757	•	23,465	566,173	16,458,586
Withdrawn during the period / year	•	•	(185,062)	(1,810,144)	•	(37,261)		(15,549,380)
Transfer in / (out) - net	•	(18,463)	197	(250,333)	•	•	(13,882)	•
Closing balance			14,098	1,659,996		18,463	13,421	1,769,716
Other Liabilities Interest / mark-up payable Payable to staff retirement fund Payable to Rupali Bank			343	15,697 42,230 -	1 1 1	6= ' '	325	11,855 33,358 16,293

Commitments to extend credit

Contingencies and Commitments Guarantees, letters of credit and acceptances



	Co.	mmitted	to you																
ted)	Other related parties		67.930	•	612	(15,505)	22,323	•	30,461	26,857	•	265	205	750	2,193	'	54,681	48,217	8,247
September 30, 2018 (Un-audited)	Key Directors management personnel	(Rupees in '000)	13.212	123		•	•	•	209		•	•	•	•	•	144,210	•	•	
tember 30	Directors			•	•	•	•	•	299	•	2,000	•	•	2,133	•	•	٠	٠	
Sep	Parent company	(000, ui	'	•	'	•	'	•	1	•	'	'	•	•	•	'	•	•	•
dited)	Other related parties	(Rupees	55.289		•	•	•	•	128,376	•	•	•	•	•	•	•	43,800	44,480	79,591
September 30, 2019 (Un-audited)	Key Directors management personnel		5.386	12	•	•	•	80	492	•	•	•	•	1,409	•	103,915	•	•	•
eptember 3	Directors			•	•	•	•	•	808	•	550	•	•	•	•	•	•	•	•
Ñ	Parent company			•		•	'	•	•	•	•	'	•	•	'	'	•	•	•

Directors include Non-Executive Directors only. Executive Directors including the President / CEO are part of key management personnel.

Provision for diminution in value of Investments

Contribution to defined contribution plan

Charge for defined benefit plan - Managerial Remuneration

- Marketing, advertisement and publicity

- Education and training

- Fee and subscription

- Directors' fees and allowances - Legal and professional charges

Mark-up / return / interest paid

Operating expenses: - Rent and taxes

Income

Mark-up / return / interest earned

Net loss on sale of securities Fee and commission income

Dividend income

Foreign exchange income

Other Income Expense



Summit	<b>S</b> Bank
	Committed to you

(Audited)

December 31,

(Un-audited)

September 30,

	September 30,	2018		
CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS	(Rupees i			
Minimum Capital Requirement (MCR): Paid-up capital (net of losses)	(7,911,509)	(26,579)		
Capital Adequacy Ratio (CAR):				
Eligible Common Equity Tier 1 (CET 1) Capital Eligible Additional Tier 1 (ADT 1) Capital	(19,351,510)	(7,731,810)		
Total Eligible Tier   Capital	(19,351,510)	(7,731,810)		
Eligible Tier 2 Capital	-	-		
Total Eligible Capital (Tier I + Tier 2)	(19,351,510)	(7,731,810)		
Risk Weighted Assets (RWAs):	(0.04) = (	02 555 020		
Credit Risk	69,241,516	82,555,930		
Market Risk Operational Risk	5,049,055 8,723,054	8,129,083 8,723,054		
Operational Nisk	0,723,034	0,723,034		
Total	83,013,625	99,408,067		
Common Equity Tier   Capital Adequacy ratio	-23.31%	-7.78%		
Tier I Capital Adequacy Ratio	-23.31%	-7.78%		
Total Capital Adequacy Ratio	-23.31%	-7.78%		
Leverage Ratio (LR):				
Eligiblle Tier-I Capital	(19,351,510)	(7,731,810)		
Total Exposures	138,365,537	184,103,481		
Leverage Ratio	-13.99%	-4.20%		
Liquidity Coverage Ratio (LCR):				
Total High Quality Liquid Assets Total Net Cash Outflow	13,957,649	27,495,433		
Total Net Cash Outflow	17,468,219	31,044,717		
Liquidity Coverage Ratio	79.90%	88.57%		
Net Stable Funding Ratio (NSFR):				
Total Available Stable Funding	63,255,250	72,435,261		
Total Required Stable Funding	66,637,078	82,307,865		
Net Stable Funding Ratio	94.93%	88.01%		

37.



# 38. ISLAMIC BANKING BUSINESS

The Bank commenced its Islamic Banking Operations in Pakistan on March 07, 2014 and is operating with 14 (December 31, 2018: 14) Islamic banking branches and 35 (December 31, 2018: 35) Islamic banking windows at the end of the period.

# STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2019

400570	Note	(Un-audited) September 30, 2019 (Rupees	2018
ASSETS		268,128	2/0 /75
Cash and balances with treasury banks Balances with other banks		60,126	269,475 78,061
Due from financial institutions	38.1	13,148,163	10,722,364
Investments	30.1	13,140,103	10,722,364
Islamic financing and related assets - net	38.2	4,071,165	6,662,890
Fixed assets	30.2	329,307	121,507
Intangible assets		5,190	6.861
Due from Head Office		3,170	0,001
Other assets		335,327	463,969
Total Assets		18,217,406	18,325,127
		10,211,100	. 0,0 20, . 27
LIABILITIES			
Bills payable		120,033	125,319
Due to financial institutions	38.3	250,000	950,000
Deposits and other accounts	38.4	15,051,246	15,212,719
Due to Head Office		-	-
Subordinated debt		-	-
Deferred tax liabilities - net		-	-
Other liabilities		1,391,612	411,894
		16,812,891	16,699,932
NET ASSETS		1,404,515	1,625,195
REPRESENTED BY			
Islamic Banking Fund		1,000,000	1,000,000
Reserves		-,,,,,,,,,,	-
Surplus on revaluation of assets		_	_
Unappropriated / Unremitted profit	38.8	404,515	625,195
		1,404,515	1,625,195
			.,,.,



