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Corporate Information

Board of Directors Mr. Waqar Ahmed Malik - Chairman

Mr. Sarfaraz Ahmed Rehman

Mr. Arif Ur Rehman * Dr. Nadeem Inayat Syed Bakhtiyar Kazmi Mr. Manzoor Ahmed

Mr. Mohammad Aftab Manzoor Ms. Zoya Mohsin Nathani Raja Muhammad Abbas Mr. Mushtaq Malik

Mr. Atif R. Bokhari - President & Chief Executive

*Appointed to fill the casual vacancy upon the resignation of Lt Gen Tariq Khan, HI (M)

(Retd), subject to approval of State Bank of Pakistan

Board Audit Committee Mr. Mohammad Aftab Manzoor - Chairman

Dr. Nadeem Inayat Syed Bakhtiyar Kazmi Mr. Manzoor Ahmed Raja Muhammad Abbas

Shariah Board Mufti Muhammad Zahid - Chairman

Dr. Muhammad Tahir Mansoori - Resident Shariah Board Member

Mufti Zakir Hassan Naumani - Member

Dr. Lutfullah Saqib - Member

Auditors M/s KPMG Taseer Hadi & Co

Chartered Accountants

Legal Advisors M/s RIAA, Barker Gillette - Advocates & Corporate Counselors

Company Secretary Syed Ali Safdar Naqvi, FCA

Registered Office AWT Plaza, The Mall, P. 0. Box No.1084

Rawalpindi- 46000, Pakistan.

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Website.www.cdcsrsl.com

Entity Rating Long Term: AA+

Short Term: A1+

By PACRA

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DIRECTORS' REVIEW

Dear Shareholders

The Directors present the unaudited condensed interim unconsolidated financial statements for the third quarter and nine months ended September 30, 2021.

Economic Review:

Pakistan's economy gained further momentum and is set to achieve higher GDP growth during the current fiscal. The recovery has been relatively broad-based and mainly enabled by LSM with the early resumption of industrial activity, and Services that contributes ~60 percent of the GDP. Industrial activity was also supported by packages announced for the automobile and construction sectors.

CPI was recorded at 8.6 percent during Jul-Sep'21 compared to 8.8 percent for the same period of last fiscal. While year-on-year inflation has declined since June'21, rising demand pressures together with higher international commodity prices and expected energy tariff hikes will reflect in inflation readings during the coming months. The SBP increased policy rate by 25 bps, to 7.25 percent on September 20, 2021, after keeping it unchanged for preceding fifteen months. In the policy statement, MPC observed accommodative financial conditions have provided significant support for the growth and recovery since Jul'20. MPC further expects monetary policy to remain accommodative in the near term, with possible further gradual tapering of stimulus to achieve mildly positive real interest rates over time.

Current account posted a deficit of US\$ 2.3 billion reflecting growing imports for energy, vaccines, food, and metals. Exports grew by 35 percent for the same period to US\$ 4.6 billion while remittance grew by 10 percent year on year; sustaining above US\$ 2.0 billion mark for the 15th consecutive month in Aug'21. The 39-month IMF-Extended Fund Facility (EFF) is likely to resume during current fiscal year. Key areas to support long-term growth are expected to include domestic revenue mobilization, reduction of power sector arrears and subsidy reforms.

Looking ahead, a greater emphasis is needed to ensure appropriate policy mix to protect the longevity of growth, keeping inflation expectations anchored, and check on the growth of current account deficit. Gradually rising exports, continued momentum on RDA, strong remittances, are expected to provide vital support along with IMF-EFF. The changing geo political situation in the region, in the light of Afghanistan situation particularly since August 15, poses a downside risk for the economic outlook along with the rising trends of international commodity prices.

Financial Performance:

The financial results of Askari Bank for the nine months ended September 30, 2021 are summarized as under:

	(Rupees in millio		
	Sept 30,	Sept 30,	
	2021	2020	
Net mark-up and non fund income	31,206	29,655	
Administrative and other expenses	(15,984)	(14,920)	
Operating profit	15,222	14,735	
Provisions and write offs - net	(4,058)	(1,321)	
Profit before taxation	11,164	13,414	
Taxation	(4,370)	(5,257)	
Profit after taxation	6,794	8,157	
Basic earning per share - Rupees	5.39	6.47	

The operating profit for the nine months ended September 30, 2021 amounted to Rs 15.2 billion, a year-on-year increase of 3 percent. Profit after taxation declined by 17 percent and is reported at Rs 6.8 billion mainly due to a sharp rise in provisions against non-performing loans; the Bank prudently recorded subjective provisioning for certain stressed accounts during the current period. The earnings per share at Rs 5.39 for the current period compares with Rs 6.47 last year.

During the current period, aggregate net revenues increased by 5.2 percent to Rs 31.2 billion. Net mark-up income increased by 9 percent mainly due to volumetric growth as the interest rates remained relatively stable during the current period as compared to a sharp decline recorded during the corresponding period last year. Aggregate non-mark-up income declined by 7 percent mainly due to lower gain on sale of securities. However, other non-fund incomes; fee commissions, foreign exchange and other income increased by 21 percent offsetting the decline in gain on sale of securities. Administrative and other operating expenses for the current period increased by 7 percent over the corresponding period last year. The Bank crossed the milestone of one trillion deposit during the period in review. Customer deposits are reported at Rs 1.01 trillion, a growth of 27 percent during the current nine months. The current and saving accounts constitute 83 percent of the total deposit as at September 30, 2021. Gross advances grew by 13.8 percent, from Rs 422 billion at year end 2020 to Rs 480 billion at September 30, 2021. Non-performing loans and aggregate provision there against, increased by 14 and 15 percent, respectively. Provision coverage ratio improved to 94.2 percent at the period end.

The Bank's entity rating was reaffirmed at 'AA+' (Double A Plus) for the long-term by Pakistan Credit Rating Agency Limited (PACRA), with outlook assigned as 'Stable'. The Bank's strong brand and affiliation with Fauji Foundation are recognized as the key rating drivers, supported by strengths in terms of market penetration, customer confidence, sustainable funding sources and avenues for generating mark-up and non-mark-up based income stream. The short-term rating was maintained at 'A1+' (A One Plus).

Askari Bank will continue to drive sustainable business growth through deeper relationships, customer acquisition and relevant innovations. Enhanced customer experience remains our key priority enabled by continuous process improvements, automation and digitization. The Bank plans to grow its market share in low cost deposit, trade business, consumer products, SME and commercial segments. The Bank will remain focused on maintaining a stable liquidity profile, protecting capital and safeguarding Bank's assets and earning potential. Alongside, our focus remains on enhancing governance framework and key pillars of compliance, risk management and people development, to maintain solid foundation, sustainable growth and building long-term shareholder value.

Acknowledgment:

On behalf of the Board, we would like to place on record our gratitude to our valued customers for their continued patronage to the Askari brand; our profound thanks to the State Bank of Pakistan, Securities and Exchange Commission of Pakistan and other regulatory authorities for their guidance and assistance. We would also like to express our appreciation for the hard work and dedication of our staff, especially in customer facing business units, who ensured uninterrupted delivery of service in these difficult times.

-sd-Atif R. Bokhari President & Chief Executive -sd-Waqar Ahmed Malik Chairman, Board of Directors

Rawalpindi October 21, 2021

ڈائر یکٹرز کی جائزہ رپورٹ

عزيز خصص داران،

ڈ ائر کیٹرز 30 ستمبر 2021 کوشتم ہونے والی نوماہی مدت کے لیے غیر آ ڈٹ شدہ مختصر عبوری غیر منفم شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

معاشى جائزه:

پاکستان کی معیشت میں مزید بہتری آئی ہےاوررواں مالی سال کے دوران جی ڈی پی شرح نمو میں اضافہ متوقع ہے۔ بھالی نسبتاً وسیع بنیاد پر ہوئی اور جی ڈی پی کا 60 فیصد حصدالل الیں ایم کا ہے جو بنیا دی طور پر صنعتی سرگرمیوں اور خد مات کی جلد بھالی میں معاون ثابت ہوا۔ صنعتی سرگرمیوں کوآٹومو بائل اور تغییراتی شعبوں کے لیے اعلان کر دہ پیکیجز کی وجہ سے معاونت ملی۔

جولائی تا تمبر 2021 کی مدت کے دوران تی پی آئی 8.6 فیصدر ہا جوگزشتہ مالی سال میں اسی دورانیے میں 8.8 فیصد تھا۔ اگر چہ جون 2021 کے بعد گزشتہ سال اسی مدت کے مقابلے میں افراط زرمیں کی آئی ہے مگر بڑھتی ہوئی طلب کے دباؤا وراس کے ساتھ ساتھ بین الاقوا می کموڈٹی کی قیتوں اور تو انائی کے متوقع اضافی ٹیرف آئندہ مہینوں کے دوران افراط زرمیں منعکس ہونگے۔ مانیڑی پالیسی جس میں پیچھلے بندرہ ماہ سے کوئی تبدیلی نہیں گئی تھی اسٹیٹ بینک نے 25 بی پالیسی کا اضافہ کر کے 25.7 فیصد کردی۔ پالیسی کے بیان میں ایم بی سی نے مشاہدہ کیا کہ موزوں مالی صورتحال نے جولائی 2020 کے بعد سے ترقی اور ریکوری میں نمایاں طور پر معاونت فراہم کی ہے۔ مزید ہے کہ ایم ہی کہ ساتھ بندر تک کی کہ مالیاتی پالیسی مستقبل قریب میں سازگار رہے گی اوروقت کے ساتھ ساتھ قدر سے نرم مثبت ریئل انٹر سٹ ریٹس حاصل کرنے کے لیے حوصلہ افزائی کے ساتھ بندر تک کی ۔

آئے گی۔

کرنٹ اکاؤنٹ میں 2.3 ارب امریکی ڈالرکا خسارہ دیکھنے میں آیا جوتوانائی، ویکسین،خوراک اور دھاتوں کی بڑھتی ہوئی درآ مدات کی عکاسی کرتا ہے۔اس مدت کے دوران برآ مدات 35 فیصد بڑھ کر 4.6 بلین امریکی ڈالر ہوگئیں جبکہ ترسیلات زرمیں سالانہ 10 فیصد اضافہ ہوا جو کہاگست 2021 میں مسلسل 15 ویں مہینے کے لیے 2.0 ارب امریکی ڈالر سے اوپر برقرار ہے۔رواں مالی سال کے دوران 39 ماہ کے آئی ایم ایف کی جانب سے توسیعی فنڈ کی سہولت (EFF) کا دوبارہ آغاز ہونے کا امکان ہے۔طویل مدتی ترقی میں معاون کلیدی شعبوں میں ملکی آمدنی کو متحرک کرنے ، یا درسیکٹر کے بقایا جات میں کی اور سبسڈی اصلاحات کی توقعات شامل ہیں۔

دیر پاتر تی کے تحفظ ،افراط زر کی تو قعات میں گھہراؤ اور کرنٹ اکاؤنٹ خسارے کی نموکو چیک کرنے کے لیے مناسب پالیسی کو بیٹی بنانے کے لیے اب مزید زوردیے کی ضرورت ہے۔ بتدریج بڑھتی ہوئی برآ مدات ،آرڈی اے کے جاری تسلسل ،مضبوط ترسیلات زر کے ساتھ آئی ایم ایف کے ای ایف ایف کی بدولت اہم معاونت متوقع ہے۔ بالخصوص 15 اگست کے بعدا فغانستان میں جاری صورتحال کے تناظر میں خطے میں بدلتی ہوئی سیاسی صورتحال ،اور بین الاقوامی کموڈٹی کی قیمتوں کے بڑھتے ہوئے رجحانات معیثت کیلئے منفی خطرات کا بیش خیمہ ہیں۔

مالياتي كاركردگي:

عسكرى بيك كے 30 ستمبر 2021 كوختم ہونے والى نوماہى مدت كے مالى نتائج كا خلاصد درج ذيل ہے:

(روپے مل	لين ميں)
30 ستمبر 2021	30 ستمبر 2020
31,206	29,655
(15,984)	(14,920)
15,222	14,735
(4,058)	(1,321)
11,164	13,414
(4,370)	(5,257)
6,794	8,157
5.39	6.47

30 ستبر 2021 کوختم ہونے والی نو ماہی مدت کا آپریٹنگ منافع 15.1 ارب روپے رہاجس میں گزشتہ سال کی نسبت 3 فیصد اضافہ د کیھنے میں آیا۔ بعد ازئیکس منافع 17 فیصد کی کے ساتھ 6.8 ارب روپے رہا ،جس کی بنیادی وجہ نان پر فار منگ قرضہ جات کے عوض پر وویژنز میں تیزی سے اضافہ ہے کیونکہ بینک نے مختاط رہتے ہوئے زیر جائزہ مدت کے ساتھ 8.6 ارب روباؤ قرضہ جات کے عوض مشروط پر وویژن فراہم کی۔ روال دورانیہ کی مدت کیلئے آمدن فی تصص گزشتہ سال کے اسی دورانیہ کی مدت کے 6.47 روپے کے مقابلے میں 5.39 روپے دہیں۔

پاکستان کریڈٹ ریٹنگ ایجنسی کمیٹٹر (PACRA) کی جانب سے مقررہ کردہ بینک کی طویل مدتی اینٹیٹی ریٹنگ"+AA" پر برقرارر کھی گئی، جو کہ " مشخکم" ہونے کی علامت ہے۔اہم ریٹنگ میں بینک کے مضبوط برانڈ اور فوجی فاؤنڈیشن کے ساتھ وابستگی کے عناصر کار فرما ہیں اور اس کے علاوہ مارکیٹ میں رسائی، سٹمر کا اعتماد، پائیدار فنڈنگ کے ذرائع کے مضرمعیاد کی ریٹنگ '+A1'(Aون پلس) برقر اررکھی گئی۔

عسکری بینک گہر نے تعلقات، کسٹم کے حصول اور متعلقہ جدت کے ذریعے پائیدار کاروباری ترقی کا سفر جاری رکھے گا۔ آٹومیشن اورڈ بجیٹایزیشن کے ذریعے بہتر کسٹم تجربہ ہماری ترجیحات کا جزولازم ہے۔ بینک کم قیمت ڈپازٹ،ٹریڈ برنس، کنزیومر پروڈ کٹس،الیسا بم ای اور کمرشل شعبوں میں اپنا مارکیٹ شیئر بڑھانے کا عزم رکھتا ہے۔ مشحکم کیکویڈ پیٹ پروفائل کو برقر اررکھنا،سر مائے اور بینک کے اثاثوں کا تحفظ اور آمدنی کے امکانات بینک کی توجہ کا محور ومرکز رہیں گے۔علاوہ ازیں، پائیدار ترقی اور طویل مدتی شیئر ہولڈرویلیوکو بررقر اررکھنے کیلئے ہماری توجہ گورنس فریم ورک میں بہتری اور کمیلائنس،رسک مینجنٹ اور پیپل ڈویلپہنٹ کے اہم ستونوں کی پائیداری پرمرکوزر ہے گی۔

اعترافات

بورڈ کی جانب سے، ہم عسکری برانڈ کی سر پرتی کرنے پراپنے گرال قدرصارفین کے بے حدمشکور ہیں۔ ہم اسٹیٹ بینک آف پاکستان، سکیورٹیز اینڈ ایکیپینے کمیٹن آف پاکستان اور دیگرر یگولیٹری اتھارٹیز کی جانب سے رہنمائی اور معاونت کا بھی شکر بیادا کرتے ہیں۔ ہم اپنے عملے کی انتقک محنت اور کگن کے بھی معترف ہیں جنہوں نے اس مشکل وقت میں کاروباری حلقوں کےصارفین کو بلاتعطل خدمات کی فراہمی کولیٹنی بنایا۔

عاطف ریاض بخاری صدرو چیف ایگز یکٹیو صدرو چیف ایگز یکٹیو

> راولپنڈی 21اکتوبر 2021

Unconsolidated Condensed Interim Statement of Financial Position As at September 30, 2021

		(Un-audited)	(Audited)
		September 30,	December 31,
		2021	2020
	Note	(Rupees	s in '000)
ASSETS			
Cash and balances with treasury banks	6	74,955,505	73,651,718
Balances with other banks	7	7,726,825	7,954,288
Lendings to financial institutions	8	25,473,790	-
Investments	9	573,251,848	449,687,240
Advances	10	449,555,527	395,373,840
Fixed assets	11	20,111,242	21,213,709
Intangible assets	12	1,201,555	1,143,146
Deferred tax assets	13	2,932,647	1,623,001
Other assets	14	41,525,511	41,870,120
		1,196,734,450	992,517,062
LIABILITIES			
Bills payable	15	11,129,165	12,629,996
Borrowings	16	74,970,562	84,163,669
Deposits and other accounts	17	1,006,021,238	791,186,883
Liabilities against assets subject to finance lease		-	-
Subordinated debts	18	12,000,000	12,000,000
Deferred tax liabilities	13	-	-
Other liabilities	19	36,771,891	37,990,164
		1,140,892,856	937,970,712
NET ASSETS		55,841,594	54,546,350
REPRESENTED BY			
Share capital		12,602,602	12,602,602
Reserves		32,082,490	25,632,015
Surplus on revaluation of assets - net of tax	20	5,379,308	7,637,784
Unappropriated profit	-	5,777,194	8,673,949
		55,841,594	54,546,350
CONTINGENCIES AND COMMITMENTS	21		

The annexed notes 1 to 38 form an integral part of these unconsolidated condensed interim financial statements.