# ISLAMIC BANKING BUSINESS PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2019

	:	September 30, 2019	September 30, 2018
	Note	(Rupees	in '000)
Profit / return earned	38.6	1,468,126	1,176,432
Profit / return expensed	38.7	572,997	535,519
Net Profit / return		895,129	640,913
Other income			
Fee and commission income		41,961	70,955
Dividend income		-	-
Foreign exchange loss		(109,257)	(6,511)
Income / (loss) from derivatives		-	-
Loss on sale of securities		(3,170)	(11,913)
Other income		13,572	7,344
Total other (loss) / income		(56,894)	59,875
Total Income		1,411,232	1,236,307
Other expenses			
Operating expenses		401,899	429,655
Workers' welfare fund		-	-
Other charges		336	1,073
Total other expenses		402,235	430,728
Profit before provisions		436,000	270,060
Provisions and write offs - net		656,680	2,586
(Loss) / profit before taxation		(220,680)	267,474
Taxation		-	-
(Loss) / profit after taxation		(220,680)	267,474
			· <del></del>



September 30, 2019 (Un-audited)

In Local In Foreign Currency currencies

Total Currency Currency Currencies

(Rupees in '000)

# 38.1 Due from Financial Institutions Note

Bai Muajjal Receiveable

from other Financial Institutions

38.1.1 13,148,163

48,163 - 13,148,163

10,722,364

10,722,364

38.1.1 This represents Bai Muajjal agreements with conventional operations of Summit Bank Limited.

			(Un-audited)	(Audited)
			September 30,	December 31,
			2019	2018
38.2	Islamic financing and related assets	Note	(Rupees	in '000)
	ljarah		706,681	919,439
	Murabaha		8,234	16,444
	Running Musharakah		767,919	1,007,981
	Diminishing Musharakah		2,563,440	3,721,717
	Istisna		35,146	31,403
	Tijarah		739,045	1,056,823
	Advance against Murabaha		963	4,042
	Advance against Diminishing Musharakah		-	500
	Qarz-e-Hasna		1,876	-
	Gross Islamic financing and related assets		4,823,304	6,758,349
	Less: provision against Islamic financings			
	- Specific		738,595	82,573
	- General		13,544	12,886
			752,139	95,459
	Islamic financing and related assets - net of provision		4,071,165	6,662,890
38.3	Due to financial institutions			
	Secured			
	Acceptances from the SBP under Islamic Export Refinance Scheme		250,000	250,000
	Total secured		250,000	250,000
	Unsecured			
	Musharakah	38.3.1	-	700,000
			250,000	950,000

38.3.1 This representes Musharaka acceptance with conventional operations of Summit Bank Limited.



# 38.4 Deposits

Deposits						
	September	· 30, 2019 (Uı	n-audited)	Decen	nber 31, 2018 (Au	udited)
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
			(Rupe	es in '000)		
Customers						
Current deposits	4,628,441	621,454	5,249,895	4,865,906	541,588	5,407,494
Savings deposits	7,711,244	123,151	7,834,395	7,700,010	127,458	7,827,468
Term deposits	1,493,026	-	1,493,026	1,038,665	95,320	1,133,985
Margin accounts	256,785	-	256,785	581,337	-	581,337
	14,089,496	744,605	14,834,101	14,185,918	764,366	14,950,284
Financial Institutions						
Current deposits	87,322	119	87,441	96,313	107	96,420
Savings deposits	129,704	-	129,704	156,015	-	156,015
Term deposits	-	-	-	10,000	-	10,000
'	217,026	119	217,145	262,328	107	262,435

14,448,246

764,473

15,212,719

38.4.1 This includes deposits eligible to be covered under insurance arrangements amounting to Rs. 9,010.640 million (2018: Rs. 8,885.304 million).

15,051,246

744,724

14,306,522

		(Un-audited) September 30, 2019	(Audited) December 31, 2018
38.5	CONTINGENCIES AND COMMITMENTS	(Rupees	in '000)
	Guarantees	4,251,676	4,478,490
	Commitments	1,520,441	1,646,920
	Other contingent liabilities	-	-
		5,772,117	6,125,410
		2,112,111	
		(Un-au	dited)
		September 30, 2019	September 30, 2018
		(Rupees	in '000)
38.6	Profit / Return Earned of Financing, Investments and Placement		
	Profit earned on:		
	Financing	553,368	631,736
	Investments	-	414,564
	Placements	914,314	130,132
	Balances with banks	444	-
		1,468,126	1,176,432
38.7	Profit on deposits and other dues expensed		
	Deposits and other accounts	533,154	535,519
	Due to Financial Institutions	16,699	-
	Finance cost of lease liability	23,144	-
	•	572,997	535,519



		(Un-audited) September 30,	(Audited) December 31,	
		2019	2018	
		(Rupees	(Rupees in '000)	
38.8	Islamic banking business unappropriated profit			
	Opening balance	625,195	541,772	
	(Less) / add: Islamic Banking (loss) / profit for the period	(220,680)	83,423	
	Closing balance	404,515	625,195	

# 39. DATE OF AUTHORISATION FOR ISSUE

These consolidated condensed interim financial statements were authorised for issue on October 08,2021 by the Board of Directors of the Group.

President / Chief Executive	Chief Financial Officer	Director	Director	Director
COLIABTERI	Y DEDOT SEDTEMBED 2019			



#### **BRANCH NETWORK**

CONVENTIONAL BANKING BRANCHES

#### **KARACHI**

#### Abdullah Haroon Road Branch

282/3, Abdullah Haroon Road, Area, Saddar, Karachi Tel: 021-35685269, 35685393, 35685940 Fax: 021-35683991

#### Adamjee Nagar Branch

115-A/Z, Block 7/8, Tipu Sultan Road, Karachi Tel: 021- 34312984-9 Fax: 021-34312980

#### Atrium Mall Branch

Shop No. 6 and 21 Ground floor, Plot No. 249, Atrium Mall, Staff Lines, Zaibunnisa Street, Saddar, Karachi Tel: 021-35641001-7

#### **Badar Commercial Branch**

Plot No. 41-C, Badar Commercial, Street No. 10, Phase-V Extension, DHA Karachi Tel: 021-35348501-3 Fax: 021-35348504

#### **Bahadur Shah Center Branch**

Bahadur Shah Center, Urdu Bazar, Off: M.A. Jinnah Road, Karachi Tel: 021-32768547, 32768559 Fax: 021-32765083

# Bahadurabad Branch

Plot # C-23, Shop # 1&2 Block-3, BMC Commercial Area Bahadurabad, Karachi Tel: 021-34913447 & 49 Fax: 021-34913453

#### Barkat-e- Hyderi Branch

Almas Square, Block-G, North Nazimabad, Karachi Tel: 021-36628931, 36706896-7 Fax: 021-36723165

# **Burns Road Branch**

Plot No. 55-A, Survey Sheet A.M., Artillery Maidan Quarters (Burns Road), Karachi. Tel: 021-32215174,75 & 76 Fax: 021-32215289

#### Clifton Branch

Pearl Heaven Apartments, Khayaban-e-Roomi, Block No-5, Clifton, Karachi Tel: 021-35823469, 35824171, 35823619 Fax: 021-35821463

# Cloth Market Branch

41, Saleh Muhammad Street, Cloth Market, Karachi Tel: 021-32461601-03 & 32461605 Fax: 021-32461608

#### Defence Branch

55-C, Phase-II, D.H.A, Opp Toyota Motors, Main Korangi Road, Karachi. Tel: 021-35387809-35396263 - 35312592 Fax: 021-35387810

#### **DHA Phase I Branch**

101-C, Commercial Area 'B', Phase-I DHA, Karachi Tel: 021- 35314061, 35314063-67, 35314105 Fax: 021-35314070

# **DHA Phase IV Branch**

Plot # 129, 9th Commercial Street, Phase IV, DHA, Karachi Tel: 021-35313068-70 Fax: 021-35313071

#### Dhoraji Colony Branch

Plot No. 133, Block No. 7 & 8 Dhoraji Colony, C.P & Berar Co- operative Housing Society, Karachi Tel: 021-34860773-75 Fax: 021-34860772

# Ex. Dolmen City Branch

temporary shifted to: Plot No. G-2, Block 2, (Ground Floor), Clifton, Karachi Tel: 021-3572020-22 Fax: 021-3572023

#### Electronic Market (Abdullah Haroon Road) Branch

Shop No 1 & 2, Plot # 19, Ghafoor Chambers, Preedy Quarters, Saddar, Karachi Tel: 021-32711614-8 Fax: 021-32716113

#### Fish Harbour Branch

K - 3, Export Zone, Adjacent Main Auction Hall, Fish Harbour, Karachi PABX: 021-32315383 - 85 Fax: 021-32315386

#### Garden East Branch

Shop No. 1,2,3,4,5 & 6, Jumani Centre Plot No. 177-B, Garden East, Karachi Tel: 021-32243311-13 Fax: 021-32243314

#### Gulistan-e-Jauhar - Branch I

Plot # 118/A-B, Shop # 02, 03, 04 Ground Floor Rufi Paradise Block-18 Gulistan-e-Jauhar, Karachi Tel: 021-34621281-4 Fax: 021-34621285

# Gulistan-e-Jauhar - Branch 2

Shop No. 5, 6,7 & Office No. D-2, Farhan Centre Block No. I. Gulistan-e-Jauhar, Karachi Tel: 021-34022259, 34613674, 34016488-9 Fax: 021-34022639



# Gulshan-e-Iqbal - Branch I

Ground Floor, Hasan Center, Block-16, Main University Road, Karachi

Tel: 021-34829024-27 Fax: 021-34829023

#### Gulshan-e-Igbal - Branch 2

B-44, Block 13/A, Main University Road, Gulshan-e-Iqbal, Karachi Tel: 021-34987688, 34987739-40

Fax: 021-34987689

# Hyderi Branch

D-10 Block-F. North Nazimabad, Hyderi, Karachi, Tel: 021-36724991-4

Fax: 021-36724972

#### Unitower I. I. Chundrigar Road Branch I

Uni Towers, I.I. Chundrigar Road, Karachi.

Tel: 021-32466410-13 Fax: 021-32466500

# Jami Commercial, DHA Branch

64 C, Jami Commercial Phase VII, 7th Street, DHA, Karachi Tel: 021-35316200-07

Fax: 021-35316199

#### Jamshed Quarters Branch

Showroom no. 3 & 4,AB Arcade Plot #714-6-1 Block A, New M.A. Jinnah Road, Karachi Tel: 021-34860422-23, 34860425

Fax: 021-34860424

#### Jodia Bazar - Branch I

A/25/28 Daryalal Street, Jodia Bazar, Karachi Tel: 021-32500121-5

Fax: 021-32500128

# Karachi Stock Exchange Branch

Office No. 52, 52-A, 52-B, (1st Floor) KSE Building, Karachi Tel: 021-32462850, 32462844-9

Fax: 021-32462843

#### Karimabad Branch

Plot No BS-16, Block I, FB Area, Karimabad, Karachi Tel: 021-36826646-48

Fax: 021-36826649

#### Khayaban-e-Shahbaz Branch

Plot No. 21-C Khayaban-e-Shahbaz, Phase VI, DHA, Karachi Tel: 021-35344952, 353444957 & 35344963 Fax: 021-35344942

# Khayaban-e-Tanzeem Branch

C 4-C, Tauheed Commercial, Khayaban-e-Tanzeem, Phase-5, DHA, Karachi Tel: 021-35869147-35810977 & 35871640

Fax: 021-35869342

# Korangi Industrial Area Branch

33/1, Sector-15, Korangi Industrial Area, Karachi Tel: 021-35114290, 35121294, 35122231-32 Fax: 021-35114282

# M.A. Jinnah Road Branch

Mezzanine & Ground Floor, Plot Survey # 19, Street # R.B.6. Shop # 3, 4, Ram Bagh Quarters 166 M.A. Jinnah Road Karachi

Tel: 021-32218395, 32218409, 32218428

Fax: 021-32218376

# Muhammad Ali Society Branch

Plot # 4-C Commercial Area, Muhammad Ali Co-Operative Housing Society, Karachi Tel: 021-34168036-37

Fax: 021-34186045

#### Nazimabad (Gol Market) Branch

Plot #7, Sub Block 'E', in Block # III (III-E-7), Nazimabad (Gole Market), Karachi Tel: 021-36620261-63 & 36620267

Fax: 021-36620264

#### New Challi Branch

Plot No. 27, Survey No. 27, (New Challi), Altaf Hussain Road, Karachi. Tel: 021 - 32423999 - 32423737