-sd- -sd- -sd- -sd- -sd- -sd- CFO President & CE Director Director Chairman

Unconsolidated Condensed Interim Profit and Loss Account (Un-audited)

For the quarter and nine months ended September 30, 2021

		For the quarter ended		For the nine months ended		
		September 30,	September 30,	September 30,	September 30,	
		2021	2020	2021	2020	
	Note	(Rupees	in '000)	(Rupees	in '000)	
Mark-up / return / interest earned	23	20,391,026	18,012,584	55,821,832	61,256,155	
Mark-up / return / interest expensed	24	11,645,115	9,942,427	31,293,292	38,769,698	
Net mark-up / interest income		8,745,911	8,070,157	24,528,540	22,486,457	
Non mark-up / interest income						
Fee and commission income	25	1,104,110	995,159	3,126,965	2,503,985	
Dividend income		132,407	80,603	325,886	202,950	
Foreign exchange income		675,708	666,621	2,115,168	1,850,817	
Income / (loss) from derivatives		-	-	-	-	
Gain on securities	26	23,747	997,243	814,286	2,388,992	
Other income	27	86,329	75,242	295,393	221,781	
Total non-markup / interest income		2,022,301	2,814,868	6,677,698	7,168,525	
Total income		10,768,212	10,885,025	31,206,238	29,654,982	
Non mark-up / interest expenses						
Operating expenses	28	5,054,965	4,892,231	15,944,885	14,844,055	
Workers' Welfare Fund		12,763	6,840	32,920	33,442	
Other charges	29	425	31,050	6,036	42,904	
Total non-markup / interest expenses		5,068,153	4,930,121	15,983,841	14,920,401	
Profit before provisions		5,700,059	5,954,904	15,222,397	14,734,581	
Provisions and write offs - net	30	1,278,503	676,485	4,058,524	1,320,797	
Extraordinary / unusual items						
Profit before taxation		4,421,556	5,278,419	11,163,873	13,413,784	
Taxation	31	1,738,690	2,075,248	4,369,611	5,256,861	
Profit after taxation		2,682,866	3,203,171	6,794,262	8,156,923	
		Rupe	ees	Rup	ees	
Basic and diluted earnings per share	32	2.13	2.54	5.39	6.47	

The annexed notes 1 to 38 form an integral part of these unconsolidated condensed interim financial statements.

-sd-	-sd-	-sd-	-sd-	-sd-
CFO	President & CE	Director	Director	Chairman

Unconsolidated Condensed Interim Statement of Comprehensive Income (Un-audited) For the quarter and nine months ended September 30, 2021

	For the qua	arter ended	For the nine n	nonths ended
	September 30,	September 30,	September 30,	September 30,
	2021	2020	2021	2020
	(Rupees in '000)		(Rupees	s in '000)
Profit after taxation for the period	2,682,866	3,203,171	6,794,262	8,156,923
Other comprehensive income / (loss)				
Items that may be reclassified to profit and loss account in subsequent periods:				
Effect of translation of net investment in foreign branch	221,059	(28,229)	198,455	106,052
Movement in (deficit) / surplus on revaluation of				
investments - net of tax	(1,301,349)	(3,008,635)	(1,914,015)	2,308,611
	(1,080,290)	(3,036,864)	(1,715,560)	2,414,663
Items that will not be reclassified to profit and loss account in subsequent periods:				
Remeasurement of defined benefit plan - net of tax Movement in surplus / (deficit) on revaluation of	-	-	28,813	(9,750
non-banking assets	2,129	_	(31,490)	_
-	2,129	-	(2,677)	(9,750
Total comprehensive income	1,604,705	166,307	5,076,025	10,561,836

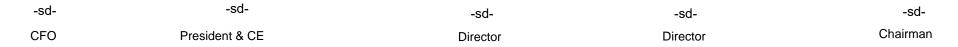
The annexed notes 1 to 38 form an integral part of these unconsolidated condensed interim financial statements.

-sd- -sd- -sd- -sd- -sd- CFO President & CE Director Director Chairman

Unconsolidated Condensed Interim Statement of Changes in Equity (Un-audited) For the nine months ended September 30, 2021

		Exchange	Share			Surplus / (deficit) on revaluation of			
	Share	translation	premium	Statutory	General		Fixed / Non	Un-appropriated	
	capital	reserve	account	reserve	reserve	Investments	banking assets	profit / (loss)	Total
					(Rupees in '000))			
Balance as at January 1, 2020	12,602,602	275,169	234,669	10,098,551	8,757,871	(1,534,291)	5,834,717	5,986,556	42,255,844
Total comprehensive income for the nine months ended									
September 30, 2020									
Net profit for the nine months ended September 30, 2020	-	-	-	-	-	-	-	8,156,923	8,156,923
Other comprehensive income related to equity	-	106,052	-	-	-	2,308,611	-	(9,750)	2,404,913
	-	106,052	-	-	-	2,308,611	-	8,147,173	10,561,836
Transfer to Statutory reserve	-	-	-	1,631,385	-	-	-	(1,631,385)	-
Transfer from surplus on revaluation of assets to									
unappropriated profit - net of tax	-	-	-	-	-	-	(22,922)	23,937	1,015
Transfer to General reserve	-	-	-	-	4,096,166	-	-	(4,096,166)	-
Transaction with owners, recorded directly in equity									
Final dividend 2019: Rs. 1.5 per share	-	-	-	-	-	-	-	(1,890,390)	(1,890,390)
Balance as at September 30, 2020	12,602,602	381,221	234,669	11,729,936	12,854,037	774,320	5,811,795	6,539,725	50,928,305
Total comprehensive income for the quarter ended									
December 31, 2020									
Net profit for the quarter ended December 31, 2020	-	-	-	-	-	-	-	2,643,452	2,643,452
Other comprehensive income related to equity	-	(96,538)	-	-	-	(723,688)	1,829,237	(35,176)	973,835
	-	(96,538)	-	-	-	(723,688)	1,829,237	2,608,276	3,617,287
Transfer to Statutory reserve	-	-	-	528,690	-	-	-	(528,690)	-
Transfer from surplus on revaluation of assets to									
unappropriated profit - net of tax	-	-	-	-	-	-	(53,880)	54,638	758
Balance as at December 31, 2020	12,602,602	284,683	234,669	12,258,626	12,854,037	50,632	7,587,152	8,673,949	54,546,350
Total comprehensive income for the nine months ended									
September 30, 2021									
Net profit for the nine months ended September 30, 2021	-	-	-	-	-	-	-	6,794,262	6,794,262
Other comprehensive income related to equity	-	198,455	-	-	-	(1,914,015)	(31,490)	28,813	(1,718,237)
	-	198,455	-	-	-	(1,914,015)	(31,490)	6,823,075	5,076,025
Transfer to Statutory reserve	-	-	-	1,358,852	-	-	-	(1,358,852)	-
Transfer from surplus on revaluation of asset to unappropriated profit - net of							(312,971)	312,971	
tax	-	-	-	-	4,893,168	-	(312,371)	(4,893,168)	-
Transfer to General reserve					4,000,100			(4,000,100)	
Transaction with owners, recorded directly in equity Final dividend 2020: Rs. 3 per share	-	-	-	-	_	-	_	(3,780,781)	(3,780,781)
Balance as at September 30, 2021	12,602,602	483,138	234,669	13,617,478	17,747,205	(1,863,383)	7,242,691	5,777,194	55,841,594
Zalalies as at espisition so, Est i								I	

The annexed notes 1 to 38 form an integral part of these unconsolidated condensed interim financial statements.



ASKARI BANK LIMITED
Unconsolidated Condensed Interim Cash Flow Statement (Un-audited)
For the nine months ended September 30, 2021

		For the nine mo	onths ended
		September 30,	September 30,
		2021	2020
	Note	(Rupees i	n '000)
Cash flow from operating activities			
Profit before toyotion		11 162 072	12 /12 70/
Profit before taxation Less: dividend income		11,163,873 (325,886)	13,413,784 (202,950)
Less. dividend income		10,837,987	13,210,834
Adjustments:			-, -,
Depreciation		738,906	835,547
Depreciation on right of use assets		1,072,385	1,090,497
Amortization		144,075	169,369
Mark-up expense on lease liability against right of use assets		676,160	684,653
Termination of lease contracts under IFRS - 16 Leases		(2,649)	(2,373)
Charge for defined benefit plan		218,571	256,030
Provisions and write offs - net	30	4,138,650	1,378,527
Unrealised gain on held for trading securities Gain on sale of fixed assets		- (F F70)	(11,896)
Gain on sale of fixed assets		(5,579) 6,980,519	(4,793) 4,395,561
		17,818,506	17,606,395
(Increase) / decrease in operating assets		17,010,500	17,000,595
Lendings to financial institutions		(25,473,790)	11,133,772
Held for trading securities		(20, 170,700)	(524,922)
Advances		(58,252,554)	(12,789,322)
Other assets (excluding advance taxation)		465,314	(150,172)
, , , , , , , , , , , , , , , , , , ,		(83,261,030)	(2,330,644)
Increase / (decrease) in operating liabilities		, , ,	, , , ,
Bills payable		(1,500,831)	(322,567)
Borrowings from financial institutions		(9,193,107)	38,838,234
Deposits		214,834,355	84,932,359
Other liabilities (excluding current taxation)		(463,004)	(26,466)
		203,677,413	123,421,560
Net cash flow generated from operations		138,234,889	138,697,311
Income tax paid		(4,994,160)	(3,470,065)
Net cash flow generated from operating activities		133,240,729	135,227,246
Cash flow from investing activities			
Net investments in available for sale securities		(99,150,578)	(133,226,575)
Net investments in held to maturity securities		(27,580,783)	(7,360,789)
Net investments in subsidiary		-	(50,830)
Dividend received		282,540	194,661
Investments in operating fixed assets		(671,934)	(754,835)
Investments in intangible assets		(201,691)	(398,647)
Proceeds from sale of fixed assets		12,408	12,943
Effect of translation of net investment in foreign branch		198,455	106,052
Net cash used in investing activities		(127,111,583)	(141,478,020)
Cash flow from financing activities			
Receipts / (payments) of subordinated debts - net		-	2,008,000
Payments against lease liabilities		(1,320,264)	(1,090,994)
Dividend paid		(3,732,564)	(1,870,484)
Net cash used in financing activities		(5,052,828)	(953,478)
Increase / (decrease) in cash and cash equivalents		1,076,318	(7,204,252)
Cash and cash equivalents at beginning of the period		81,606,012	77,256,780
Cash and cash equivalents at end of the period		82,682,330	70,052,528

The annexed notes 1 to 38 form an integral part of these unconsolidated condensed interim financial statements.

-sd-	-sd-	-sd-	-sd-	-sd-	
CFO	President & CE	Director	Director	Chairman	

Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

1. STATUS AND NATURE OF BUSINESS

Askari Bank Limited (the Bank) was incorporated in Pakistan on October 9, 1991 as a Public Limited Company and is listed on the Pakistan Stock Exchange. The registered office of the Bank is situated at AWT Plaza, the Mall, Rawalpindi. The Bank is a scheduled commercial bank and is principally engaged in the business of banking as defined in the Banking Companies Ordinance, 1962. The Fauji Consortium: comprising of Fauji Foundation (FF), Fauji Fertilizer Company Limited (FFCL) and Fauji Fertilizer Bin Qasim Limited (FFBL) collectively owned 71.91 percent shares (December 2020: 71.91 percent sharfes) of the Bank as on September 30, 2021. The ultimate parent of the Bank is Fauji Foundation. The Bank has 537 branches (December 2020: 535 branches); 536 in Pakistan and Azad Jammu and Kashmir (including 95 (December 2020: 95) Islamic Banking branches and 49 (December 2020: 49) sub-branches) and a Wholesale Bank Branch (WBB) in the Kingdom of Bahrain.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

2.1 BASIS OF PREPARATION

- 2.1.1 These unconsolidated condensed interim financial statements represent separate financial statements of Askari Bank Limited. The consolidated condensed interim financial statements of the Group are being issued separately.
- 2.1.2 The unconsolidated condensed interim financial statements are presented in Pak Rupees, which is the Bank's functional and presentation currency. The amounts are rounded off to the nearest thousand.
- 2.1.3 These unconsolidated condensed interim financial statements have been prepared under the historical cost convention except that certain classes of fixed assets and non-banking assets acquired in satisfaction of claims are stated at revalued amounts and certain investments have been marked to market and are carried at fair value. In addition, obligations in respect of staff retirement benefits are carried at present value.

2.2 STATEMENT OF COMPLIANCE

- 2.2.1 These unconsolidated condensed interim financial statements have been prepared in accordance with the approved accounting and reporting standards as applicable in Pakistan. The approved accounting and reporting standards 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 the Companies Act, 2017;
 and
 - Directives issued by the State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP).

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

- 2.2.2 The SBP, vide its BSD Circular Letter no. 10 dated August 26, 2002 has deferred the applicability of International Accounting Standard 40, Investment Property, for banking companies till further instructions. Further, the SECP, through S.R.O 411(1)/2008 dated April 28, 2008, has deferred the applicability of IFRS 7, Financial Instruments: Disclosures, to banks. Additionally, the SBP vide BPRD Circular Letter No. 24 of 2021 dated July 5, 2021 has deferred the applicability of IFRS 9 to banks to accounting periods beginning on or after January 1, 2022. Accordingly, the requirements of these standards have not been considered in the preparation of these unconsolidated condensed interim financial statements.
- 2.2.3 The SECP vide its notification SRO 633 (I)/2014 dated 10 July 2014, adopted IFRS 10 effective from the periods starting from June 30, 2014. However, vide its notification SRO 56 (I)/2016 dated January 28, 2016, it has been notified that the requirements of IFRS 10 and section 228 of the Companies Act, 2017 will not be applicable with respect to the investment in mutual funds established under trust structure.
- 2.2.4 These unconsolidated condensed interim financial statements have been presented in accordance with the requirements of format prescribed by SBP vide BPRD Circular Letter No. 5 dated March 22, 2020 and International Accounting Standard 34 'Interim Financial Reporting' and do not include all the information and disclosures required in the audited annual unconsolidated financial statements, and should be read in conjunction with the audited annual unconsolidated financial statements of the Bank for the financial year ended December 31, 2020.

Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

3. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the audited annual unconsolidated financial statements of the Bank for the year ended December 31, 2020.

3.1 Standards, interpretations of and amendments to published approved accounting and reporting standards that are effective in the current period

There are certain new and amended standards, interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after January 1, 2021 but are considered not to be relevant or do not have any significant effect on the Bank's operations and are therefore not detailed in these unconsolidated condensed interim financial statements.

3.2 Standards, interpretations of and amendments to published approved accounting and reporting standards that are not yet effective

As per the SBP's BPRD Circular Letter no.24 dated July 5, 2021, the applicability of IFRS 9 to banks in Pakistan has been deferred to accounting periods beginning on or after January 1, 2022. The impact of application of IFRS 9 in Pakistan on Bank's financial statements is being assessed and implementation guidelines are awaited.

There are various other standards, interpretations and amendments to accounting standards as applicable in Pakistan that are not yet effective in the current period. These are not likely to have material effect on the Bank's financial statements.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

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 audited annual unconsolidated financial statements of the Bank for the year ended December 31, 2020.

5. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Bank are consistent with those disclosed in the audited annual unconsolidated financial statements for the year ended December 31, 2020.

				(Un-audited)	(Audited)
				September 30,	December 31,
				2021	2020
6.	CASH AND BALANCES WITH TREAS	URY BANKS		Rupees	in '000
	In hand:				
	Local currency			22,724,665	17,290,446
	Foreign currencies			5,466,391	4,030,731
				28,191,056	21,321,177
	With the State Bank of Pakistan in:				
	Local currency current accounts			30,452,322	37,199,449
	Foreign currency current accounts			4,786,200	4,513,312
	Foreign currency deposit account			9,103,338	7,501,569 49,214,330
	With National Bank of Pakistan in:			44,341,000	49,214,330
				2.045.000	2 200 004
	Local currency current accounts			2,015,069	2,260,681
	Prize bonds			407,520	855,530
				74,955,505	73,651,718
7.	BALANCES WITH OTHER BANKS				
	In Pakistan				
	In current accounts			518,135	230,682
	In deposit accounts				151
				518,135	230,833
	Outside Pakistan				
	In current accounts			1,326,174	2,206,020
	In deposit accounts			5,882,531	5,517,441
				7,208,705	7,723,461
	Provision under IFRS 9 related to WBB			(15)	(6)
				7,726,825	7,954,288
8.	LENDINGS TO FINANCIAL INSTITUTION	ONS			
	Repurchase agreement Lendings (Reve	rse Repo)		25,473,790	-
	Purchase under resale arrangement of e	equity securities		148,607	148,607
				25,622,397	148,607
	Provision held against lending to financia	al institutions		(148,607)	(148,607)
	Lendings to financial institutions - net of	provision		25,473,790	
		September 30, 20	21 (Un-audited)	December 31,	2020 (Audited)
		Classified	Provision held	Classified	Provision held
		lending		lending	i iovision neiu
8.1	Category of classification		(Rupees	in '000)	
	Domestic				
	Loss	148,607	148,607	148,607	148,607

Units of open end mutual funds Fully paid preference shares Non Government Debt Securities Foreign securities Federal Government Debt Securities Foreign securities Federal Government Debt Securities Foreign securities Foreign securities Foreign securities Foreign securities Foreign securities Foreign securities Federal Government Debt Securities Foreign securities Subsidiaries Foreign Securities Foreign securities Foreign securities Foreign securities 122,366,552 110,000 (110,000) (110,000)	
Subsidiaries Subsidiaries Subsidiaries Subsidiaries Subsidiaries Subsidiaries Subsidiaries Subsidiaries Subsidiaries Subsective Subsidiaries Subsective Subsidiaries Subsective Subsidiaries Subsective Subsidiaries Subsective Subsidiaries Subsective Subsective Subsective Subsective Subsective Subsective Subsidiaries Subsective Subsective Subsidiaries Subsective Subsidiaries Subsective Subsidiaries Subsective Subsidiaries	ıg
9.1 Investments by type: Available for sale securities Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares Non Government Debt Securities Foreign securities Federal Government Securities 12,257,095 13,626 12,257,095 13,626 12,257,095 13,626 12,257,095 13,626 12,257,095 13,626 12,257,095 13,626 12,257,095 13,706 13,867,859 13,706 140,558,171,942 14,43 151,048,874 10,969,457 11,048,874 11,04	;
Available for sale securities Federal Government Securities Shares Units of open end mutual funds Folly paid preference shares Non Government Debt Securities Foreign securities Federal Government Securities Foreign securities Federal Government Debt Securities Foreign securities Federal Government Debt Securities Foreign securities Federal Government Debt Securities Foreign securities Forei	
Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares Non Government Debt Securities Foreign securities Federal Government Securities Federal Government Securities Federal Government Securities Federal Government Securities Federal Government Securities Federal Government Securities Foreign securities Federal Government Securities Foreign securities Federal Government Securities Federal Government Securities Federal Government Securities Federal Government Securities Foreign securities Federal Government	
Shares	
Units of open end mutual funds Fully paid preference shares Non Government Debt Securities Foreign securities Federal Government Debt Securities Non Government Debt Securities Foreign securities Federal Government Debt Securities Foreign securities Foreign securities Foreign securities Foreign securities Foreign securities Foreign securities Federal Government Debt Securities Foreign securities Subsidiaries Foreign Securities Foreign securities Foreign securities Foreign securities 122,366,552 110,000 (110,000) (110,000)),766
Fully paid preference shares Non Government Debt Securities Foreign securities Fully paid preference shares Non Government Debt Securities Foreign securities Forei	7,365
Non Government Debt Securities 12,257,095 (1,388,785) 99,147 10,969,457 503,060 482,547 (5,203) 18,534 49	3,420
Foreign securities 513,626 (24,272) 13,706 503,060 482,547 (5,203) 18,534 49 452,189,201 (1,869,922) (3,054,726) 447,264,553 353,038,623 (1,770,488) 77,895 351,34 Held to maturity securities Federal Government Securities Non Government Debt Securities Foreign securities 110,000 (110,000) (110,	,945
## Held to maturity securities Federal Government Securities Non Government Debt Securities Foreign securities 122,366,552 110,000 110,000 126,102,469 126,102,469 127,895	3,656
Held to maturity securities Federal Government Securities 122,366,552 (143,966) - 122,222,586 95,034,902 (116,957) - 94,91 Non Government Debt Securities 110,000 (110,000) - - 110,000 (110,000) - Foreign securities 3,625,917 (26,827) - 3,599,090 3,376,784 (85,070) - 3,29 Subsidiaries	5,878
Federal Government Securities Non Government Debt Securities Foreign securities 122,366,552 110,000 3,625,917 (26,827) 126,102,469 122,366,552 (143,966) (110,000) - 122,222,586 - 110,000 - 110,000 110,000 110,000 110,000 3,376,784 (85,070) - 125,821,676 98,521,686 (312,027) - 98,20 Subsidiaries	5,030
Non Government Debt Securities	
Non Government Debt Securities	′,945
126,102,469 (280,793) - 125,821,676 98,521,686 (312,027) - 98,20 Subsidiaries	-
Subsidiaries	1,714
	,659
• • • • • • • • • • • • • • • • • • • •	
Askari Securities Limited 165,619 165,619 165,619 (34,068) - 13	1,551
Total investments 578,457,289 (2,150,715) (3,054,726) 573,251,848 451,725,928 (2,116,583) 77,895 449,68	′,240
(Un-audited) (Audite	
September 30, December 30, Dece	
2021 2020	
9.1.1 Investments given as collateral (Rupees in '000)	
The market value of investments given as collateral is as follows:	
Market Treasury Bills - 13,71	
	5,600
	2,504
	1,081
Turkish Euro Bonds 590,851 Turkish Sukuks - 97	- 3,391
	9,713
·	1,168
17,431,779 33,89	

Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

		(Un-audited)	(Audited)
		September 30,	December 31,
		2021	2020
		(Rupees	in '000)
9.2	Provision for diminution in value of investments		
9.2.1	Opening balance	2,116,583	3,554,891
	Exchange adjustments	14,161	5,614
	Charge / (reversals)		
	Charge for the period / year	122,092	506,776
	(Reversal) / provision under IFRS 9 related to WBB	(29,130)	41,248
	Reversals for the period / year	(69,986)	(82,163)
	Net charge for the period / year	22,976	465,861
	Reversal on disposals	(3,005)	(1,943,851)
	Transfer of provision against asset held for sale	-	34,068
	Closing balance	2,150,715	2,116,583

9.2.2 Particulars of provision against debt securities

September 30, 202	1 (Un-audited)	December 31, 2020 (Audited)		
Non performing investments (NPI)	Provision	Non performing investments (NPI)	Provision	
(Rupees in '000)				

Category of classification

Domestic

Loss 1,496,785 1,496,785 1,532,704 1,532,704

- 9.2.3 In addition to the above, Bahrain Branch of the Bank holds general provision of Rs. 224,136 thousand (December 31, 2020: Rs 239,107 thousand) against investment in accordance with ECL requirements of IFRS 9.
- 9.3 The market value of securities classified as held to maturity as at September 30, 2021 is Rs. 129,046,342 thousand (December 31, 2020: Rs. 104,630,207 thousand).

Amounts written off

Closing balance

Amounts charged off- agriculture financing

Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

				Perform	nina	Non Perfo	rming	Tota	al I
				(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
				September 30,	December 31,	September 30,	December 31,	September 30,	December 31,
10.	ADVANCES			2021	2020	2021	2020	2021	2020
						(Rupees in	,		
	Loans, cash credits, running finances, etc. Islamic financing and related assets			359,127,229 68,802,879	310,114,350 62,691,358	29,427,537 2,805,236	25,666,137 2,684,267	388,554,766 71,608,115	335,780,487 65,375,625
	Bills discounted and purchased			19,731,564	20,603,372	2,605,236 177,999	60,406	19,909,563	20,663,778
	Advances - gross			447,661,672	393,409,080	32,410,772	28,410,810	480,072,444	421,819,890
	Provision against advances			, ,	,		, ,	, ,	, ,
	- Specific			-	-	(28,816,420)	(24,820,923)	(28,816,420)	(24,820,923)
	- General			(1,700,497)	(1,625,127)	-	-	(1,700,497)	(1,625,127)
				(1,700,497)	(1,625,127)	(28,816,420)	(24,820,923)	(30,516,917)	(26,446,050)
	Advances - net of provision			445,961,175	391,783,953	3,594,352	3,589,887	449,555,527	395,373,840
								(Un-audited)	(Audited)
								September 30,	December 31,
								2021	2020
10.1	Particulars of advances (Gross)							(Rupees i	n '000)
	In local currency							448,486,151	398,239,110
	In foreign currencies							31,586,293	23,580,780
								480,072,444	421,819,890
10.2	Advances include Rs. 32,410,772 thousand (December 31, 2020: Rs. 28,410,810 thousand)	which have been	placed under non	n-performing status as	detailed below:				
	, , , , , , , , , , , , , , , , , , , ,			,					
	Outcome of also discotions					September 30, 202		December 31, 2	
	Category of classification					Non Performing loans	Provision	Non Performing loans	Provision
	Domestic					IUdiis	(Rupees		
	Other Assets Especially Mentioned - note 10.2.1					1,364,140	(Napoot	1,406,324	_
	Substandard					1,140,344	268,744	480,927	63,119
	Doubtful					1,438,143	560,092	1,956,085	766,400
	Loss					28,468,145	27,987,584	24,567,474	23,991,404
						32,410,772	28,816,420	28,410,810	24,820,923
10.04	This represents classification for Agricultural, Mortgage and Small Entities finances.								
10.2.1	This represents classification for Agricultural, wortgage and Small Entitles finances.								
10.3	Particulars of provision against advances		September 30), 2021 (Un-audited)			December 31,	2020 (Audited)	
		Specific	General	Consumer	Total	Specific	General	Consumer	Total
			(note 10.3.1)	financing-General				financing-General	
					(Rupees	•			
	Opening balance	24,820,923	909,101	716,026	26,446,050	24,408,056	584,145	642,747	25,634,948
	Exchange adjustment	-	11,087	_	11,087	-	9,287	-	9,287
	Charge for the period / year	5,056,217	50,219	49,374	5,155,810	2,249,576	421,751	122,415	2,793,742
	Reversal of provision under IFRS 9 related to WBB Reversal for the period / year	(1,060,511)	(13,106) (850)	(21,354)	(13,106) (1,082,715)	- (1,010,054)	(83,906) (22,176)	- (49,136)	(83,906) (1,081,366)
	neversal for the period / year	3.995.706	36,263	28,020	4,059,989	1,239,522	315,669	73,279	1,628,470
	A second	(200)	00,200	20,020	(200)	(749,496)	510,000	10,210	(740,406)

10.3.1 General provision includes Rs 374,851 thousand (December 31, 2020: Rs 374,319 thousand) due to deferment / restructuring & rescheduling relief allowed by SBP.

956,451

(209)

28,816,420

(209)

30,516,917

744,046

(748,426)

(78,229)

909,101

24,820,923

(748,426)

26,446,050

716,026

(78,229)

- 10.3.2 The net Forced Sales Value (FSV) benefit already availed has decreased by Rs. 89,863 thousand, which has resulted in increase charge for specific provision for the period by the same amount. Had the FSV benefit not decreased, before and after tax profit for the year would have been higher by Rs. 89,863 thousand (September 30, 2020: lower by Rs. 13,486 thousand) and Rs. 54,816 thousand (September 30, 2020: lower by Rs. 8,765 thousand) respectively. Further, at September 30, 2021, cumulative net of tax benefit availed for FSV was Rs. 399,748 thousand (December 31, 2020: Rs. 454,565 thousand) under BSD circular No. 1 of 2011 dated October 21, 2011. Reserves and un-appropriated profit to that extent are not available for distribution by way of cash or stock dividend.
- 10.3.3 The Bank has availed the relaxation of Rs. Nil (December 31, 2020: Rs. 101,394 thousand) allowed by the SBP for maintaining provisions as per time based criteria of Prudential Regulations.

	3,		
		(Un-audited)	(Audited)
		September 30,	December 31,
		2021	2020
11.	FIXED ASSETS		es in '000)
	Comital words in management, mate 44.4	140.280	164 242
	Capital work-in-progress - note 11.1	13,529,722	164,343 13,647,546
	Property and equipment	6,441,240	7,401,820
	Right of use assets	20,111,242	21,213,709
		20,111,242	21,213,703
11.1	This represents advances to suppliers and contractors.		
		(Un-a	udited)
		For the nine	months ended
		September 30,	September 30,
		2021	2020
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	45,936	69,989
		40,000	00,000
	Property and equipment		
	Land - freehold	137,350	-
	Buildings on freehold land	1,103	-
	Renovation of premises	101,318	132,137
	Furniture, fixtures and office equipment	109,846	224,163
	Carpets	8,718	13,408
	Machine and equipments	131,522	152,932
	Computer equipments Vehicles	122,341 13,800	139,460 22,746
	Verilicies		
	D'able of constants	625,998	684,846
	Right of use assets	130,061	883,914
	Total	801,995	1.638.749
11.3	Disposal of fixed assets		
	The net book value of fixed assets disposed off during the period is as follows:		
	Renovation of premises	579	3,335
	Furniture, fixtures and office equipment	3,153	2,844
	Carpets	763	887
	Machine and equipments	2,184	921
	Computer equipments	82	163
	Vehicles	68	
	Total	6,829	8,150
		(Un-audited)	(Audited)
		September 30,	December 31,
		2021	2020
12.	INTANGIBLE ASSETS	(Rupees	s in '000)
	Computer software	769,348	777,695
	Less: Provision against intangibles	(2,544)	(4,660)
		766,804	773,035
	Capital work in progress	434,751	370,111
		1,201,555	1,143,146

For th	e nine months ended September 30, 2021	For the nine n	conthe anded
		September 30, 2021	September 30, 2020
12.1	Additions to intangible assets	(Rupees	in '000)
	The following additions have been made to intangible assets during the	he period:	
	Capital work-in-progress Directly purchased	148,546 53,145	231,258 167,389
	Total	201,691	398,647
		(Un-audited) September 30, 2021	(Audited) December 31, 2020
13.	DEFERRED TAX ASSETS	(Rupees	
	Deductible temporary differences on - Post retirement employee benefits - Accelerated tax depreciation - Deficit on revaluation of investments	15,740 99,963 1,191,343	34,162 48,095
	- Provision against advances, off balance sheet	1,658,150 2,965,196	1,568,007 1,650,264
	Taxable temporary differences on - Surplus on revaluation of non-banking assets - Surplus on revaluation of investments	(32,549) - (32,549) 2,932,647	(27,263) (27,263) 1,623,001
14.	OTHER ASSETS		, = = 7, = =
	Income / mark-up accrued in local currency - net of provision Income / mark-up accrued in foreign currencies Advances, deposits, advance rent and other prepayments Advance taxation (payments less provisions) Non banking assets acquired in satisfaction of claims Mark to market gain on forward foreign exchange contracts - net Stationary and stamps in hand Dividend receivable Acceptances Others Provision held against other assets - note 14.1 Other assets - net of provision Surplus on revaluation of non-banking assets acquired in satisfaction of claims Other assets - total	16,718,253 943,027 431,384 6,573,073 1,904,308 867,345 76,772 50,711 11,050,415 1,083,279 39,698,567 (209,831) 39,488,736 2,036,775 41,525,511	17,403,537 558,371 440,767 6,089,464 2,426,242 - 99,829 7,365 11,829,891 781,460 39,636,926 (209,778) 39,427,148 2,442,972 41,870,120
14.1	Provision held against other assets		
	Advances, deposits, advance rent and other prepayments Suspense account Stationery and stamps in hand Others	4,838 34,520 2,285 168,188 209,831	4,838 34,520 2,285 168,135 209,778

ASKARI BANK LIMITED

Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)

	e nine months ended Septem			((Un-audited)	(Audited)
						September 30,	December 31,
						2021	2020
14.1.1	Movement in provision he	eld against other	assets			(Rupees	in '000)
	Opening balance					209,778	238,089
	Charge for the period / year					552	314
	Reversals for the period / ye					(499)	(637)
	Net charge / (reversal) for the	ne period / year				53	(323)
	Reversal on disposal					-	(15,952)
	Amount written off / adjustn	nents					(12,036)
	Closing balance					209,831	209,778
15.	BILLS PAYABLE						
	In Pakistan					11,129,165	12,629,996
16.	BORROWINGS						
	Secured Borrowings from the State I	Sank of Dakiston	ınder:				
	Borrowings from the State Export refinance scheme		muci.			16,758,809	16,903,776
	Long term financing facili					9,416,690	8,499,073
	Financing facility for stora	-	produce			60,028	76,399
	Renewable energy finance		•			2,693,358	579,231
	Refinance from SBP						
	Credit guarantee schen		epreneurs			857	1,568
	Payment of wages and					9,224,345	12,583,566
	Temporary economic re	elief				4,038,286	-
	Modernisation of SME Combating COVID - 19					11,375 248,769	
	Combating COVID - 19					42,452,517	38,643,613
	Repurchase agreement bor	rowings					
	State Bank of Pakistan					-	7,000,000
	Financial institutions					13,498,892 13,498,892	23,042,628 30,042,628
	Refinance from Pakistan M	ortgage Refinance	Company			2,288,466	1,923,886
	Total secured					58,239,875	70,610,127
	Unsecured						
	Call borrowings					15,266,023	10,276,937
	Financial institutions					938,617	3,276,605
	Bai Muajjal Payable	-4-				499,804	-
	Overdrawn nostro accour	nts				26,243	- 40.550.540
	Total unsecured					16,730,687	13,553,542
						74,970,562	84,163,669
		Sontom	ber 30, 2021 (Un	-auditod)	Doco	mber 31, 2020 (Au	ditad)
		In local	In foreign	Total	In local	In foreign	Total
		currency	currencies	. • • • • • • • • • • • • • • • • • • •	currency	currencies	. 0.0.
17.	DEPOSITS AND OTHER ACCOUNTS	•		(Rupees	s in '000)		
	Customers						
	Current deposits	261,414,762	22,601,133	284,015,895	228,444,308	21,780,570	250,224,878
	Savings deposits Fixed deposits	489,187,918 147,404,339	57,018,736 16,456,487	546,206,654 163,860,826	388,092,120 90,069,109	48,085,995 7,058,608	436,178,115 97,127,717
	rixed deposits	898,007,019	96,076,356	994,083,375	706,605,537	76,925,173	783,530,710
		,,	,	, ,		,,	
	Financial institutions						
	Current deposits	1,863,425	361,833	2,225,258	1,178,086	54,187	1,232,273
	Savings deposits	1,816,676	-	1,816,676	1,253,900	-	1,253,900
	Fixed deposits	7,895,929	- 264 920	7,895,929	5,170,000	- E4 407	5,170,000
		11,576,030	361,833	11,937,863	7,601,986	54,187	7,656,173
		909,583,049	96,438,189	1,006,021,238	714,207,523	76,979,360	791,186,883

Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

		(Un-audited)	(Audited)		
		September 30,	December 31,		
		2021	2020		
18.	SUBORDINATED DEBTS	(Ru	(Rupees in '000)		
	Term Finance Certificates - VI (ADT-1)	6,000,000	6,000,000		
	Term Finance Certificates - VII	6,000,000	6,000,000		
		12,000,000	12,000,000		

18.1 The Bank has raised unsecured sub-ordinated loans through issuance of Term Finance Certificates to improve the Bank's capital adequacy. Liability to the TFC holders is subordinated to and rank inferior to all other indebtedness of the Bank including deposits and is not redeemable before maturity without prior approval of the SBP. The salient features of outstanding issues are as follows:

	Term Finance Certificates - VI (ADT-1)	Term Finance Certificates - VII
Outstanding amount - Rupees in '000	6,000,000	6,000,000
Issue amount	Rupees 6,000 million	Rupees 6,000 million
Issue date	July 3, 2018	March 17, 2020
Maturity date	Perpetual	March 16, 2030
Rating	AA-	AA
Security	Unsecured	Unsecured
Listing	Listed	Listed
Profit payment frequency	Payable six monthly	Payable quarterly
Redemption	Perpetual	109-120th month: 100%
Profit rate	Base Rate plus 1.50%	Base Rate plus 1.20%
	Base Rate is the simple average of the ask rate of six month KIBOR prevailing on the base rate setting date.	Base Rate is the simple average of the ask rate of three month KIBOR prevailing on the base rate setting date.
Call option	Exercisable after 60 months from the date of issue subject to approval by the SBP.	Excercisable after 60th month from the date of issue subject to approval by the SBP.
Lock-in-clause	Payment of profit will be subject to the condition that such payment will not result in breach of the Bank's regulatory Minimum Capital Requirement or Capital Adequacy Ratio set by SBP from time to time. Any inability to exercise lock-in clause or the non-cumulative features will subject these TFCs to mandatory conversion into common shares / write off at the discretion of SBP.	As per the lock-in requirement for Tier II Issues, neither profit nor principal will be payable (even at maturity) in respect of the TFC, if such payment will result in a shortfall or increase in an existing shortfall in the Bank's Leverage Ratio or Minimum Capital Requirement or Capital Adequacy Ratio. That is, any payment (profit and/or principal) in respect of the TFC would be made, subject to the Bank being in compliance with the requirement of Leverage Ratio or Minimum Capital Requirement or Capital Adequacy Ratio.
Loss absorption clause	The Instrument will be subject to loss absorption and / or any other requirements of SBP upon the occurrence of a Point of Non-Viability event as per Section A-5-3 of Annexure 5 of the Circular, which stipulates that SBP may, at its option, fully and permanently convert the TFCs into common shares of the issuer and / or have them immediately written off (either partially or in full). Number of shares to be issued to TFC holders at the time of conversion will be equal to the 'Outstanding Value of the TFCs' divided by market value per share of the Bank's common share on the date of trigger event as declared by SBP, subject to a specified cap.	As per Loss Absorbency Clause requirement for Tier II capital purpose, the instrument will be subject to loss absorbency and/or any other requirements under SBP's instructions on the subject. Upon the occurrence of a Point of Non-Viability event as defined under SBP BPRD Circular # 6 of 2013, SBP may at its option, fully and permanently convert the TFCs into common shares of the Bank and/or have them immediately written off (either partially or in full). Number of shares to be issued to TFC holders at the time of conversion will be equal to the 'Outstanding Face Value of the TFCs' divided by market value per share of the Bank's common share on the date of trigger of Point of Non-Viability (PONV) as declared by SBP subject to a cap of 245,042,630 shares.