Fax: 021 - 32422051

# North Karachi Industrial Area Branch

Plot No. R-14, Gabol Town, North Karachi Industrial Area, Karachi Tel: 021-32015919, 36995925 & 36963445 Fax: 021-36975919

# Sea View, Clifton Branch, Karachi

Plot No. G - 2, Block 2, (Ground Floor), Clifton, Karachi. Tel: 021 - 3572020 -22

Fax: 021 - 3572023

# PAF-Base Faisal Branch

Camp-2, Faisal Arcade, PF-I, Market PAF-Base Faisal, Karachi PABX: 021-34601360-62 Fax: 021-34601363

#### Paper Market Branch

Al-Abbas Centre, Paper Market, Shahrah-e-Liaquat, Karachi Tel: 021-32639671-2 & 32634135

Fax: 021-32639670

#### Plaza Ouarters Branch

Al-Shafi Building Noman Street, Off: M.A. Jinnah Road, Karachi Tel: 021-32771515-16-18 Fax: 021-32771517



#### Ranchore Line Branch

R.C. 11, Old Survey # E-7/143, Ranchore Line, New Lakhpati Hotel, Karachi Tel: 021-32767234-36 Fax: 021-32767460

#### Rizvia Society Branch

B-12, Rizvia Cooperative Society, Nazimabad, Karachi Tel: 021-36600956-57 Fax: 021-36600958

#### S.I.T.E. Branch

B/9-B/3, Near Metro Chowrangi, S.I.T.E., Area, Karachi Tel: 021-32586801-4, 32587166-8 Fax: 021-32586806

#### Saeedabad Branch

Plot # 1004/1 & 1004-A/1 (5G/102-A & 5G/012-A/2), Saeedabad, Baldia, Mahajir Camp, Karachi Tel: 021-32815092-94 Fax: 021-32815095

#### Shahrah-e-Faisal - Branch II

Business Avenue Block-6, P.E.C.H.S., Karachi Tel: 021-34386417-18 & 34374476 Fax: 021-34531819

#### Shershah Branch

Plot # D-175, Industrial Trading Estate Area, Trans Lyari Qrtrs, Shershah, Karachi Tel: 021-32588191-93 Fax: 021-32588195

# Soldier Bazar Branch

Shop # 4, 5 & 6, Plot No 14, Survey # 13-B-2, Soldier Bazar Quarters, Karachi Tel: 021-32231559-60 Fax: 021-32231556

#### Steel Market Branch

Ground Floor, Shop # G-13, 14, 32, 33 Steel Market, Ranchore lines Quarters, Karachi Tel: 021-32763001- 07 Fax: 021-32763009

#### Tarig Road Branch

Fax: 021-34555478

C-51, Central Commercial Area, Near Pizza Max Tariq Road, P.E.C.H.S., Karachi Tel: 021-34556486, 34556682

# Timber Market Branch

Siddique Wahab Road, Karachi Tel: 021-32732729, 32766995 Fax: 021-32733214

# Malir Cantt Branch

Army Shopping Complex, Adjacent Tooba Army Store Malir Cantonment, Karachi Tel: 021-34196142-44 Fax: 021-34196145

#### Water Pump Branch

Lateef Square, Block-16, Federal 'B' Area, Main Water Pump Market, Karachi Tel: 021-36321387, 36314817 Fax: 021-36314848

#### Com-3, Clifton Branch, Karachi

Show Room No. 12, ""Com-3"", (Opp: Bar B. Q. Tonight), Block 6, Clifton, Karachi. Tel: 021 - 35148311 - 13 Fax: 021 - 35148314

# **LAHORE**

#### **DHA Phase-VI Branch**

Property No 16-MB , Block MB, Phase VI DHA Lahore Tel: 042 -37189650 -52 Fax: 042-37189653

# Allama Iqbal Town Branch

56/12, Karim Block, Allama Iqbal Town, Lahore Tel: 042-35434160-61, 35434163 Fax: 042-35434164

#### Azam Cloth Market Branch

285-286, Punjab Block, Azam Cloth Market, Lahore Tel: 042-37661686, 37660341 & 37660298 Fax: 042-37661863

#### Badami Bagh Branch

25 - Peco Road Badami Bagh Lahore Tel: 042-37724583, 37720382, 37705036 Fax: 042-37730867

# Bahria Town Branch

Plot No. 31 - B, Sector 'C', Bahria Town, Lahore Tel: 042 - 37862380 - 82 Fax: 042-37862379

#### Bedian Road Branch

Plot No. 2512/1, Phase-VI, Bedian Road, Talal Medical Center, Lahore Tel: 042-37165300-03 Fax: 042-37165304

# Circular Road Branch

Babar Centre, 51, Circular Road, Lahore Tel: 042-37379371 - 75 Fax: 042-37379370

# Darogawala Branch

Near Shalimar garden G.T.Road Darogawala Lahore Tel: 042-36520681-83 Fax: 042-36520684

#### DHA G Block Branch

Plot # 13 G, Commercial Zone DHA, Phase-I, Lahore Cantt. Tel: 042-35691173-78 Fax: 042-35691171



#### **DHAY Block Branch**

# 163, Block Y, Phase III, DHA Lahore Cantt

Tel: 042-35692531-36 Fax: 042-35692690

# **Egerton Road Branch**

27-Ajmal House, Egerton Road, Lahore Tel: 042-36364522, 36364532 Fax: 042-36364542

#### Faisal Town Branch

853/D, Akbar Chowk, Faisal Town, Lahore Tel: 042-35204101-3 Fax: 042-35204104

#### Ferozepur Road Branch

Siza Farmer Factory, Sufiabad, Lahore Tel: 042- 35401751-3, 35401754 Fax: 042-35800094

#### **Gulberg Branch**

I 32-E/I Main Boulevard, Gulberg-III, Lahore Tel: 042-35870832-3, 35870975-6 Fax: 042-35870834

#### Ichra More Branch

House # 146, Muhallah Ferozpur Road, Ichra More, Lahore Tel: 042-37572090-93 - 042-37426301 Fax: 042-37572089

#### Johar Town Branch

Plot # 85, Block G/I, M.A Johar Town-Lahore Tel: 042-35291172-74 Fax: 042-35171047

# Kashmir Block, Allama Iqbal Town Branch

Plot # I, Kashmir Block, Allama Iqbal Town Scheme, Lahore Tel: 042-37809021-24 Fax: 042-37809026

# Lahore- Cantt Branch

Day building I482/A, Abdul Rehman Road, Lahore Cantt Tel: 042- 36603061-63

Fax: 042-36603061-6

# Lahore Stock Exchange Branch

Office No. I, Lower Ground floor # I, Lahore Stock Exchange Plaza, Plot No. 19, Khasra No. 1047, 19, Khayaban e Aiwan e Iqbal, Lahore Tel: 042-36280853 - 56 Fax: 042-36280851

#### Liberty Market Branch

Shop No.02 & 03, Ground floor, Diamond Tower, 28 Commercial Zone, Liberty Market, Gulberg III, Lahore
Tel: 042-35717273, 35763308
Fax: 042-35763310

#### Mall Road Branch

56, Ground Floor, Sh-e-Quaid-e-Azam (The Mall), Lahore Tel: 042-36284801-3 Fax: 042-36284805

#### Model Town Branch

14-15, Central Commercial Market, Model Town, Lahore Tel: 042-35915540-42 & 35915548 Fax: 042-35915549

#### New Garden Town Branch

19-A, Ali Block, New Garden Town, Lahore Tel: 042-35911361-4 Fax: 042-35911365

#### **Empress Road Branch**

Plot #. 29, Empress Road, Lahore Tel: 042-36300670-3 Fax: 042-36310362

# Shah Alam Gate Branch

12-A, Shah Alam Gate, Lahore Tel: 042-37666854 - 57 Fax: 042-37663488

#### Urdu Bazar Branch

S - 38-R, Urdu Bazar Chowk - 205, Circular Road, Lahore Tel: 042-37116001-3 Fax: 042-37116004

#### Wahdat Road Branch

Mauza Ichra, Wahdat Road, Lahore Tel: 042-37503001-3 Fax: 042-37503004

# Z Block DHA Branch

323-Z, DHA, Phase-3, Lahore Tel: 042-35693112-5 Fax: 042-35693117

# **ISLAMABAD**

#### Bahria Town Branch

Plot # 3-4, Express Way, Sufiyan Plaza, Phase VII, Bahria Town, Islamabad Tel: 051-5707360 – 63-65 Fax: 051-5707358

# Barah Koh Branch

Murree Road, Tehsil / District, Islamabad Tel: 051-2321712-13 Fax: 051-2321714

#### Blue Area Branch

20 - Al- Asghar Plaza, Blue Area, Islamabad Tel: 051-2823204, 2872913 Fax: 051-2274276



#### F-10 Markaz Branch

Plot No. 08, Maroof Hospital, F-10 Markaz, Islamabad Tel: 051-2222860-62

Fax: 051-2222863

#### F-II Markaz Branch

Plot # 29, Select Center, F-11 Markaz, Islamabad Tel: 051-2228027-28 Fax: 051-2228365

#### G-II Markaz Branch

Shop #. 25-34, Plot # 23, Sajid Sharif plaza, G-11 Markaz, Islamabad Tel: 051-2220973-6 Fax: 051-2220977

# I-9 Markaz Branch

Plot # 3/L, Shops Nos. 6, 7, 13, & 14, I-9, Markaz, Islamabad Tel: 051-4449832-35 Fax: 051-4449836

# Stock Exchange Branch

Plot # 109, East F-7/G-7, Jinnah Avenue, Blue Area, Islamabad Tel: 051-2806281-83 Fax: 051-2806284

# Super Market Branch

Shop No. 9, Block - C, F-6 Markaz, Islamabad. Tel: 051-2279168-170 & 051-2824533-34 Fax: 051-2279166

# **RAWALPINDI**

# The Mall Road Branch, Rawalpindi

Shop No. 31-A/4, The Mall Road, Opp: State Life Bldg., Saddar, Rawalpindi Cantt. Tel: 051-5564123, 051-5120777-80 Fax: 051-5528148

# Raja Bazar Branch

Raja Bazar, Rawalpindi Tel: 051-5553504, 5557244 & 5777707 - 5534173-5557244 Fax: 051-5559544

#### Shamsabad Muree Road Branch

DD/29, Shamsabad Murree Road, Ojri Kalan, Rawalpindi Tel: 051-4854400, 4854401-03 Fax: 051-4854404

#### **FAISALABAD**

#### Satiana Road Branch

679-DGM, Batala Colony, Satiana Road, Faisalabad Tel: 041 - 8500569 - 71 Fax: 041 - 8500568

#### Jail Road Branch

House No. P-62, opposite Punjab Medical College, Jail Road, Faisalabad Tel: 041-8813541-43 Fax: 041-8813544

#### Kotwali Road Branch

P-12, Kotwali Road, Faisalabad Tel: 041-2412151-53 Fax: 041-2412154

#### Liaquat Road Branch

Liaquat Road, Chak # 212, Faisalabad Tel: 041-2541257-59 Fax: 041-2541255

#### Susan Road Branch

Chak No. 213/RB Susan Road, Faisalabad Tel: 041-8502367-69 Fax: 041-8502371

#### MULTAN

# Vehari Road Branch

Plot # 2227-A, Chowk Shah Abbas, Vehari Road, Multan Tel: 061-6241015-17 Fax: 061-6241014

#### Abdali Road Branch

Plot No. 66-A & 66-B/9, Abdali Road, Multan Tel: 061-4588171, 4588172 & 4588175-78 Fax: 061-4516762

# Hussain Agahi Road Branch

2576, Hussain Agahi Road, Multan Tel: 061-4548083, 4583268, 4583168 & 4584815 Fax: 061-4543794

# Qadafi Chowk Branch

Plot # 43, Block T, New Multan Road, Qadafi Chowk-Multan Tel: 061-6770882-84 Fax: 061-6770889

#### **SUKKUR**

#### Marich Bazar Branch

B – 885, Marich Bazar, Sukkur Tel: 071-5627781-2 Fax: 071-5627755



# Shikarpur Road Branch

Shop # D-195, Ward D, Near A Section Police Station Shikarpur Road, Sukkur Tel: 071-5617142-44 Fax: 071-5617145