For the	e nine months ended September 30, 2021		
		(Un-audited)	(Audited)
		September 30,	December 31,
		2021	2020
19.	OTHER LIABILITIES	(Rupees	in '000)
	Mark-up / Return / Interest payable in local currency	3,476,825	3,793,829
	Mark-up / Return / Interest payable in foreign currencies	138,071	217,522
	Unearned commission and income on bills discounted	1,663,069	1,726,572
	Accrued expenses	3,824,831	2,955,844
	Advance payments	376,283	349,092
	Acceptances	11,050,415	11,829,891
	Dividends payable	205,656	157,439
	Mark to market loss on forward foreign exchange contracts - net	200,000	228,034
	Branch adjustment account	391,161	753,774
	Payable to defined benefit plan	171,336	310,314
	Security deposit against lease / Ijarah financing	4,375,687	4,169,840
	Levies and taxes payable	287,743	381,105
	Workers' Welfare Fund	•	
		248,019	215,099
	Switch fee payable	757,667	665,449
	Provision against off-balance sheet obligations - note 19.1	158,413	100,356
	Lease liability against ROU assets as per IFRS - 16 Leases	7,463,932	8,223,995
	Islamic pool management reserve - note 19.2	37,498	-
	Others	2,145,285	1,912,009
		36,771,891	37,990,164
19.1	Provision against off-balance sheet obligations		
	Opening balance	100,356	101,154
	Exchange adjustment	317	49
	Charge for the period / year	57,740	-
	Reversal for the period / year	-	(847)
	Charge / (reversal) for the period / year - net	57,740	(847)
	Closing balance	158,413	100,356
19.2	This includes equity portion of profit equalisation reserve amounting to 2020: Nil) which has been presented as reserve in note 37.	Rs 18,749 thousa	ands (December
		(Un-audited)	(Audited)
		September 30,	December 31,
		2021	2020
		(Rupees	in '000)
20.	SURPLUS ON REVALUATION OF ASSETS - NET OF TAX	(1.14000	555)
	Surplus / (deficit) on revaluation of:		
	- Available for sale securities	(3,054,726)	77,895
	- Fixed Assets	5,205,916	5,144,180
	- Non-banking assets acquired in satisfaction of claims	2,069,324	2,442,972
		4,220,514	7,665,047
	Deferred tax (liability) / asset on surplus / (deficit) on revaluation of:		
	- Non-banking assets acquired in satisfaction of claims	(32,549)	_
	- Available for sale securities	1,191,343	(27,263)
		1,158,794	(27,263)
		5,379,308	
		5,379,306	7,637,784

For the n	ine months ended September 30, 2021		
		(Un-audited)	(Audited)
		September 30,	December 31,
		2021	2020
21	CONTINGENCIES AND COMMITMENTS	(Rupees	in '000)
	- Guarantees - note 21.1	263,497,341	220,222,941
	- Commitments - note 21.2	424,531,680	417,241,066
	- Other contingent liabilities - note 21.3	620,050	724,374
	S .	688,649,071	638,188,381
21.1	Guarantees		
	Financial guarantees	6,772,302	9,952,617
	Performance guarantees	148,222,893	138,751,395
	Other guarantees	108,502,146	71,518,929
	3	263,497,341	220,222,941
21.2	Commitments		
	Documentary credits and short-term trade-related transactions		
	- letters of credit	197,641,047	159,457,683
	Commitments in respect of:	, ,	,,
	- forward foreign exchange contracts - note 21.2.1	160,237,476	209,279,794
	- forward non government securities transactions - note 21.2.2	3,639,700	4,625,000
	- forward lending - note 21.2.3	62,799,847	43,805,613
	•	02,700,047	40,000,010
	Commitments for acquisition of: - fixed assets	26,691	34,298
	- intangible assets	186,919	38,678
		424,531,680	417,241,066
		12 1,00 1,000	111,211,000
21.2.1	Commitments in respect of forward foreign exchange contracts		
	Purchase	98,199,398	118,889,979
	Sale	62,038,078	90,389,815
		160,237,476	209,279,794
	The above commitments have maturities falling within one year.		
21.2.2	Commitments in respect of forward non government securities transactions		
	Purchase	3,639,700	4,625,000
21.2.3	Commitments in respect of forward lending		
	Forward repurchase agreement lending	39,007,056	30,084,187
	Undrawn commitments	23,792,791	13,721,426
		62,799,847	43,805,613
21.2.3.1	These represent commitments that are irrevocable because these cannot be withdowithout the risk of incurring significant penalty or expense.	awn at the discre	
		(ا ام منطند عا)	۱۸ ما:۲۵ ما/
		(Un-audited) September 30,	(Audited) December 31,
		2021	2020
24.2	Other contingent liebilities		
21.3	Other contingent liabilities	(Rupees	iii 000)
21.3.1	These represent certain claims by third parties against the Bank, which are being		
	contested in the Courts of law. The management is of the view that these relate to		
	the normal course of business and are not likely to result in any liability against the Bank	620,050	724,374
	Dank		

Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

22. **DERIVATIVE INSTRUMENTS**

The Bank's Treasury and Investment Banking Groups buy and sell derivative instruments such as Forward Exchange Contracts (FECs) and Equity Futures (EFs). These contracts are reported on their fair values at the date of statement of financial position.

		(Un-audited)		
	_	For the nine mor	nths ended	
		September 30,	September 30,	
		2021	2020	
23.	MARK-UP / RETURN / INTEREST EARNED	(Rupees in	'000)	
	On:			
	Loans and advances	23,971,732	31,337,629	
	Investments	31,517,996	29,261,663	
	Lendings to financial institutions	67,212	214,146	
	Balances with banks	7,356	81,081	
	Securities purchased under resale agreements (reverse repo)	257,536 55,821,832	361,636 61,256,155	
24.	MARK-UP / RETURN / INTEREST EXPENSED			
	On:			
	Deposits	25,320,985	32,334,045	
	Borrowings	2,658,557	3,157,999	
	Subordinated debts	790,508	1,363,803	
	Cost of foreign currency swaps against foreign currency deposits	1,847,082	1,229,198	
	/ borrowings			
	Interest expense on lease liability against right of use assets	676,160	684,653	
	=	31,293,292	38,769,698	
25.	FEE AND COMMISSION INCOME			
	Branch banking customer fees	473,329	382,383	
	Consumer finance related fees	83,092	74,664	
	Card related fees (debit and credit cards)	627,174	597,968	
	Credit related fees	193,715	151,814	
	Investment banking fees	111,325	110,521	
	Commission on trade	644,596	493,753	
	Commission on guarantees	647,868	466,692	
	Commission on remittances including home remittances	214,087	114,780	
	Commission on bancassurance	79,055	54,357	
	Others _	52,724	57,053	
	-	3,126,965	2,503,985	
26.	GAIN / (LOSS) ON SECURITIES			
	Realised - note 26.1	814,286	2,377,096	
	Unrealised - held for trading	-	11,896	
	=	814,286	2,388,992	
26.1	Realised gain / (loss) on:			
	Federal Government Securities	652,294	1,974,066	
	Shares	158,992	402,958	
	Non Government Debt Securities	3,000	202	
	NIT Units	-	(4,380)	
	TFCs	<u> </u>	4,250	
	<u>-</u>	814,286	2,377,096	

		(Un-audited) For the nine months ended		
		September 30, 2021	September 30, 2020	
27.	OTHER INCOME	(Rupees	in '000)	
	Gain on sale of fixed assets - net	5,579	4,793	
	Rent of lockers	38,500	34,033	
	Gain on sale of non banking assets	17,551	5	
	Recovery of expenses from customers	231,114	174,159	
	Government grant - foreign branch	-	6,418	
	Termination of lease contracts	2,649	2,373	
		295,393	221,781	
28.	OPERATING EXPENSES			
	Total compensation expenses - note 28.1	9,693,727	8,411,997	
	Property expense			
	Rent and taxes	90,103	220,541	
	Insurance	68,659	75,625	
	Utilities cost	505,551	506,878	
	Security (including guards)	370,616	392,349	
	Repair and maintenance (including janitorial charges)	199,337	188,485	
	Depreciation on right of use assets	1,072,385	1,090,497	
	Depreciation	245,561	292,686	
		2,552,212	2,767,061	
	Information technology expenses			
	Software maintenance	320,125	234,517	
	Hardware maintenance	29,218	41,483	
	Depreciation	127,563	139,391	
	Amortisation	144,075	169,369	
	Network charges	141,678	127,313	
		762,659	712,073	
	Other operating expenses	, ,		
	Directors' fees, allowances	55,512	14,375	
	Fees and allowances to Shariah Board	5,205	4,366	
	Rates, taxes, insurance etc.	146,794	153,452	
	Legal and professional charges	122,336	54,264	
	Travelling, conveyance and entertainment	146,311	173,775	
	Brokerage and commission	88,215	73,870	
	NIFT clearing charges	53,635	61,501	
	Repair and maintenance	189,712	239,368	
	Communications	368,634	398,004	
	Stationery and printing	190,828	208,105	
	Marketing, advertisement and publicity	62,637	88,039	
	Donations	146,134	112,390	
	Auditors' remuneration	24,775	22,874	
	Depreciation	365,782	403,470	
	Security service charges	222,258	178,245	
	Training and development	4,096	20,947	
	Premium paid to Deposit Protection Corporation	431,235	347,354	
	Outsourced service cost	19,019	-	
	Other expenditure	293,169	398,525	
		2,936,287 15,944,885	2,952,924 14,844,055	
		.0,011,000	. 1,0 1 1,000	
28.1	Total compensation expenses			
	Managerial remuneration	7,658,540	7,584,260	
	Charge for defined benefit / contribution plan	553,987	573,875	
	Other staff cost - note 28.1.1	1,481,200	253,862	
		9,693,727	8,411,997	
28.1.1	Other staff cost includes incentive to consumer sales staff, dearness allowance, or	cash handling allowance.	staff group insurance	

^{28.1.1} Other staff cost includes incentive to consumer sales staff, dearness allowance, cash handling allowance, staff group insurance, provision for severance etc.

Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

29. This represents penalties imposed by the State Bank of Pakistan.

		(Un-audited)				
		For the nine months ended				
		September 30,	September 30,			
		2021	2020			
30.	PROVISIONS AND WRITE OFFS - NET	(Rupees ir	n '000)			
	Provision for diminution in value of investments	22,976	446,291			
	Provision against loans and advances	4,059,989	931,218			
	Reversal of provision against fixed assets	(2,116)	-			
	Provision / (reversal of provision) against other assets	53	(63)			
	Provision against off-balance sheet obligations	57,740	1,062			
	Provision against cash and bank balances	8	19			
	Recovery of written off / charged off bad debts	(80,126)	(57,730)			
		4,058,524	1,320,797			
31.	TAXATION					
	Current	4,510,551	5,333,432			
	Deferred	(140,940)	(76,571)			
		4,369,611	5,256,861			

31.1 There are no changes to tax related contingencies from those disclosed in note 32.2 of the audited annual unconsolidated financial statements.

32. BASIC AND DILUTED EARNINGS PER SHARE

Profit for the period - Rupees in '000	6,794,262	8,156,923
Weighted average number of Ordinary Shares - numbers	1,260,260,180	1,260,260,180
Basic earnings per share - Rupees	5.39	6.47

There is no dilutive effect on the basic earnings per share of the Bank, therefore dilutive earnings per share have not been presented seperately.

Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

33. FAIR VALUE MEASUREMENTS

The fair value of traded investments is based on quoted market prices, except for securities classified by the Bank as 'held to maturity'. Securities classified as held to maturity are carried at amortized cost. Value of unquoted equity investments is determined on the basis of break up value of these investments as per the latest available audited financial statements.

Fair value of fixed term loans, other assets, other liabilities and fixed term deposits cannot be calculated with sufficient reliability due to the absence of current and active market for such assets and liabilities and reliable data regarding market rates for similar instruments. The provision for impairment of loans and advances has been calculated in accordance with the Bank's accounting policy as stated in note 4 to the audited annual unconsolidated financial statements of the Bank for the year ended December 31, 2020.

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

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

33.1 Fair value of financial assets

- Level 1: Fair value measurements using quoted prices (unadjusted) in active markets (Pakistan Stock Exchange) for identical assets or liabilities.
- Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the assets or liabilities, either directly (i.e. as prices) or indirectly (i.e. derived from prices) available at MUFAP, Reuters page, Redemption prices and determined by valuers on the panel of Pakistan Bank's Association.
- Level 3: Fair value measurements using input for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

Valuation techniques used in determination of fair values within level 2 and level 3

Federal Government Securities	The fair values of Federal Government Securities are determined on the basis of PKRV rates.
Non Government Debt Securities	Non Government Debt Securities are valued on the basis of rates announced by Mutual Fund Association of Pakistan (MUFAP).
Foreign Government Debt Securities	Foreign Government Debt Securities are valued on the basis of rates taken from custodian of the securities which are usually drawn from Bloomberg.
Unit of Mutual Funds	Fair values of mutual funds are determined based on their net asset values as published at the close of reporting period.
Forward foreign exchange contracts and Forward Government securities transactions	The fair values of forward foreign exchange contracts and forward Government securities transactions are determined using forward pricing calculations.
Fixed Assets and Non Banking Assets Acquired in Satisfaction of Claims	Land and Non Banking assets acquired in satisfaction of claims are valued on a periodic basis using professional valuers. The valuation is based on their assessments of the market value of the assets. The effect of changes in the unobservable inputs used in the valuations cannot be determined with certainty. Accordingly, a qualitative disclosure of sensitivity has not been presented in these condensed interim unconsolidated financial statements.

Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

The table below analyses the financial assets carried at fair values, by valuation methods. Valuation of investments is carried out as per guidelines specified by the SBP.

	September 30, 2021 (Un-audited)			
	Level 1	Level 2	Level 3	Total
		(Rupees	s in '000)	
On balance sheet financial instruments				
Financial assets - measured at fair value				
Investments				
Federal Government Securities	-	429,634,140	-	429,634,140
Shares	4,283,212	- 	-	4,283,212
Units of open end mutual funds	-	1,509,059	-	1,509,059
Fully paid preference shares	15,625	-	-	15,625
Non Government Debt Securities	-	10,969,457	-	10,969,457
Foreign securities	-	503,060	-	503,060
Financial assets - disclosed but not measured at fair value				
Investments				
Federal Government Securities	-	122,222,586	-	122,222,586
Foreign Securities	-	3,599,090	-	3,599,090
Off-balance sheet financial instruments - measured at fair value				
Forward purchase of foreign exchange	-	98,199,398	-	98,199,398
Forward sale of foreign exchange	-	62,038,078	-	62,038,078
		D 1 04	0000 (4 11 1)	
-	l evel 1		2020 (Audited)	Total
	Level 1	Level 2	Level 3	Total
On balance sheet financial instruments	Level 1	Level 2		Total
On balance sheet financial instruments Financial assets - measured at fair value	Level 1	Level 2	Level 3	Total
	Level 1	Level 2	Level 3	Total
Financial assets - measured at fair value	Level 1	Level 2	Level 3	Total 334,820,766
Financial assets - measured at fair value Investments	Level 1 - 4,437,365	Level 2 (Rupees	Level 3	
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds	- 4,437,365 -	Level 2 (Rupees	Level 3	334,820,766 4,437,365 1,436,420
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares	- 4,437,365	334,820,766 - 1,436,420	Level 3	334,820,766 4,437,365 1,436,420 61,945
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares Non Government Debt Securities	- 4,437,365 -	334,820,766 - 1,436,420 - 9,743,656	Level 3 s in '000)	334,820,766 4,437,365 1,436,420 61,945 9,743,656
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares	- 4,437,365 -	334,820,766 - 1,436,420	Level 3	334,820,766 4,437,365 1,436,420 61,945
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares Non Government Debt Securities	- 4,437,365 -	334,820,766 - 1,436,420 - 9,743,656	Level 3 s in '000)	334,820,766 4,437,365 1,436,420 61,945 9,743,656
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares Non Government Debt Securities Foreign securities Financial assets - disclosed but not measured at fair value Investments	- 4,437,365 -	334,820,766 - 1,436,420 - 9,743,656	Level 3 s in '000)	334,820,766 4,437,365 1,436,420 61,945 9,743,656
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares Non Government Debt Securities Foreign securities Financial assets - disclosed but not measured at fair value Investments Federal Government Securities	- 4,437,365 -	Rupees 334,820,766 - 1,436,420 - 9,743,656 495,878	Level 3 s in '000)	334,820,766 4,437,365 1,436,420 61,945 9,743,656 495,878
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares Non Government Debt Securities Foreign securities Financial assets - disclosed but not measured at fair value Investments	- 4,437,365 -	Level 2 (Rupees 334,820,766 - 1,436,420 - 9,743,656 495,878	Level 3 s in '000)	334,820,766 4,437,365 1,436,420 61,945 9,743,656 495,878
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares Non Government Debt Securities Foreign securities Financial assets - disclosed but not measured at fair value Investments Federal Government Securities	- 4,437,365 -	Rupees 334,820,766 - 1,436,420 - 9,743,656 495,878	Level 3 s in '000)	334,820,766 4,437,365 1,436,420 61,945 9,743,656 495,878
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares Non Government Debt Securities Foreign securities Financial assets - disclosed but not measured at fair value Investments Federal Government Securities Foreign securities	- 4,437,365 -	Rupees 334,820,766 - 1,436,420 - 9,743,656 495,878	Level 3 s in '000)	334,820,766 4,437,365 1,436,420 61,945 9,743,656 495,878
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares Non Government Debt Securities Foreign securities Financial assets - disclosed but not measured at fair value Investments Federal Government Securities Foreign securities Off-balance sheet financial instruments - measured at fair value	- 4,437,365 -	Level 2 (Rupees 334,820,766 - 1,436,420 - 9,743,656 495,878 94,917,945 3,291,714	Level 3 s in '000)	334,820,766 4,437,365 1,436,420 61,945 9,743,656 495,878 94,917,945 3,291,714

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

	(Un-audited)	(Audited)
	September 30,	December 31,
	2021	2020
33.2 Fair value of non-financial assets	(Rupees	s in '000)
	Level 3	Level 3
Fixed assets		
Property and equipment (freehold and leasehold land)	9,689,980	9,552,630
Other assets		
Non-banking assets acquired in satisfaction of claims	3,941,083	4,869,214

ASKARI BANK LIMITED

Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)

For the nine months ended September 30, 2021

34. SEGMENT INFORMATION

34.1 Segment details with respect to Business Activities

The segment analysis with respect to business activity is as follows:

			For the nine r	nonths ended Sep	tember 30, 2021	(Lin-audited)		
	Branch	Corporate	roi the fille i	Consumer	Islamic	Foreign	Head Office	
	banking	banking	Treasury	banking	banking	operations	/ others	Total
				(Rupees	in '000)			
Profit and loss								
Net mark-up / return / profit Inter segment revenue - net	(16,985,799)	11,002,696	25,772,615	1,929,625	2,886,283	1,035,778 (64,387)	(1,112,658) 3,038,755	24,528,540
Non mark-up / return / interest income	27,782,971 1,068,553	(8,349,466) 2,128,940	(21,413,681) 2,730,840	(994,192) 343,672	311,552	(64,387) 8,389	3,038,755 85,752	6,677,698
Total income	11,865,725	4,782,170	7,089,774	1,279,105	3,197,835	979,780	2,011,849	31,206,238
Cogmont direct evenence	8,418,165	541,017	228,228	751,184	1,682,295	88,952	4,274,000	15,983,841
Segment direct expenses Inter segment expense allocation	553,027	695,948	6,112	123,577	1,002,295	- 00,952	(1,378,664)	15,965,641
Total expenses	8,971,192	1,236,965	234,340	874,761	1,682,295	88,952	2,895,336	15,983,841
(Reversals) / Provisions	270,803	3,232,264	122,092	83,599	374,612	(38,026)	13,180	4,058,524
Profit / (loss) before tax	2,623,730	312,941	6,733,342	320,745	1,140,928	928,854	(896,667)	11,163,873
				September 30, 20)21 (Llp audited)			
	Branch	Corporate		Consumer	Islamic	Foreign	Head Office	
	banking	banking	Treasury	banking (Rupees	banking in '000)	operations	/ others	Total
Statement of financial position								
Cash and bank balances	27,651,806	(55,391)	45,262,417	212,057	7,357,506	367,637	1,886,298	82,682,330
Investments	-	8,957,044	525,147,826	-	14,717,750	22,937,553	1,491,675	573,251,848 25,473,790
Lendings to financial institutions Advances - performing - net of provision	- 12,221,448	324,300,827	25,473,790	- 19,944,160	68.703.443	13,793,277	6,943,982	445,907,137
Advances - non-performing - net of provision	610,933	1,331,732	-	281,598	1,424,127	-	-	3,648,390
Others	1,190,458	15,783,746	6,284,954	479,360	6,095,325	712,965	35,224,147	65,770,955
Total Assets	41,674,645	350,317,958	602,168,987	20,917,175	98,298,151	37,811,432	45,546,102	1,196,734,450
Borrowings	1,696,893	35,522,312	3,337,158	2,288,466	10,233,311	21,892,422	-	74,970,562
Subordinated debts	-	.	-				12,000,000	12,000,000
Deposits and other accounts Inter segment balances - net	705,069,152	226,451,217 72,706,903	598,468,235	19,123 17,819,460	73,638,122	740,257 11,946,032	103,367 (23,311,508)	1,006,021,238
Others	(677,629,122) 12,537,722	15,637,526	363,594	790,126	6,241,225	3,232,721	9,098,142	47,901,056
Total liabilities	41,674,645	350,317,958	602,168,987	20,917,175	90,112,658	37,811,432	(2,109,999)	1,140,892,856
Equity	- 44 674 645	-	-	-	8,185,493	-	47,656,101	55,841,594
Total Equity and liabilities	41,674,645	350,317,958	602,168,987	20,917,175	98,298,151	37,811,432	45,546,102	1,196,734,450
Contingencies and commitments	7,101,731	466,635,902	182,498,133	617,573	15,863,883	14,649,631	1,282,218	688,649,071
			For the nine r	months ended Sep				
	Branch	Corporate		Consumer	Islamic	Foreign	Head Office	T. (1)
	Branch banking	Corporate banking	For the nine r		Islamic banking		Head Office / others	Total
				Consumer banking	Islamic banking	Foreign		Total
Profit and loss	banking	banking	Treasury	Consumer banking (Rupees	Islamic banking in '000)	Foreign operations	/ others	
Net mark-up / return / profit	banking (22,346,029)	banking 16,633,679	Treasury 23,918,645	Consumer banking (Rupees	Islamic banking	Foreign	/ others (1,734,316)	Total 22,486,457
	banking	banking	Treasury	Consumer banking (Rupees	Islamic banking in '000)	Foreign operations	/ others	22,486,457 0 7,168,525
Net mark-up / return / profit Inter segment revenue - net	(22,346,029) 32,331,032	16,633,679 (12,493,018)	Treasury 23,918,645 (21,712,495)	Consumer banking (Rupees 2,252,717 (1,315,165)	Islamic banking in '000) 2,991,524	Foreign operations	/ others (1,734,316) 3,189,646	22,486,457
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income	(22,346,029) 32,331,032 799,348	16,633,679 (12,493,018) 1,748,038	23,918,645 (21,712,495) 2,336,886	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047	Islamic banking in '000) 2,991,524 - 276,551 3,268,074	Foreign operations 770,238 - 7,569 777,807	/ others (1,734,316) 3,189,646 1,715,086	22,486,457 0 7,168,525 29,654,982
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535	Islamic banking in '000) 2,991,524 - 276,551 3,268,074 1,595,917	Foreign operations 770,238 7,569 777,807 85,667	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683)	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841	23,918,645 (21,712,495) 2,336,886 4,543,035	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576	Islamic banking in '000) 2,991,524 - 276,551 3,268,074	Foreign operations 770,238 - 7,569 777,807	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243	22,486,457 0 7,168,525 29,654,982 14,785,846
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535	Islamic banking in '000) 2,991,524 - 276,551 3,268,074 1,595,917	Foreign operations 770,238 7,569 777,807 85,667	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683)	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886	Consumer banking (Rupees (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111	Islamic banking in '000) 2,991,524 - 276,551 3,268,074 1,595,917 - 1,595,917	Foreign operations 770,238 - 7,569 777,807 85,667 - 85,667	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683) 2,364,560	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555 14,920,401
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245)	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162	Consumer banking (Rupees (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800	Islamic banking in '000) 2,991,524 - 276,551 3,268,074 1,595,917 - 1,595,917 207,631 1,464,526	Foreign operations 770,238 - 7,569 777,807 85,667 85,667 (90,817)	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683) 2,364,560 399,690	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555 14,920,401 1,320,797
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987	Consumer banking (Rupees (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer	Islamic banking in '000) 2,991,524	Foreign operations 770,238 -7,569 777,807 85,667 -85,667 (90,817) 782,957	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683) 2,364,560 399,690 406,166	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555 14,920,401 1,320,797
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162	Consumer banking (Rupees (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking	Islamic banking in '000) 2,991,524 - 276,551 3,268,074 1,595,917 - 1,595,917 207,631 1,464,526 2020 (Audited) Islamic banking	Foreign operations 770,238 - 7,569 777,807 85,667 - 85,667 (90,817) 782,957	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683) 2,364,560 399,690 406,166	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555 14,920,401 1,320,797
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987	Consumer banking (Rupees (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer	Islamic banking in '000) 2,991,524 - 276,551 3,268,074 1,595,917 - 1,595,917 207,631 1,464,526 2020 (Audited) Islamic banking	Foreign operations 770,238 -7,569 777,807 85,667 -85,667 (90,817) 782,957	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683) 2,364,560 399,690 406,166	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555 14,920,401 1,320,797
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury	Consumer banking (Rupees (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees (Rupees)	Islamic banking in '000) 2,991,524	Foreign operations 770,238 - 7,569 777,807 85,667 - 85,667 (90,817) 782,957 Foreign operations	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683) 2,364,560 399,690 406,166 Head Office / others	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555 14,920,401 1,320,797 13,413,783
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury	Consumer banking (Rupees (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking	Islamic banking in '000) 2,991,524 - 276,551 3,268,074 1,595,917 - 1,595,917 207,631 1,464,526 2020 (Audited) Islamic banking in '000) 6,313,535	Foreign operations 770,238 - 7,569 777,807 85,667 - 85,667 (90,817) 782,957 Foreign operations	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683) 2,364,560 399,690 406,166 Head Office / others	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555 14,920,401 1,320,797 13,413,783
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, Consumer banking (Rupees 234,673	Islamic banking in '000) 2,991,524	Foreign operations 770,238 - 7,569 777,807 85,667 - 85,667 (90,817) 782,957 Foreign operations	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683) 2,364,560 399,690 406,166 Head Office / others	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555 14,920,401 1,320,797 13,413,783
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision	banking (22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859 - 12,987,203	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees 234,673 - 18,522,780	Islamic banking in '000) 2,991,524 - 276,551 3,268,074 1,595,917 - 1,595,917 207,631 1,464,526 2020 (Audited) Islamic banking in '000) 6,313,535 12,216,340 - 62,598,616	Foreign operations 770,238 - 7,569 777,807 85,667 - 85,667 (90,817) 782,957 Foreign operations	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683) 2,364,560 399,690 406,166 Head Office / others	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555 14,920,401 1,320,797 13,413,783 Total 81,606,006 449,687,240 391,783,953
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision Advances - non-performing - net of provision	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859 - 12,987,203 563,642	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484 921,775	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees 234,673 - 18,522,780 433,395	Islamic banking in '000) 2,991,524 276,551 3,268,074 1,595,917 207,631 1,464,526 2020 (Audited) Islamic banking in '000) 6,313,535 12,216,340 - 62,598,616 1,671,075	Foreign operations 770,238	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683) 2,364,560 399,690 406,166 Head Office / others 2,118,490 1,395,843 - 6,830,567	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555 14,920,401 1,320,797 13,413,783 Total 81,606,006 449,687,240 - 391,783,953 3,589,887
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision	banking (22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859 - 12,987,203	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees 234,673 - 18,522,780	Islamic banking in '000) 2,991,524 - 276,551 3,268,074 1,595,917 - 1,595,917 207,631 1,464,526 2020 (Audited) Islamic banking in '000) 6,313,535 12,216,340 - 62,598,616	Foreign operations 770,238 - 7,569 777,807 85,667 - 85,667 (90,817) 782,957 Foreign operations 135,415 18,307,234	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683) 2,364,560 399,690 406,166 Head Office / others	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555 14,920,401 1,320,797 13,413,783 Total 81,606,006 449,687,240 -391,783,953
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision Others Total Assets	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859 - 12,987,203 563,642 1,806,853 46,296,557	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484 921,775 15,698,490 307,546,207	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953 7,491,899 456,390,298	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees 234,673 - 18,522,780 433,395 528,352 19,719,200	Islamic banking in '000) 2,991,524 276,551 3,268,074 1,595,917 207,631 1,464,526 2020 (Audited) Islamic banking in '000) 6,313,535 12,216,340 - 62,598,616 1,671,075 5,754,115 88,553,681	Foreign operations 770,238 -7,569 777,807 85,667 -85,667 (90,817) 782,957 Foreign operations 135,415 18,307,234 -10,653,303 -280,853 29,376,805	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683) 2,364,560 399,690 406,166 Head Office / others 2,118,490 1,395,843 6,830,567 34,289,414 44,634,314	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555 14,920,401 1,320,797 13,413,783 Total 81,606,006 449,687,240 391,783,953 3,589,887 65,849,976 992,517,062
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision Others Total Assets Borrowings	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859 - 12,987,203 563,642 1,806,853	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484 921,775 15,698,490	Treasury 23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953 7,491,899	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees 234,673 - 18,522,780 433,395 528,352	Islamic banking in '000) 2,991,524	Foreign operations 770,238	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683) 2,364,560 399,690 406,166 Head Office / others 2,118,490 1,395,843 6,830,567 34,289,414 44,634,314 3,276,606	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555 14,920,401 1,320,797 13,413,783 Total 81,606,006 449,687,240
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision Others Total Assets	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859 - 12,987,203 563,642 1,806,853 46,296,557	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484 921,775 15,698,490 307,546,207	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953 7,491,899 456,390,298	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees 234,673 - 18,522,780 433,395 528,352 19,719,200	Islamic banking in '000) 2,991,524 276,551 3,268,074 1,595,917 207,631 1,464,526 2020 (Audited) Islamic banking in '000) 6,313,535 12,216,340 - 62,598,616 1,671,075 5,754,115 88,553,681	Foreign operations 770,238 -7,569 777,807 85,667 -85,667 (90,817) 782,957 Foreign operations 135,415 18,307,234 -10,653,303 -280,853 29,376,805	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683) 2,364,560 399,690 406,166 Head Office / others 2,118,490 1,395,843 6,830,567 34,289,414 44,634,314	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555 14,920,401 1,320,797 13,413,783 Total 81,606,006 449,687,240 391,783,953 3,589,887 65,849,976 992,517,062
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision Advances - non-performing - net of provision Others Total Assets Borrowings Subordinated debts Deposits and other accounts Inter segment balances - net	banking (22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859 - 12,987,203 563,642 1,806,853 46,296,557 2,148,089 564,770,077 (533,524,209)	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484 921,775 15,698,490 307,546,207 32,344,618 160,149,553 97,723,672	Treasury 23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953 7,491,899 456,390,298 20,712,692 434,611,006	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 7 Consumer banking (Rupees 234,673 - 18,522,780 433,395 528,352 19,719,200 1,923,886 - 21,935 16,809,062	Islamic banking in '000) 2,991,524	Foreign operations 770,238 - 7,569 777,807 85,667 - 85,667 (90,817) 782,957 Foreign operations 135,415 18,307,234 - 10,653,303 - 280,853 29,376,805 11,946,873 - 858,355 11,188,408	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683) 2,364,560 399,690 406,166 Head Office / others 2,118,490 1,395,843 6,830,567 34,289,414 44,634,314 3,276,606 12,000,000 81,075 (26,807,939)	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555 14,920,401 1,320,797 13,413,783 Total 81,606,006 449,687,240 - 391,783,953 3,589,887 65,849,976 992,517,062 84,163,669 12,000,000 791,186,869
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision Others Total Assets Borrowings Subordinated debts Deposits and other accounts Inter segment balances - net Others	banking (22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859 12,987,203 563,642 1,806,853 46,296,557 2,148,089 564,770,077 (533,524,209) 12,902,600	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484 921,775 15,698,490 307,546,207 32,344,618 160,149,553 97,723,672 17,328,364	Treasury 23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953 7,491,899 456,390,298 20,712,692 - 434,611,006 1,066,600	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees 234,673 - 18,522,780 433,395 528,352 19,719,200 1,923,886 21,935 16,809,062 964,317	Islamic banking in '000) 2,991,524	Foreign operations 770,238 - 7,569 777,807 85,667 - 85,667 (90,817) 782,957 Foreign operations 135,415 18,307,234 - 10,653,303 - 280,853 29,376,805 11,946,873 - 858,355 11,188,408 3,346,088	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683) 2,364,560 399,690 406,166 Head Office / others 2,118,490 1,395,843 - 6,830,567 - 34,289,414 44,634,314 3,276,606 12,000,000 81,075 (26,807,939) 10,572,014	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555 14,920,401 1,320,797 13,413,783 Total 81,606,006 449,687,240 391,783,953 3,589,887 56,849,976 992,517,062 84,163,669 12,000,000 791,186,883 50,620,160
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision Others Total Assets Borrowings Subordinated debts Deposits and other accounts Inter segment balances - net Others Total liabilities	banking (22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859 - 12,987,203 563,642 1,806,853 46,296,557 2,148,089 564,770,077 (533,524,209)	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484 921,775 15,698,490 307,546,207 32,344,618 160,149,553 97,723,672	Treasury 23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953 7,491,899 456,390,298 20,712,692 434,611,006	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 7 Consumer banking (Rupees 234,673 - 18,522,780 433,395 528,352 19,719,200 1,923,886 - 21,935 16,809,062	Islamic banking in '000) 2,991,524 276,551 3,268,074 1,595,917 207,631 1,464,526 2020 (Audited) Islamic banking in '000) 6,313,535 12,216,340 - 62,598,616 1,671,075 5,754,115 88,553,681 11,810,905 - 65,305,888 - 4,440,177 81,556,970	Foreign operations 770,238 - 7,569 777,807 85,667 85,667 (90,817) 782,957 Foreign operations 135,415 18,307,234 - 10,653,303 - 280,853 29,376,805 11,946,873 - 858,355 11,188,408 3,346,088 27,339,724	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683) 2,364,560 399,690 406,166 Head Office / others 2,118,490 1,395,843 - 6,830,567 - 34,289,414 44,634,314 3,276,606 12,000,000 81,075 (26,807,939) 10,572,014 (878,244)	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555 14,920,401 1,320,797 13,413,783 Total 81,606,006 449,687,240 391,783,953 3,589,887 65,849,976 992,517,062 84,163,669 12,000,000 791,186,883 -50,620,160 937,970,712
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision Others Total Assets Borrowings Subordinated debts Deposits and other accounts Inter segment balances - net Others	banking (22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859 12,987,203 563,642 1,806,853 46,296,557 2,148,089 564,770,077 (533,524,209) 12,902,600	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484 921,775 15,698,490 307,546,207 32,344,618 160,149,553 97,723,672 17,328,364	Treasury 23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953 7,491,899 456,390,298 20,712,692 - 434,611,006 1,066,600	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees 234,673 - 18,522,780 433,395 528,352 19,719,200 1,923,886 21,935 16,809,062 964,317	Islamic banking in '000) 2,991,524	Foreign operations 770,238 - 7,569 777,807 85,667 - 85,667 (90,817) 782,957 Foreign operations 135,415 18,307,234 - 10,653,303 - 280,853 29,376,805 11,946,873 - 858,355 11,188,408 3,346,088	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683) 2,364,560 399,690 406,166 Head Office / others 2,118,490 1,395,843 - 6,830,567 - 34,289,414 44,634,314 3,276,606 12,000,000 81,075 (26,807,939) 10,572,014	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555 14,920,401 1,320,797 13,413,783 Total 81,606,006 449,687,240
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision Others Total Assets Borrowings Subordinated debts Deposits and other accounts Inter segment balances - net Others Total liabilities Equity	banking (22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859 - 12,987,203 563,642 1,806,853 46,296,557 2,148,089 564,770,077 (533,524,209) 12,902,600 46,296,557	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484 921,775 15,698,490 307,546,207 32,344,618 160,149,553 97,723,672 17,328,364 307,546,207	Treasury 23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 7 Consumer banking (Rupees 234,673 - 18,522,780 433,395 528,352 19,719,200 1,923,886 21,935 16,809,062 964,317 19,719,200 - 1	Islamic banking in '000) 2,991,524	Foreign operations 770,238 - 7,569 777,807 85,667 - 85,667 (90,817) 782,957 Foreign operations 135,415 18,307,234 - 10,653,303 - 280,853 29,376,805 11,946,873 - 858,355 11,188,408 3,346,088 27,339,724 2,037,081	(1,734,316) 3,189,646 1,715,086 3,170,416 3,457,243 (1,092,683) 2,364,560 399,690 406,166 Head Office / others 2,118,490 1,395,843 6,830,567 34,289,414 44,634,314 3,276,606 12,000,000 81,075 (26,807,939) 10,572,014 (878,244) 45,512,558	22,486,457 0 7,168,525 29,654,982 14,785,846 134,555 14,920,401 1,320,797 13,413,783 Total 81,606,006 449,687,240 - 391,783,953 3,589,887 65,849,976 992,517,062 84,163,669 12,000,000 791,186,883 50,620,160 937,970,712 54,546,350