# Workshop Road Branch

City Survey # 3403/2/1 and C.S # 3403/2M/6, Ward-B Tooba Tower Workshop Road, Sukkur Tel: 071-5616663, 5616664, 5616582 Fax: 071-5616584

# **GUJRANWALA**

#### **GT Road Branch**

B/11-S7/103, G.T. Road, Gujranwala Tel: 055-3842751-3842729 Fax: 055-3842890

# Gujranwala Branch

G.T. Rd., Opp. General Bus Stand, Gujranwala Tel: 055-3820401-3 Fax: 055-3820404

#### Wapda Town Branch

Plot # B - III, MM - 53, Hamza Centre, Wapda Town, Gujranwala Tel: 055-4800204-06 Fax: 055-4800203

# **GUJRAT**

# **GT Road Branch**

Small Estate, G.T. Road, Gujrat Tel: 053-3534208, 3533949 & 3534208 Fax: 053-3533934

#### **Gujrat Branch**

Main GT Road Tehsil & Distt., Gujrat Tel: 053-3517051-54 Fax: 053-3516756

# Katchery Chowk Branch

Shop #. 1263 & 1270 B-II, Katchery Chowk, Opp. Zahoor Elahi Satadium, Near New Narala Bakers, Gujrat Tel: 053-3601021-24 Fax: 053-3601025

# **PESHAWAR**

Deans Trade Center Branch Deans Trade Centre, Islamia Road, Peshawar Tel: 091-5253081 -3 & 5 Fax: 091-5253080

#### Fruit Market Branch

Near Fruit Market, G.T. Road, Peshawar Tel: 091-2260373-4 Fax: 091-2260375

# Hayatabad Branch

Shop# I, Hayatabad Mall, Baghee-Naran Road, Phase II, Sector J-I Hayatabad Peshawar. Tel: 091-5822923-25 Fax: 091-5822926

# Main University Road Branch

Tehkal Payan, Main University Road-Peshawar Tel: 091-5850540-41 & 5850548-9 Fax: 091-5850546

# Milad Chowk Branch

Milad Chowk, New Gate, Peshawar City Tel: 091-2550477, 2550466, 2217131 Fax: 091-2550488

#### **QUETTA**

# Fatima Jinnah Road Branch

Plot No. Khasra No. 134 & 138. Ward No. 19. Urban # I, Fatima Jinnah Road, Quetta Tel: 081-2301094-95 Fax: 081-2301096

#### Liaquat Bazar Branch

Ainuddin Street, Quetta Tel: 081-2837300-1 Fax: 081-2837302

# M.A. Jinnah Road Branch

Ground Floor, Malik Plaza, Near Adara-e-Saqafat, M.A. Jinnah Road, Quetta. Tel: 081-2865590-95 Fax: 081-2865587

# Regal Chowk Branch

Regal Chowk, Jinnah Road, Quetta Tel: 081-2837028-29 Fax: 081-2825065

#### **ABBOTTABAD**

Abbottabad Branch Sitara Market, Mansehra Road, Abbottabad Tel: 0992- 385931-34 Fax: 0992-385935

#### **ATTOCK**

# Hassan Abdal Branch

Survey No. 1269/1624, Khasra No. 1935, G.T. Road, Hassan Abdal, District Attock Tel: 057-2520328-331 & 2520320-321



#### Fateh Jang Branch

Main Rawalpindi Road, Fateh Jang Distt Attock Tel: 057-2210321-23 Fax: 057-2210324

#### **AZAD KASHMIR**

# **Dadyal Branch**

Choudhary Centre, Ara Jattan, Dadyal, Azad Kashmir Tel: 05827-463475 Fax: 05827-465316

#### Mirpur Azad Kashmir - Branch I

NS Tower 119 F/1, Kotli Road Mirpur, Azad Kashmir Tel: 05827- 437193-97 Fax: 05877-437192

# Mirpur Azad Kashmir Branch (2)

Ghazi Archade, 6-B/3, Part II, Allama Iqbal Road, Mirpur, Azad Kashmir Tel: 05827-446405, 446407-9 Fax: 05827-446406

#### Muzzafarabad Branch

Sangam Hotel, Muzzafarabad - Azad Jammu Kashmir (AJK) Tel: 05822-924203-5 Fax: 05822-924206

# Shaheed Chowk Branch

Deen Plaza, Shaheed Chowk, Kotli, Azad Kashmir Tel: 05826-448453-54 Fax: 05826-448455

# **CHAK GHANIAN**

#### Chak Ghanian Branch

Plot No. 547-548, Iqbal Mandi, G.T. Road, Sarai Alamgir. Tel: 0544-654402-03, 655155 Fax: 0544-654401

# CHAKWAL

# Chakwal Branch

Al- Noor Plaza Sabzi Mandi, Talagang Road, Chakwal Tel: 0543-554796, 540650-5 I Fax: 0543-554797

#### **Dalwal Branch**

Village & Post Office Dalwal, Tehsil Choha, Saidan Shah, Distt Chakwal Tel: 0543-582834 Fax: 0543-582842

#### **CHAMMAN - Rural**

# Chamman Branch

Khashra No. 1323 & 2324 Abdali Bazar, Dola Ram Road, Tehsil Chaman, District Qila Abdullah, Baluchistan Tel: 0826- 618137-39 Fax: 0826-618143

#### DADU

#### Dadu Branch

CS No. 1036/2, Ward 'B', Station Road, Dadu, Sindh Tel: 0254-711471-3 Fax: 0254-711474

#### DINA

#### Dina Branch

Mian G.T. Road Dina Tel: 0544-634471 -3 Fax: 0544-636675

#### GAWADAR

#### Gawadar Branch

Plot Askani Hotel, Mullah Faazul Chowk, Gawadar Tel: 0864-212144- 212146 Fax: 0864-212147

# **GHOTKI**

# Ghotki Branch

CS # 395 & 407, Muhallah Machhi Bazar, Opp: Sarkari Bagh, Ghotki, Sindh Tel: 0723-681571 - 73 Fax: 0723-681574

#### GILGIT - Rural

# Gilgit Branch

Khasra# 1103, 1112, 1113, Haji Ghulam Hussain Building Raja Bazar Gilgit Tel: 05811-457366-68 Fax: 05811-457369