ASKARI BANK LIMITED

Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)
For the nine months ended September 30, 2021

35. RELATED PARTY TRANSACTIONS

Fauji Consortium comprising of Fauji Foundation, Fauji Fertilizer Company Limited and Fauji Fertilizer Bin Qasim Limited (the Parent) holds 71.91% of the Bank's share capital at the period end. The Bank has related party relationships with entities under common directorship, its directors, key management personnel, entities over which the directors are able to exercise significant influence and employees' funds.

The Bank 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 transactions with related parties and balances are as follows:

		,	As at September 30	, 2021 (Un-audited))				As at December 3	1, 2020 (Audited)		
	Parent	Directors	Key management personnel	Subsidiary	Companies with common directorship	Other related parties	Parent	Directors	Key management personnel	Subsidiaries	Companies with common directorship	Other related parties
Investments Opening balance Investment made during the period / year	-	 - -		165,619 -	450,478 -	Ruj 350,000 -	pees in '000 - -	-	-	114,789 50,830	719,311 411,454	300,000 50,000
Investment redeemed / disposed off during the period / year Transfer in / (out) - net	-	-		- - 165,619	(18,449) (92,688) 339,341	350,000	-	-	<u> </u>	165,619	(247,268) (433,019) 450,478	350,000
Closing balance Provision for diminution in value of investments				105,019	339,341	330,000			<u> </u>	34,068	430,476	330,000
										34,000		
Advances Opening balance Addition during the period / year	2,805,786 65,001,659	28,671 328	423,764 129,989	- 2,898	4,766,042 9,882,824	-	5,035,504 121,938,314	19,771 59,315	364,453 125,382	-	4,701,476 9,941,779	
Repaid during the period / year Transfer in / (out) - net Closing balance	(64,270,612) - 3,536,833	(28,998)	(97,865) (49,448) 406,440	(2,898)	(9,278,536) 2,328,032 7,698,362		(124,168,032) - 2,805,786	(50,406) (9) 28,671	(93,715) 27,644 423,764	-	(10,545,058) 667,845 4,766,042	<u> </u>
Provision held against advances	-	-	-	-	-		-	-	-	_	-	
Other Assets Interest / mark-up receivable Advance rent Dividend receivable Securities given as Collateral	70,461 4,722 - -	- - -	93,178 - - -	- - - -	427,899 - 21,167 -	- - - 188,963	46,571 1,081 - -	425 - - -	84,087 - - -	- - - -	90,799 - - -	: : :
Provision against other assets	-	-	-	-	-		-	-	-	-	-	
Borrowings Opening balance Borrowings during the period Settled during the period Transfer in / (out) - net Closing balance	- - -	- - - -		-	-	1,923,886 500,000 (135,420) 2,288,466	- - - -	- - - -	- - - -	- - - -		1,972,026 1,000,000 (1,048,140) - 1,923,886
Subordinated debt Opening balance Issued during the period Redemption during the period Transfer in / (out) - net Closing balance	- - - - -	- - - -	: : :	: : :	- - - -	- - - -	- - - -	- - - - -	- - - -	- - - -	24,950 - (5) (24,945)	- - - -
Deposits and other accounts Opening balance Received during the period / year Withdrawn during the period / year Transfer in / (out) - net Closing balance	8,018,104 528,873,776 (503,654,072) - 33,237,808	19,379 133,756 (125,805) - 27,330	186,617 1,235,823 (1,164,468) (3,565) 254,407	201,796 679,912 (666,653) - 215,055	12,205,848 222,845,153 (221,806,886) 12,752 13,256,867	4,811,281 64,343,357 (63,456,600) 231,180 5,929,218	4,678,222 584,157,308 (580,817,426) - - 8,018,104	211,929	117,562 1,095,412 (1,016,580) (9,777) 186,617	53,174 980,756 (832,134) - 201,796	15,124,817 256,093,596 (257,566,215) (1,446,350) 12,205,848	4,817,176 30,648,252 (30,654,147) - 4,811,281
Other Liabilities Interest / mark-up payable Payable to staff retirement fund Security deposits payable Others	44,000 - - -	:	1,052 - - 6,518	:	70,400 - 322,224 -	30,919 171,336 - -	19,363 - - - 4,986	- - -	1,809 - 287 4,588	- - -	34,000 - 296,198 -	38,941 310,314 - -
Contingencies and Commitments Contingencies and Commitments	1,081,812	-	-	40,000	5,772,217		1,313,613			40,000	3,951,782	-
Others Securities held as custodian	4,590,000	-	-	-	-	7,219,500	4,590,000	-	-	-	-	6,992,500

Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)

For the nine months ended September 30, 2021

For the nine months ended September 30, 2021 (Un-Audited)

For the nine months ended September 30, 2020 (Un-Audited)

					(0						(() () () () () ()	
	Parent	Directors	Key management personnel	Subsidiary	Companies with common directorship	Other related parties	Parent	Directors	Key management personnel	Subsidiary	Companies with common directorship	Other related parties
						Rupees	in '000					
Income												
Mark-up / return / interest earned	145,153	533	12,085	96	398,984	-	174,986	2,964	15,172	-	393,736	-
Fee and commission received	20	-	-	79	36,372	-	102	-	-	-	2,877	-
Dividend income	-	-	-	-	36,952	11,066	-	-	-	-	4,118	8,207
Gain on sale of fixed assets	-	-	1,975	-	-	-	-	-	-	-	-	-
Expense												
Mark-up / return / interest expensed	876,154	221	4,959	95	374,076	432,346	420,851	275	4,343	36	1,087,868	513,910
Rent	1,314	-	-	-	-	-	9,601	-	-	-	-	-
Insurance premium	-	-	-	-	-	-	-	-	-	-	63,404	-
Charge to defined benefit plan	-	-	-	-	-	218,571	-	-	-	-	· <u>-</u>	255,913
Contribution to defined contribution plan	_	-	-	-	-	236,456	-	-	-	-	_	219,858
Remuneration and allowances	_	-	547,956	_	-	5,205	_	-	463,225	-	_	4,366
Directors' Fee, Allowances	_	55,512	-	_	_	-	_	14,375		_	_	-
Communications	_	-	-	_	_	30,694	_	14,575	_	_	_	21,562
	_						_					
Brokerage and Commission	-	-	-	2,047	87	30,679	-	-	-	2,500	145	10,034
Donations	142,110	-	-	-	-	-	109,000	-	-	-	-	-
Others	-		-	-	-	-	-		-	-	2,364	
Dividend paid	2,718,846	9	225	-	-	42,350	1,359,423	4	113	-	-	11,745

In addition to above, rent free sub-branches are operating at FFC Sona Tower, FFBL Tower and Foundation University (along with booth and Atm).

During the nine months ended September 30, 2021, fixed assets having net book value of Rs 2,612 thousands were adjusted against the final settlement of Ex-President & CEO.

The term 'keymanagement personnel' has the same meaning as defined in IAS 24 - Related party disclosures.

Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

36. CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	(Un-audited)	(Audited)
	September 30, 2021	December 31, 2020
	(Rupees	in '000)
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	12,602,602	12,602,602
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	48,205,261	44,867,667
Eligible Additional Tier 1 (ADT 1) Capital	5,935,537	5,928,538
Total Eligible Tier 1 Capital	54,140,798	50,796,205
Eligible Tier 2 Capital	11,526,168	13,104,622
Total Eligible Capital (Tier 1 + Tier 2)	65,666,966	63,900,827
Risk Weighted Assets (RWAs):		
Credit Risk	369,700,405	324,807,165
Market Risk	37,617,046	31,566,562
Operational Risk	56,352,087	56,352,087
Total	463,669,538	412,725,814
Common Equity Tier 1 Capital Adequacy ratio	10.40%	10.87%
Tier 1 Capital Adequacy Ratio	11.68%	12.31%
Total Capital Adequacy Ratio	14.16%	15.48%
Leverage Ratio (LR):		
Eligible Tier-1 Capital	54,140,798	50,796,205
Total Exposures	1,714,003,406	1,419,666,541
Leverage Ratio	3.16%	3.58%
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	482,467,793	345,807,337
Total Net Cash Outflow	272,862,628	201,510,814
Liquidity Coverage Ratio	176.82%	171.61%
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	997,555,387	812,357,633
Total Required Stable Funding	498,398,218	441,907,178
Net Stable Funding Ratio	200.15%	183.83%

Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

37. **ISLAMIC BANKING BUSINESS**

The bank is operating 95 Islamic banking branches including 3 Sub branches at September 30, 2021 (December 31,2020 : 95 Islamic banking branches including 3 Sub branches) and Nil Islamic banking windows at September 30, 2021 (December 31,2020 : Nil).

		(Un-audited)	(Audited)
		September 30,	December 31,
		2021	2020
	Note	(Rupees	s in '000)
ASSETS			
Cash and balances with treasury banks		6,977,475	5,161,165
Balances with other banks		380,031	1,152,370
Due from financial Institutions		-	-
Investments	37.1	14,717,750	12,216,340
Islamic financing and related assets - net	37.2	70,127,771	64,269,691
Fixed assets		1,551,656	1,756,603
Intangible assets		-	-
Due from head office		-	-
Other assets		4,543,872	5,562,647
Total assets		98,298,555	90,118,816
LIABILITIES		4 004 400	4 477 400
Bills payable		1,291,406	1,477,496
Due to financial institutions	07.0	10,233,311	11,810,905
Deposits and other accounts	37.3	73,638,122	65,305,888
Due to head office		- 1	-
Subordinated debt		4 004 470	4.507.040
Other liabilities		4,931,472	4,527,816
NET ACCETO		90,094,311	83,122,105
NET ASSETS		8,204,244	6,996,711
Islamic Banking Fund		4,600,000	4,600,000
Reserves	37.4	18,749	-,000,000
Deficit on revaluation of assets	07.4	(10,016)	(57,670)
Unappropriated profit	37.5	3,595,511	2,454,381
2appropriation prom	37.0	8,204,244	6,996,711
		0,201,244	0,000,711
CONTINGENCIES AND COMMITMENTS	37.6	15,863,884	11,741,980

Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

The profit and loss account of the Bank's Islamic banking branches for the nine months ended September 30, 2021 is as follows:

		(Un-audited)		
		For the nine r	nonths ended	
		September 30,	September 30,	
		2021	2020	
	Note			
Profit / return earned	37.8	4,676,982	5,636,723	
Profit / return expensed	37.9	1,790,699	2,645,200	
Net Profit / return		2,886,283	2,991,523	
Other income				
Fee and Commission Income		177,337	130,482	
Dividend Income		59	-	
Foreign Exchange Income		69,903	99,115	
Gain on securities		-	1,706	
Other Income		64,253	45,247	
Total other income		311,552	276,550	
Total Income		3,197,835	3,268,073	
Other expenses				
Operating expenses		1,682,155	1,595,441	
Workers' Welfare Fund		-	-	
Other charges		140	475	
Total other expenses		1,682,295	1,595,916	
Profit before provisions		1,515,540	1,672,157	
Provisions and write offs - net		374,410	207,631	
Profit before taxation		1,141,130	1,464,526	

		September 30, 2021 (Un-audited)				December 31, 2020 (Audited)			
		Cost / amortized cost	Provision for diminution	Surplus / (deficit)	Carrying value	Cost / amortized cost	Provision for diminution	Surplus / (deficit)	Carrying value
37.1	Investments by segments:	amortized cost	diffillation	(delicit)	(Rupees i		diffillidioff	(delicit)	value
	Federal Government Securities:								
	- Ijarah Sukuks	7,059,920	-	(10,164)	7,049,756	5,538,804	-	(58,148)	5,480,656
	- GOP Bai Muajjal	5,246,146	-	-	5,246,146	5,246,146	-	-	5,246,146
		12,306,066	-	(10,164)	12,295,902	10,784,950	-	(58,148)	10,726,802
	Units of open end mutual funds	100,000	-	99	100,099	-	-	-	-
	Non Government Debt Securities:								
	- Listed	35,000	-	49	35,049	70,000	-	478	70,478
	- Unlisted	2,846,663	(559,963)	-	2,286,700	1,979,023	(559,963)	-	1,419,060
		2,881,663	(559,963)	49	2,321,749	2,049,023	(559,963)	478	1,489,538
		15,287,729	(559,963)	(10,016)	14,717,750	12,833,973	(559,963)	(57,670)	12,216,340

September 30, D September 30, D 2021	
September 30, 2021 (Un-audited) 1,159,134 2, 2,174,928 3,2021 37.2.3 Inventory related to islamic financing 1,159,134 3,2021 3,2021 (Un-audited) 1,159,134 3,2021 3,2021 (Un-audited) 1,159,134 3,2021 3,2021 (Un-audited) 1,159,134 3,2021 (Un-audited) 1,165,0172 3,2021 (Un-audited) 3,2021 (Un-aud	(Audited)
September 30, 2021 (Un-audited) Sept	December 31,
Ijarah	2020
Murabaha - note 37.2.1 Musharaka Diminishing musharaka Diminishing musharaka Salam Salam Receivable against sale of istisna / salam inventory Service ijarah Other islamic modes (executive car finance - qarz-e-hasana) Advances against islamic assets - note 37.2.2 Inventory related to islamic financings Specific General Specific General Tess islamic financing and related assets - net of provision Tess in a financing and related assets These unconsolidated condensed interim financial statements were permental statement	es in '000)
Musharaka Diminishing musharaka Salam Salam Salam Sistisna Receivable against sale of istisna / salam inventory Receivable against sale of istisna / salam inventory Service ijarah Other islamic modes (executive car finance - qarz-e-hasana) Advances against islamic assets - note 37.2.2 Inventory related to islamic financings - Specific - General Salam Sistisna Receivable against sale of istisna / salam inventory Ref6,722 Service ijarah Other islamic modes (executive car finance - qarz-e-hasana) Advances against islamic assets - note 37.2.2 Inventory related to islamic financing - note 37.2.3 Less: provision against islamic financings - Specific - General Salam Islamic financing and related assets - net of provision T0,127,771 37.2.1 Includes advance against Murabaha of Rs.1,292,632 thousand (December 31, 2020: Rs.397,579 thousand) 37.2.2 Advance against islamic assets These unconsolidated condensed interim financial statements were lijarah Musharaka Musharaka Salam Istisna (Rupees in '000) September 30, 2021 (Un-audited) J1,159,134 - 2,174,928 December 31, 2020 (Audited) September 30, 2021 (Un-audited) J1,159,134 - 2,174,928	4,227,697
Diminishing musharaka 13,136,187 Salam 5,050,033 Istisna 3,343,267 Receivable against sale of istisna / salam inventory 876,722 Service ijarah 1,652,176 Other islamic modes (executive car finance - qarz-e-hasana) 106,829 Advances against islamic assets - note 37.2.2 3,334,062 Inventory related to islamic financing - note 37.2.3 2,340,117 Gross islamic financing and related assets 71,608,115 Less: provision against islamic financings - Specific 1,380,907 99,437 1,480,344 Islamic financing and related assets - net of provision 70,127,771 Includes advance against Murabaha of Rs.1,292,632 thousand (December 31, 2020: Rs.397,579 thousand) 37.2.2 Advance against islamic assets Institute In	4,379,276
Salam	28,545,253
Istisna Receivable against sale of istisna / salam inventory 876,722 Service ijarah 1,652,176 1,652,176 1,652,176 1,068,29 Advances against islamic assets - note 37,2.2 3,334,062 Inventory related to islamic financing - note 37.2.3 2,340,117 Gross islamic financing and related assets 71,608,115	16,936,532
Receivable against sale of istisna / salam inventory S76,722 Service jigrath 1,682,176 106,829 Advances against islamic assets - note 37.2.2 1,82,176 106,829	4,935,938
Service ijarah 1,652,176 106,829 Advances against islamic assets - note 37.2.2 3,334,062 Inventory related to islamic financing - note 37.2.3 2,340,117 Gross islamic financing and related assets 71,608,115	2,744,352
Other islamic modes (executive car finance - qarz-e-hasana) Advances against islamic assets - note 37.2.2 Inventory related to islamic financing - note 37.2.3 Inventory related to islamic financing - note 37.2.3 Inventory related to islamic financing and related assets Total financing and related assets Total financing and related assets - net of provision 37.2.1 Includes advance against Murabaha of Rs.1,292,632 thousand (December 31, 2020: Rs.397,579 thousand) Advance against islamic assets These unconsolidated condensed interim financial statements were ligarah Musharaka Musharaka Salam (Rupees in '000) September 30, 2021 (Un-audited) December 31, 2020 (Audited) Total financing ligarah Musharaka Musharaka Salam (Rupees in '000) September 30, 2021 (Un-audited) Jigarah Musharaka Diminishing Musharaka Salam (Rupees in '000) September 30, 2021 (Un-audited) Jigarah Musharaka Musharaka Salam Istisna (Rupees in '000) September 30, 2021 (Un-audited) Jigarah Musharaka Salam (Rupees in '000) September 30, 2021 (Un-audited) Jigarah Musharaka Salam (Rupees in '000) September 30, 2021 (Un-audited) Jigarah Musharaka Salam (Rupees in '000)	150,000
Advances against islamic assets - note 37.2.2 3,334,062 2,340,117 Gross islamic financing - note 37.2.3 2,340,117 T1,608,115 Less: provision against islamic financings - Specific - General 1,380,907 99,437 1,480,344 Islamic financing and related assets - net of provision 70,127,771 37.2.1 Includes advance against Murabaha of Rs.1,292,632 thousand (December 31, 2020: Rs.397,579 thousand) 37.2.2 Advance against islamic assets Ijarah Musharaka Musharaka Salam (Rupees in '000) September 30, 2021 (Un-audited) 1,159,134 - 2,174,928 December 31, 2020 (Audited) 578,819 - 909,314 - 37.2.3 Inventory related to islamic financing Ijarah Musharaka Musharaka Salam (Rupees in '000) September 30, 2021 (Un-audited) 1,159,134 - 2,174,928 - - 37.2.3 Inventory related to islamic financing Ijarah Musharaka Musharaka Salam (Rupees in '000) September 30, 2021 (Un-audited) 1,159,134 - 2,174,928 - 37.2.3 Inventory related to islamic financing Ijarah Musharaka Musharaka Salam (Rupees in '000) September 30, 2021 (Un-audited) 874,105 1,466,012 37.466,012	752,176
Inventory related to islamic financing - note 37.2.3 2,340,117 71,608,115 71,608,115	93,424
Cross islamic financing and related assets 71,608,115	1,488,133
Less: provision against islamic financings - Specific - General 1,380,907 99,437 1,480,344 Islamic financing and related assets - net of provision 37.2.1 Includes advance against Murabaha of Rs.1,292,632 thousand (December 31, 2020: Rs.397,579 thousand) 37.2.2 Advance against islamic assets These unconsolidated condensed interim financial statements were ligarah Musharaka Salam (Rupees in '000) September 30, 2021 (Un-audited) 1,159,134 - 2,174,928 December 31, 2020 (Audited) 578,819 - 909,314 37.2.3 Inventory related to islamic financing Ijarah Musharaka Diminishing Musharaka Salam Istisna (Rupees in '000) September 30, 2021 (Un-audited) 874,105 1,466,012	1,122,844 65,375,625
- Specific - General 1,380,907 99,437 1,480,344 Islamic financing and related assets - net of provision 70,127,771 37.2.1 Includes advance against Murabaha of Rs.1,292,632 thousand (December 31, 2020: Rs.397,579 thousand) 37.2.2 Advance against islamic assets These unconsolidated condensed interim financial statements were Diminishing Musharaka Salam Istisna (Rupees in '000) September 30, 2021 (Un-audited) 1,159,134 - 2,174,928 December 31, 2020 (Audited) 578,819 - 909,314 37.2.3 Inventory related to islamic financing Ijarah Musharaka Musharaka Salam Istisna (Rupees in '000) September 30, 2021 (Un-audited) 874,105 1,466,012 September 30, 2021 (Un-audited)	05,575,025
- General September 30, 2021 (Un-audited) September 30, 2021 (Un-audi	
1,480,344 Islamic financing and related assets - net of provision 70,127,771 37.2.1 Includes advance against Murabaha of Rs.1,292,632 thousand (December 31, 2020: Rs.397,579 thousand) 37.2.2 Advance against islamic assets These unconsolidated condensed interim financial statements were Ijarah Musharaka Musharaka Salam Istisna (Rupees in '000)	1,023,192
Islamic financing and related assets - net of provision 37.2.1 Includes advance against Murabaha of Rs.1,292,632 thousand (December 31, 2020: Rs.397,579 thousand) 37.2.2 Advance against islamic assets These unconsolidated condensed interim financial statements were Diminishing Musharaka Salam Istisna (Rupees in '000) September 30, 2021 (Un-audited) 1,159,134 - 2,174,928 - - December 31, 2020 (Audited) 578,819 - 909,314 - - 37.2.3 Inventory related to islamic financing Ijarah Musharaka Diminishing Musharaka Salam Istisna (Rupees in '000) September 30, 2021 (Un-audited) - - 874,105 1,466,012	82,742
37.2.1 Includes advance against Murabaha of Rs.1,292,632 thousand (December 31, 2020: Rs.397,579 thousand) 37.2.2 Advance against islamic assets These unconsolidated condensed interim financial statements were Diminishing Musharaka Salam Istisna (Rupees in '000)	1,105,934
37.2.2 Advance against islamic assets These unconsolidated condensed interim financial statements were ligarah	64,269,691
These unconsolidated condensed interim financial statements were ligarah Musharaka Salam (Rupees in '000) September 30, 2021 (Un-audited) 1,159,134 - 2,174,928 December 31, 2020 (Audited) 578,819 - 909,314 37.2.3 Inventory related to islamic financing Ijarah Musharaka Diminishing Musharaka Salam Istisna	
Ijarah Musharaka Musharaka Salam Istisna	
CRupees in '000) September 30, 2021 (Un-audited)	
September 30, 2021 (Un-audited)	Total
December 31, 2020 (Audited) 578,819 - 909,314 37.2.3 Inventory related to islamic financing Ijarah Musharaka Musharaka Salam Istisna (Rupees in '000)	
37.2.3 Inventory related to islamic financing Ijarah Musharaka Diminishing Musharaka Salam Istisna (Rupees in '000)	3,334,062
Ijarah Musharaka Musharaka Salam Istisna (Rupees in '000) September 30, 2021 (Un-audited) 874,105 1,466,012	1,488,133
Ijarah Musharaka Musharaka Salam Istisna (Rupees in '000) September 30, 2021 (Un-audited) 874,105 1,466,012	
Ijarah Musharaka Musharaka Salam Istisna (Rupees in '000) September 30, 2021 (Un-audited)	
(Rupees in '000) September 30, 2021 (Un-audited) 874,105 1,466,012	
September 30, 2021 (Un-audited) 874,105 1,466,012	Total
December 31, 2020 (Audited) 50,073 1,072,771	2,340,117
	1,122,844

For the	e nine months ended September 30, 2021	(Un-audited)	(Audited)
		September 30,	December 31,
		2021	2020
37.3	Deposits and other accounts	(Rupee	s in '000)
	Customers		
	Current deposits - non remunerative	27,867,475	23,312,633
	Current deposits - remunerative	1,139,140	975,625
	Savings deposits	23,359,286	23,619,062
	Term deposits	12,885,695	12,058,779
	Others	894,531	584,729
		66,146,127	60,550,828
	Financial Institutions		
	Current deposits - non remunerative	33,097	19,576
	Savings deposits	342,969	335,484
	Term deposits	7,115,929	4,400,000
		7,491,995	4,755,060
		73,638,122	65,305,888
37.4	PROFIT EQUALISATION RESERVE		
	The profit equalisation reserve amounting to Rs.18,749 (December 31, 2020: Nil) classified in oth in note 19 has been presented as reserve.	ner liabilities	
37.5	Islamic banking business unappropriated profit / (loss)		
	Opening balance	2,454,381	691,544
	Add: Islamic banking profit for the period / year	1,141,130	1,762,837
	Closing Balance	3,595,511	2,454,381
37.6	CONTINGENCIES AND COMMITMENTS		
	- Guarantees	6,384,647	5,460,329
	- Commitments	9,479,237	6,281,651
		15,863,884	11,741,980
37.7	CHARITY FUND		
	Opening balance	20,529	52,137
	Additions during the period	•	•
	- Received from customers on delayed payments	24,671	15,391
	- Non Shariah Compliant Income	-	-
	- Profit on charity account	7	21
	- Others	261	233
		24,939	15,645
	Payments / utilization during the period	(507)	(4.055)
	- Education - Community Welfare	(587)	(1,055)
	- Relief and disaster recovery	_	_
	- Health	(11,788)	(41,270)
	- Orphanage	(2,581)	(41,270)
	- · F.·····	(14,956)	(47,253)
	Closing balance	30,512	20,529
		·	<u> </u>

Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

		(Un-au nine mont	·
		September 30,	September 30,
		2021	2020
		(Rupees	in '000)
37.8	Profit / return earned on financing, investments and placements		
	Profit earned on:		
	Financing	3,619,055	4,630,379
	Investments	1,032,441	762,092
	Placements	25,486	167,728
	Lendings	-	76,524
		4,676,982	5,636,723
37.9	Profit on deposits and other dues expensed		
	Deposits and other accounts	1,389,435	2,405,771
	Due to financial institutions	230,681	102,004
	Due to head office	1,164	6,185
	Profit Equalization Reserve	37,675	-
	Lease liability against right-of-use assets	131,744	131,240
		1,790,699	2,645,200

38. DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue by the Board of Directors on October 21, 2021.

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CFO	President & CE	Director	Director	Chairman

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED September 30, 2021

(UN-AUDITED)

Consolidated Condensed Interim Statement of Financial Position As at September 30, 2021

		(Un-audited)	(Audited)	
		September 30,	December 31,	
		2021	2020	
	Note	(Rupees in '000)		
ASSETS				
Cash and balances with treasury banks	6	74,955,513	73,651,718	
Balances with other banks	7	7,792,268	8,196,147	
Lendings to financial institutions	8	25,473,790	-	
Investments	9	573,133,127	449,611,987	
Advances	10	449,652,719	395,416,055	
Fixed assets	11	20,125,715	21,232,750	
Intangible assets	12	1,209,784	1,158,857	
Deferred tax assets	13	2,924,519	1,597,334	
Other assets	14	41,717,483	42,021,813	
		1,196,984,918	992,886,661	
LIABILITIES				
Bills payable	15	11,129,165	12,629,996	
Borrowings	16	74,970,562	84,163,669	
Deposits and other accounts	17	1,005,806,365	790,982,287	
Liabilities against assets subject to finance lease		-	-	
Subordinated debts	18	12,000,000	12,000,000	
Deferred tax liabilities	13	-	-	
Other liabilities	19	37,088,912	38,429,433	
		1,140,995,004	938,205,385	
NET ASSETS		55,989,914	54,681,276	
REPRESENTED BY				
Share capital		12,602,602	12,602,602	
Reserves		32,186,638	25,701,665	
Surplus on revaluation of assets - net of tax	20	5,413,904	7,670,956	
Unappropriated profit	20	5,786,770	8,706,053	
οπαρριορπαιεά ρισπι				
		55,989,914	54,681,276	

CONTINGENCIES AND COMMITMENTS

21

The annexed notes 1 to 38 form an integral part of these consolidated condensed interim financial statements.

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CFO	President & CE	Director	Director	Chairman

Consolidated Condensed Interim Profit and Loss Account (Un-audited)

For the quarter and nine months ended September 30, 2021

		For the quarter ended		For the nine months ended	
		September 30,	September 30,	September 30,	September 30,
		2021	2020	2021	2020
	Note	(Rupees in '000)		(Rupees	in '000)
Mark-up / return / interest earned	23	20,394,695	18,015,693	55,834,678	61,265,403
Mark-up / return / interest expensed	24	11,645,107	9,942,459	31,293,525	38,769,831
Net mark-up / interest income		8,749,588	8,073,234	24,541,153	22,495,572
Non mark-up / interest income					
Fee and commission income	25	1,142,034	1,052,294	3,274,671	2,602,860
Dividend income		132,412	80,603	325,891	202,950
Foreign exchange income		675,708	666,621	2,115,168	1,850,817
Income / (loss) from derivatives		-	-	-	-
Gain on securities	26	23,747	996,143	814,286	2,388,880
Other income	27	86,329	83,158	295,404	230,012
Total non-markup / interest income		2,060,230	2,878,819	6,825,420	7,275,519
Total income		10,809,818	10,952,053	31,366,573	29,771,091
Non mark-up / interest expenses					
Operating expenses	28	5,088,220	4,920,671	16,038,766	14,903,577
Workers' Welfare Fund		12,763	6,840	32,920	33,442
Other charges	29	425	31,050	6,036	42,904
Total non-markup / interest expenses		5,101,408	4,958,561	16,077,722	14,979,923
Profit before provisions		5,708,410	5,993,492	15,288,851	14,791,168
Provisions and write offs - net	30	1,281,002	676,485	4,100,092	1,320,797
Extraordinary / unusual items					
Profit before taxation		4,427,408	5,317,007	11,188,759	13,470,371
Taxation	31	1,740,096	2,082,649	4,382,527	5,264,202
Profit after taxation		2,687,312	3,234,358	6,806,232	8,206,169
Attributable to:					
Equity holders of the Bank		2,687,312	3,228,096	6,806,232	8,195,505
Non-controlling interest		-	6,262	-	10,664
•		2,687,312	3,234,358	6,806,232	8,206,169
		Rup	ees	Rup	ees
Basic and diluted earnings per share	32	2.13	2.56	5.40	6.50
					

The annexed notes 1 to 38 form an integral part of these consolidated condensed interim financial statements.

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Consolidated Condensed Interim Statement of Comprehensive Income (Un-audited) For the quarter and nine months ended September 30, 2021

	For the qua	arter ended	For the nine months ended		
	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	
	(Rupees	in '000)	(Rupees	in '000)	
Profit after taxation	2,687,312	3,234,358	6,806,232	8,206,169	
Other comprehensive income					
Items that may be reclassified to profit and loss account in subsequent periods:					
Effect of translation of net investment in foreign branch	221,059	(28,229)	198,455	106,052	
Movement in (deficit) / surplus on revaluation of investments - net of tax	(1,299,927)	(3,005,139)	(1,912,591)	2,308,611	
	(1,078,868)	(3,033,368)	(1,714,136)	2,414,663	
Items that will not be reclassified to profit and loss account in subsequent periods:					
Remeasurement of defined benefit plan - net of tax	-	-	28,813	(9,750)	
Movement in surplus / (deficit) on revaluation of non-banking assets	2,129	-	(31,490)	-	
	2,129	-	(2,677)	(9,750)	
Total comprehensive income	1,610,573	200,990	5,089,419	10,611,082	
Total comprehensive income attributable to:					
Equity holders of the Bank	1,659,114	193,819	5,089,419	10,600,418	
Non-controling interest		7,171		10,664	
	1,659,114	200,990	5,089,419	10,611,082	

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CFO	President & CE	Director	Director	Chairman

Consolidated Condensed Interim Statement of Changes in Equity (Un-audited)

For the nine months ended September 30, 2021

						Surplus / (deficit) o	on revaluation of	_,			
	Share capital	Exchange translation reserve	Share premium account	Statutory reserve	General reserve	Investments	Fixed / Non banking assets	Un-appropriated profit / (loss)	Sub-total	Non-controlling interest	Total
						(Rupees in '000)					
Balance as at January 1, 2020	12,602,602	275,169	234,669	10,098,727	8,800,324	(1,508,638)	5,834,717	6,002,253	42,339,823	48,546	42,388,369
Prior period error of subsidiary	-	-	-	-	-	-	-	(428)	(428)	(150)	(578)
Total comprehensive income for the nine months ended September 30, 2020											
Net profit for the nine months ended September 30, 2020	-	-	-	-	-	-	-	8,195,505	8,195,505	10,664	8,206,169
Other comprehensive income related to equity	-	106,052	-	-	-	2,322,425	-	(9,750)	2,418,727	-	2,418,727
	-	106,052	-	-	-	2,322,425	-	8,185,755	10,614,232	10,664	10,624,896
Transfer to Statutory reserve	-	-	-	1,641,234	-	-	-	(1,641,234)	-	-	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	(22,922)	23,937	1,015	-	1,015
Transfer to General reserve	-	-	-	-	4,111,863	-	-	(4,111,863)	-	-	-
Transaction with owners directly recorded in equity Final dividend 2019: Rs. 1.5 per share	-	-	-	-	-	-	-	(1,890,390)	(1,890,390)	-	(1,890,390)
Acquisition of non-controlling interest in subsidiary	-	-	-	-	-	-	-	-	-	(59,060)	(59,060)
Balance as at September 30, 2020	12,602,602	381,221	234,669	11,739,961	12,912,187	813,787	5,811,795	6,568,030	51,064,252		51,064,252
Total comprehensive income for the quarter ended											
December 31, 2020											
Net profit for the quarter ended December 31, 2020	-	-	-	-	-	-	-	2,650,828	2,650,828	-	2,650,828
Other comprehensive income related to equity	-	(96,538)	-	-	-	(729,982)	1,829,236	(37,707)	965,009	-	965,009
	-	(96,538)	-	-	-	(729,982)	1,829,236	2,613,121	3,615,837	-	3,615,837
Transfer to Statutory reserve	-	-	-	530,165	-	-	-	(530,165)	-	-	-
Transfer from surplus on revaluation of assets to											
unappropriated profit - net of tax							(53,880)		1,187		1,187
Balance as at December 31, 2020	12,602,602	284,683	234,669	12,270,126	12,912,187	83,805	7,587,151	8,706,053	54,681,276	-	54,681,276
Total comprehensive income for the nine months ended											
September 30, 2021	_							6,806,232	6,806,232		6,806,232
Net profit for the nine months ended September 30, 2021	_	- 198,455	-	-	-	(1,912,591)	(31,490)		(1,716,813)	-	(1,716,813)
Other comprehensive income related to equity	_	198,455	-	_	_	(1,912,591)	(31,490)		5,089,419	_	5,089,419
T () 0	_	<u>-</u>	_	1,361,246	_	-	-	(1,361,246)	-	_	-
Transfer to Statutory reserve Transfer from surplus on revaluation of asset to unappropriated profit - net of tax	-	-	_	-	-	-	(312,971)	, , ,	-	-	-
Transfer to General reserve	-	-	-	-	4,925,272	-	-	(4,925,272)	-	-	-
Transaction with owners, recorded directly in equity											
Final dividend 2020: Rs. 3 per share			-	-				(3,780,781)	(3,780,781)		(3,780,781)
Balance as at September 30, 2021	12,602,602	483,138	234,669	13,631,372	17,837,459	(1,828,786)	7,242,690	5,786,770	55,989,914		55,989,914
•											

The annexed notes 1 to 38 form an integral part of these consolidated condensed interim financial statements.