# **GUJAR KHAN**

# Gujar Khan Branch

Plot # 58-D, 59-C, Sector/Block Area Development, Scheme # 1, Akbar Kayani Plaza, G.T, Road, Gujjar Khan Tel: 051-3516431-4 & 3516436 Fax: 051-3516435



#### HARIPUR

#### Haripur Branch

Ground Floor, Akbar Arcade, Main G.T. Road, Haripur Tel: 0995- 610832 - 34 Fax: 0995-610829

# **HAZRO**

#### Hazro Branch

Plot # B -386, 386-A, Dawood Centre, Bank Square, Ziaul Haq Road, Hazro Tel: 057-2313283 - 85 Fax: 057-2313286

#### **HYDERABAD**

# Bohri Bazar Hyderabad Branch

41/364, Saddar, Bohri Bazar-Hyderabad Tel: 022-2730911-14 Fax: 022-2730910

#### Latifabad No. 7 Branch

Latifabad # 7, 5/D Unit # 7, Hyderabad Tel: 022-3810524 & 3810525 Fax: 022-3810515

#### Market Chowk Branch

Shop CS # A/2772/2, Ward -A, Market Road, Hyderabad Tel: 022-2638451-54 Fax: 022-2638450

#### **Qasimabad Branch**

Shop No. 23, 24 & 25, Rani Arcade, Qasiamabad, Hyderabad Tel: 022-2650742-43 & 2652204-5 Fax: 022-2650745

# **JACOBABAD**

Jacobabad Branch C.S. No. 480, Ward # 5, Town, Jacobabad - Sindh Tel: 0722-650071 - 73 Fax: 0722-650074

#### **JEHLUM**

#### Jhelum Branch

Plot # 89, Mehfooz Plaza, Kazim Kamal Road, Jhelum Cantt. Tel: 0544-720216 - 18 Fax: 0544-720219

#### KAMBAR

#### Shahdad Kot Branch

C.S. No. 1048, 1051, 1052, 1054, Ward 'B', Taluqa Shahdad Kot, District Kambar, Sindh Tel: 074-4014461-63 Fax: 074-4014464

#### KAMOKE

# Kamoke - GT Road Branch

Madni Trade Centre, G.T Road, Kamoke Tel: 055- 6815175-76 Fax: 055-6815184

#### KANDH KOT

#### Kandh Kot Branch

Registry # 505 & 520, Mukhi Muhallah, Adjacent: Press Club, Kandh Kot, Sindh Tel: 0722-572604 - 6 & 0722-675607 Fax: 0722-572607

#### **KASUR**

#### Gawadar Branch

Plot Askani Hotel, Mullah Faazul Chowk, Gawadar Tel: 0864-212144- 212146 Fax: 0864-212147

# **GHOTKI**

#### Kasur Branch

Near Pul Qatal Gahri, Kutchery Road, Kasur. Tel: 049-2721993 Fax: 049-2721994

# KHAIRPUR - Rural

# Pacca Chang Branch

CS No. 418/1-08, Deh. Pacca Chang, Taluqa Faiz Ganj, District Khairpur, Sindh Tel: 0243-557403-5 Fax: 0243-557406

# **KOT ADDU**

# Kot Addu Branch

Property # 43, RH, 48/A-49-50, Ward B-III, Kot Addu District, Muzaffar Garh Tel: 066-2240206-07 Fax: 066-2240208



#### **LALAMUSA**

#### Lalamusa Branch

G.T. Road, Lalamusa Tel: 0537 -515694,515699, 515697,519977

Fax: 0537-515685

#### **LARKANA**

#### Larkana Branch

C.S. No. 1808, Pakistan Chowk, Larkana , Sindh Tel: 074-4053608-10

Fax: 074-4053611

#### MANDI BAHAUDDIN

Mandi Bahauddin Branch

Khasra # 143/112, Chak #51, Bank Road, Off Railway Road, Ghalla Mandi, Mandi

Bahauddin

Tel: 0546-600901, 600903-4-5

Fax: 0546-600902

# **MANSEHRA**

#### Mansehra Branch

Al- Hadeed Corporation Market Shahrah Resham, Mansehra

Tel: 0997-303186, 303180 Fax: 0997-303135

# MARDAN

#### The Mall Branch

Plot No. 337, 337-A, The Mall, Mardan.

Tel: 0937-865344-45 Fax: 0937-865342

#### **MIRPURKHAS**

#### Khipro Bus Stand Branch

Plot No. 92-93, Samanabad, Khipro District, Ghumanabad Chowk, Khipro Bus Stand - Mirpurkhas

Tel: 0233-876384 & 874518 Fax: 0233-875925

Fax: 0233-8/5925

#### **Umer Kot Road Branch**

Plot No : 988 to 991 Umerkot Gharibabad,

Mirpur Khas Tel: 0233- 875113-7 Fax: 0233-875118

#### MURIDKE

#### Muridke Branch

774, G.T. Road Muridke Tel: 042-37950456,37994711-12

Fax: 042-37994713

# **NAROWAL**

# Katchery Road Branch

Katchery Road, Narowal Tel: 0542-414105-7 Fax: 0542-414089

#### **NAWABSHAH**

#### Nawabshah Branch

Survey No. 77, Masjid Road, Nawabshah, Sindh Tel: 0244 - 372042 - 44 Fax: 0244-372045

#### **GAWADAR**

#### Gawadar Branch

Plot Askani Hotel, Mullah Faazul Chowk, Gawadar Tel: 0864-212144-212146 Fax: 0864-212147

# **JAMSHORO**

# Nooriabad Branch

Ground Floor, SITE Office Building Nooriabad, Dist Jamshoro, Sindh Tel: 025-4670433-8

Fax: 025-4670434

# **GILGIT** - Rural

# Gilgit Branch

Khasra# 1103, 1112, 1113, Haji Ghulam Hussain Building Raja Bazar Gilgit Tel: 05811-457366-68 Fax: 05811-457369

#### **OKARA**

Ghulam Mustafa Centre, M.A. Jinnah Road, Okara. Tel: 044-2528755, 2525355 Fax: 044-2525356



#### RABWAH

#### Rabwah Branch

Plot No-9-10, Block-14, Darul Sadar, Gol Bazar, (Chenab Nagar) Rabwah Tel: 047-6213795-97 & 6213792 Fax: 047-621 3797

#### **RAHIM YAR KHAN**

#### Rahim Yar Khan Branch

31/34 Shahi Road, Rahimyar Khan Tel: 068-5877821-5883876 Fax: 068-5876776

# **SADIQABAD**

#### Sadigabad Branch

Mozzah Khuda Bux Dehar, Macchi Goth, KLP Road, Sadiqabad Tel: 068- 5951303 & 5951301-2 Fax: 068-5951300

# **SAHIWAL**

# High Street Branch

558/8-1, Navid, Plaza, High Street Sahiwal. Tel: 040-4229247, 4221615,4229247 Fax: 040-4460960

#### **SARGODHA**

# Sargodha Branch

Prince Cinema Market Railway Road, Sargodha Tel: 048-3768113-5 Fax: 048-3768116

#### Satellite Town Branch

Satellite Town, Ground Floor, Afzal Towers, Plot # 302-A, Main Satellite Town, Sargodha. Tel: 048-3221025-28 Fax: 048-3221029

# **SHIKARPUR**

#### Shikarpur Branch

C.S. No.52/33/1, Ward 'B', Lakhi Gate, Shikarpur , Sindh Tel: 0726-522057-59 Fax: 0726-522060

#### **SIALKOT**

# Kashmir Road Branch

Address: Block 'A', ZHC, Kashmir Road, Sialkot Tel: 052-3573304-7 Fax: 052-3573310

#### Paris Road Branch

B1, 16S, 71/A/1, Paris Road, Sialkot Tel: 052-4602712-17 Fax: 052-4598849

#### Small Industrial Area Branch

Plot No. 32 / A, S.I.E - I, Small Industrial Estate, UGOKE Road, Sialkot Tel: 052-3242690 - 92 Fax: 052-3242695

#### SWABI

#### Swabi Branch

Property bearing No. 3361, Main Mardan Road, Swabi Tel: 0938-222968 - 69 Fax: 0938-221572

# **TANDO ALLAHYAR**

#### Tando Allah Yar Branch

C-1, Survey # 274, Main Road, Tando Allah Yar - Sindh Tel: 022-2763181-83 Fax: 022-2763184

#### **TURBAT**

#### Main Bazar Branch

Main Bazar, Turbat Tel: 0852-413874 & 411606 Fax: 0852-414048

# **WAH CANTT**

#### Wah Cantt Branch

Plot No. 17/37, Civic Center, Aslam Market, Wah Cantt Tel: 051-4902238-39 & 4902241

Fax: 051-4902240



# **ISLAMIC BANKING BRANCHES**

#### **KARACHI**

# I. I. Chundrigar Road Branch 2 (Islamic Banking)

5-Business & Finance Centre, Opposite State Bank of Pakistan, Karachi

Tel: 021-32438212, 32472176, 32471796

Fax: 021-32438218

#### Super Highway Branch

Shop No. 29 & 30, Plot # I-B/3, Sub Sector I-A, Scheme No. 33, main Super Highway, Karachi. Tel: 021 - 36830161-3

Fax: 021-36830162

#### Fish Harbour Branch

Plot No. L - 2. Block""L"" Fish Harbour, Dockyard Road,

West Wharf, Karachi PABX: 021-32312166-68

Fax: 021-32312165

#### Zamzama Branch

Shop No. 3, 4, 5, 6 & 7, Plot No. 16-C, 2nd Zamzama Commercial Lane DHA - Karachi

Tel: 021 - 35373135-7 Fax: 021 - 35373138"

# IBL Building Centre, Shahrah-e-Faisal, Branch

Ground Floor IBL Building Center at Plot No. I, Block 7 & 8, D.M.C.H.S, Shahrah-e-Faisal, Karachi

Tel: 021-32368002-4 Fax #. 021 - 32368005

# **LAHORE**

# PIA Society Islamic Banking Branch

Plot # 40, Block-D, Main Boulevard PIA Society, Opp Wapda Town Roundabout, Lahore Tel: 042-35189957 - 59

Fax: 042-35210895

# **HUB. BALUCHISTAN - RURAL**

#### **Hub Branch**

Shop No. 12 - 14, Khasra No. 106/4, Int. Shopping Mall Hotel, Mouza Berot, Tehsil Hub, Lasbella, Baluchistan

Tel: 0853 - 363056 - 058 Fax: 0853 - 363050

#### **CHILAS - RURAL**

#### Chilas Branch

Khasra No. 02, Bazar Area, Chillas, District Baltistan Tel: 05812 - 450702-3

Fax: 05812-450704

#### SKARDU - RURAL

#### Skardu Branch

Khasra No. 1265/39, Yadgar Chowk, Tehsil Skardu, District Baltistan Tel: 05815 - 456693-94

Fax: 05815-456696

# **ISLAMABAD**

# Naval Anchorage Branch

Plot # 19, Commercial No. 2, Naval Officers' Housing Scheme Anchorage, Islamabad

Tel: 051 - 5159126 - 28 Fax: 051 - 5159129

# **DHA Phase-2 Branch**

Plot No. 7, Street SSZBS Al Nahayaan, Sector-A, DHA Phase-2, Near Al Ghurair, Main Boulevard, Islamabad

Tel: 051-4918314 - 16 Fax: 051-4918317

#### **CHITRAL - RURAL**

#### Chitral Branch

Attalique Bazar, Bank Square, Opp: NBP Building, Chitral Tel: 0943 - 412536-37

Fax: 0943 - 414352

# **HYDERBAD**

#### DHA Plaza Branch

Shop No. I & 2, Block ""C"", Defence Plaza, Thandi Sarak, Hyderabad Tel: 022-2108474, 2108478 Fax # 022-210847

#### **RAWALPINDI**

# Bahria Town Branch Phase-IV

Plot # I, Bahria Town, Civic Centre, Phase IV, Rawalpindi Tel: 051-5733945-46 Fax: 051-5733967



Plot No. G-2, Block 2, Clifton, Karachi. UAN: 021-1111-24365, Toll Free: 0800-24365 www.summitbank.com.pk | info@summitbank.com.pk