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CFO	President & CE	Director	Director	Chairman

Consolidated Condensed Interim Cash Flow Statement (Un-audited) For the nine months ended September 30, 2021

	For the nine months ended	
	September 30, 2021	September 30, 2020
Note	(Rupees	in '000)
Cash flow from operating activities		
Profit before taxation	11,188,759	13,470,371
Less: dividend income	(325,891)	(202,950)
A disease and as	10,862,868	13,267,421
Adjustments: Depreciation	740,865	836,740
Depreciation on right of use assets	1,072,385	1,090,497
Amortization	144,451	169,749
Mark-up expense on lease liability against right of use assets	676,160	684,653
Termination of lease contracts under IFRS - 16 Leases	(2,649)	(2,373)
Charge for defined benfit plan	218,571	256,030
Provisions and write offs - net 30	4,180,218	1,378,527
Unrealised gain on held for trading securities	-	(11,896)
Gain on acquisition of non-controlling interest in ASL Gain on sale of fixed assets	(5,590)	(8,231) (4,793)
Gaill on sale of likeu assets	7,024,411	4,388,903
	17,887,279	17,656,324
(Increase) / decrease in operating assets	, ,	,,-
Lendings to financial institutions	(25,473,790)	11,133,772
Held for trading securities	193	(509,433)
Advances	(58,307,531)	(12,847,782)
Other assets (excluding advance taxation)	413,535	(186,862)
Ingrange / (degrees) in engrating liabilities	(83,367,593)	(2,410,305)
Increase / (decrease) in operating liabilities Bills payable	(1,500,831)	(322,567)
Borrowings from financial institutions	(9,193,107)	38,838,234
Deposits	214,824,078	84,891,338
Other liabilities (excluding current taxation)	(585,267)	131,540
	203,544,873	123,538,545
Net cash flow generated from operations	138,064,559	138,784,564
Income tax paid	(4,995,860)	(3,472,064)
Net cash flow generated from operating activities	133,068,699	135,312,500
Cash flow from investing activities		
Net investments in available for sale securities	(99,150,578)	(133,226,575)
Net investments in held to maturity securities	(27,580,783)	(7,314,778)
Dividend received	282,545	194,661
Investments in fixed assets	(677,139)	(757,866)
Investments in intangible assets	(202,085)	(398,680)
Proceeds from sale of fixed assets	13,630	12,943
Effect of translation of net investment in foreign branch Net cash used in investing activities	198,455 (127,115,955)	106,052 (141,384,243)
Two cash asca in investing activities	(127,110,000)	(141,504,245)
Cash flow from financing activities		
Receipts / (payments) of subordinated debts - net	-	2,008,000
Payments against lease liabilities	(1,320,264)	(1,090,994)
Dividend paid	(3,732,564)	(1,870,484)
Net cash used in financing activities	(5,052,828)	(953,478)
Increase / (decrease) in cash and cash equivalents	899,916	(7,025,221)
Cash and cash equivalents at beginning of the period Cash and cash equivalents at end of the period	81,847,865 82,747,781	77,256,780 70,231,559
outh and outh equivalents at one of the period	02,171,101	10,231,333

The annexed notes 1 to 38 form an integral part of these consolidated condensed interim financial statements.

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CFO	President & CE	Director	Director	Chairman

Notes to the Consolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

1. STATUS AND NATURE OF BUSINESS

- 1.1 The Group consists of Askari Bank Limited, the holding company and Askari Securities Limited, a wholly owned subsidiary.
- 1.2 Askari Bank Limited (the Bank) was incorporated in Pakistan on October 9, 1991 as a Public Limited Company and is listed on the Pakistan Stock Exchange. The registered office of the Bank is situated at AWT Plaza, the Mall, Rawalpindi. The Bank is a scheduled commercial bank and is principally engaged in the business of banking as defined in the Banking Companies Ordinance, 1962. The Fauji Consortium: comprising of Fauji Foundation (FF), Fauji Fertilizer Company Limited (FFCL) and Fauji Fertilizer Bin Qasim Limited (FFBL) collectively owned 71.91 percent shares of the Bank as on September 30, 2021. The ultimate parent of the Bank is Fauji Foundation. The Bank has 537 branches (December 2020: 537 branches); 536 in Pakistan and Azad Jammu and Kashmir (including 95 (December 2020: 95) Islamic Banking branches and 49 (December 2020: 49) sub-branches) and a Wholesale Bank Branch (WBB) in the Kingdom of Bahrain.
- 1.3 Askari Securities Limited (ASL) was incorporated in Pakistan on October 1, 1999 under the repealed Companies Ordinance, 1984 as a public limited company. The Bank holds 100% Ordinary Shares of ASL. The principal activity includes share brokerage, investment advisory and consultancy services. The registered office of ASL is situated in Islamabad.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

2.1 BASIS OF PREPARATION

- 2.1.1 The consolidated condensed interim financial statements are presented in Pak Rupees, which is the Group's functional and presentation currency. The amounts are rounded off to the nearest thousand.
- 2.1.2 These consolidated condensed interim financial statements have been prepared under the historical cost convention except that certain classes of fixed assets and non-banking assets acquired in satisfaction of claims are stated at revalued amounts and certain investments have been marked to market and are carried at fair value. In addition, obligations in respect of staff retirement benefits are carried at present value.

2.2 STATEMENT OF COMPLIANCE

- 2.2.1 These consolidated condensed interim financial statements have been prepared in accordance with the approved accounting and reporting standards as applicable in Pakistan. The approved accounting and reporting standards 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 the Companies Act, 2017; and
 - Directives issued by the State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP).

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

- 2.2.2 The SECP vide its notification SRO 633 (I)/2014 dated 10 July 2014, adopted IFRS 10 effective from the periods starting from June 30, 2014. However, vide its notification SRO 56 (I)/2016 dated January 28, 2016, it has been notified that the requirements of IFRS 10 and section 228 of the Companies Act, 2017 will not be applicable with respect to the investment in mutual funds established under trust structure.
- 2.2.3 The SBP, vide its BSD Circular Letter no. 10 dated August 26, 2002 has deferred the applicability of International Accounting Standard 40, Investment Property, for banking companies till further instructions. Further, the SECP, through S.R.O 411(1)/2008 dated April 28, 2008, has deferred the applicability of IFRS 7, Financial Instruments: Disclosures, to banks. Additionally, the SBP vide BPRD Circular Letter No. 24 of 2021 dated July 5, 2021 has deferred the applicability of IFRS 9 to banks to accounting periods beginning on or after January 1, 2022. Accordingly, the requirements of these standards have not been considered in the preparation of these consolidated condensed interim financial statements.
- 2.2.4 These consolidated condensed interim financial statements have been presented in accordance with the requirements of format prescribed by SBP vide BPRD Circular Letter No. 5 dated March 22, 2020 and International Accounting Standard 34 'Interim Financial Reporting' (IAS 34) and do not include all the information and disclosures required in the audited annual consolidated financial statements, and should be read in conjunction with the audited annual consolidated financial statements of the Group for the year ended December 31, 2020.

3. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation adopted in the preparation of these consolidated condensed interim financial statements are consistent with those applied in the preparation of the audited annual consolidated financial statements of the Group for the year ended December 31, 2020.

Notes to the Consolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

3.1 Standards, interpretations of and amendments to published approved accounting standards that are effective in the current period

There are certain new and amended standards, interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after January 1, 2021 but are considered not to be relevant or do not have any significant effect on the Bank's operations and are therefore not detailed in these consolidated condensed interim financial statements.

3.2 Standards, interpretations of and amendments to published approved accounting standards that are not yet effective

Asper the SBP's BPRD Circular Letter no.24 dated July 5, 2021, the applicability of IFRS9 to banks in Pakistan has been deferred to accounting periods beginning on or after January 1, 2022. The impact of application of IFRS 9 in Pakistan on Group's financial statements is being assessed and implementation guidelines are awaited.

There are various other standards, interpretations and amendments to accounting standards as applicable in Pakistan that are not yet effective in the current period. These are not likely to have material effect on the Group's financial statements.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

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 unconsolidated financial statements of the Bank for the year ended December 31, 2020.

5. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Group are consistent with those disclosed in the audited annual consolidated financial statements of the Group for the year ended December 31, 2020.

				(Un-audited)	(Audited)
				September 30,	December 31,
				2021	2020
6.	CASH AND BALANCES WITH TREASUR	RY BANKS		Rupees	s in '000
	In hand:				
	Local currency			22,724,673	17,290,446
	Foreign currencies			5,466,391	4,030,731
				28,191,064	21,321,177
	With the State Bank of Pakistan in:				
	Local currency current accounts			30,452,322	37,199,449
	Foreign currency current accounts			4,786,200	4,513,312
	Foreign currency deposit account			9,103,338	7,501,569 49,214,330
	With National Bank of Pakistan in:			. 1,0 11,000	10,211,000
	Local currency current accounts			2,015,069	2,260,681
	Prize Bonds			407,520	855,530
				74,955,513	73,651,718
7.	BALANCES WITH OTHER BANKS				
	In Pakistan				
	In current accounts			569,486	469,080
	In deposit accounts			14,092	3,612
				583,578	472,692
	Outside Pakistan			4 000 474	0.000.000
	In current accounts In deposit accounts			1,326,174	2,206,020 5,517,441
	in deposit accounts			5,882,531 7,208,705	7,723,461
	Provision under IFRS 9 related to WBB			(15)	(6)
				7,792,268	8,196,147
8.	LENDINGS TO FINANCIAL INSTITUTION	NS			
	Repurchase agreement Lendings (Revers	e Repo)		25,473,790	_
	Purchase under resale arrangement of eq	• /		148,607	148,607
				25,622,397	148,607
	Provision held against lending to financial	institutions		(148,607)	(148,607)
	Lendings to financial institutions - net of pr	rovision		25,473,790	
		September 30, 20)21 (Un-audited)	December 31,	2020 (Audited)
		Classified lending	Provision held	Classified lending	Provision held
8.1	Category of classification	-	(Rupees	-	
	Domestic				
	Loss	148,607	148,607	148,607	148,607

9.	INVESTMENTS		September 30, 20	021 (Un-audited)			December 31,	2020 (Audited)	
		Cost /	Provision for	Surplus /	Carrying	Cost /	Provision for	Surplus /	Carrying
		amortized cost	diminution	(deficit)	value	amortized cost	diminution	(deficit)	value
		(Rupees in '000)							
9.1	Investments by type:								
	Held for trading securities								
	Shares	-	-	-	-	-	-	-	-
	Units of open end mutual funds	-	-	-	-	193	-	-	193
		-	-	-	-	193	-	-	193
	Available for sale securities								
	Federal Government Securities	432,959,338	(29,072)	(3,296,126)	429,634,140	335,378,424	(31,877)	(525,781)	334,820,766
	Shares	4,960,686	(277,321)	(3,255)	4,680,110	4,710,140	(158,232)	291,562	4,843,470
	Units of open end mutual funds	1,510,608	(140,558)	139,009	1,509,059	1,405,036	(140,558)	171,942	1,436,420
	Fully paid preference shares	27,314	(11,914)	225	15,625	27,314	(11,914)	46,545	61,945
	Non Government Debt Securities Foreign securities	12,257,095 513,626	(1,386,785) (24,272)	99,147 13,706	10,969,457 503,060	11,048,874 482,547	(1,422,704) (5,203)	117,486 18,534	9,743,656 495,878
	Foreign securities	452,228,667	(1,869,922)	(3,047,294)	447,311,451	353,052,335	(1,770,488)	120,288	351,402,135
		452,220,007	(1,809,922)	(3,047,294)	447,311,431	333,032,333	(1,770,466)	120,288	331,402,133
	Held to maturity securities								
	Federal Government Securities	122,366,552	(143,966)	-	122,222,586	95,034,902	(116,957)	-	94,917,945
	Non Government Debt Securities	110,000	(110,000)	-		110,000	(110,000)	-	
	Foreign securities	3,625,917	(26,827)	-	3,599,090	3,376,784	(85,070)	-	3,291,714
		126,102,469	(280,793)	-	125,821,676	98,521,686	(312,027)	-	98,209,659
	Total investments	578,331,136	(2,150,715)	(3,047,294)	573,133,127	451,574,214	(2,082,515)	120,288	449,611,987
			_	_	_				
								(Un-audited)	(Audited)
								September 30, 2021	December 31, 2020
9.1.1	Investments given as collateral							(Rupees	
9.1.1	-	and an analysis of the second second						(Nupees	iii 000)
	The market value of investments give	en as collateral is a	is follows:						
	Market Treasury Bills							-	13,715,612
	Pakistan Investment Bonds							2,771,661	7,005,600
	Euro Bonds Bahrain International Bonds							8,579,666	6,442,504
	Turkish Euro Bonds							- 590,851	501,081
	Turkish Sukuks							-	973,391
	ljarah Sukuks							5,329,862	5,069,713
	Shares							159,739	191,168
								17,431,779	33,899,069

				(Un-audited)	(Audited)
				September 30,	December 31,
				2021	2020
9.2	Provision for diminution in value of	f investments		(Rupees	in '000)
9.2.1	Opening balance			2,082,515	3,554,891
	Exchange adjustments			14,161	5,614
	Charge / (reversals)				_
	Charge for the period / year			122,092	506,776
	Reversal of provision under IFRS 9	related to WBB		(29,130)	41,248
	Reversals for the period / year			(35,918)	(82,163)
				57,044	465,861
	Reversal on disposals			(3,005)	(1,943,851)
	Transfer of provision against asset	held for sale		-	-
	Closing balance			2,150,715	2,082,515
9.2.2	Particulars of provision against de	bt securities			
		September 30, 20	21 (Un-audited)	December 31,	2020 (Audited)
		Non performing investments (NPI)	Provision	Non performing investments (NPI)	Provision
	Category of classification		(Rupees	in '000)	
	Domestic				
	Loss	1,496,785	1,496,785	1,532,704	1,532,704

- 9.2.3 In addition to the above, Bahrain Branch of the Group holds general provision of Rs. 224,136 thousand (December 31, 2020: Rs 239,107 thousand) against investment in accordance with ECL requirements of IFRS 9.
- 9.3 The market value of securities classified as held to maturity as at September 30, 2021 is Rs. 129,046,342 thousand (December 31, 2020: Rs. 104,630,207 thousand).

10.3

Notes to the Consolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

ADVANCES September 31, September 32, Sep			Performing		Non Perf	forming	To	tal
10. ADVANCES			(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
Loans, cash credits, running finances, etc. 359,224,421 310,156,565 29,427,537 25,666,137 388,651,958 335,822,702 18lamic financing and related assets 68,802,879 62,691,358 2,805,236 2,842,627 71,608,115 66,375,625 68,802,879 60,003,372 177,999 60,406 19,909,563 20,663,778 447,758,864 20,603,372 177,999 60,406 19,909,563 20,663,778 20,663,			September 30,	December 31,	September 30,	December 31,	September 30,	December 31,
Loans, cash credits, running finances, etc. 359,224,421 310,156,565 29,427,537 25,666,137 388,651,958 335,822,702 Islamic financing and related assets 68,802,879 62,691,358 2,805,236 2,684,267 71,608,115 65,375,625 Bills discounted and purchased 19,731,564 20,603,372 177,999 60,406 19,909,563 20,663,778 Advances - gross 447,758,864 393,451,295 32,410,772 28,410,810 480,169,636 421,862,105 Provision against advances - Specific (28,816,420) (24,820,923) (28,816,420) (24,820,923) (1,700,497) (1,625,127) (28,816,420) (24,820,923) (28,816,420) (1,700,497) (1,625,127) (28,816,420) (24,820,923) (30,516,917) (26,446,050) Advances - net of provision 446,058,367 391,826,168 3,594,352 3,589,887 449,652,719 395,416,055 Advances - net of provision 446,058,367 391,826,168 3,594,352 3,589,887 449,652,719 30,221 2020 Autority of the companies	10.	ADVANCES	2021	2020	2021	2020	2021	2020
Islamic financing and related assets 68,802,879 62,691,358 2,805,236 2,684,267 71,608,115 65,375,625 19,731,564 20,603,372 177,999 60,406 19,909,563 20,663,778 20,663,778 20,400,000					(Rupees	in '000)		
Bills discounted and purchased Advances - gross 19,731,564 20,603,372 177,999 60,406 19,909,563 20,663,778 447,758,864 393,451,295 32,410,772 28,410,810 480,169,636 421,862,105 70,000 70,0		Loans, cash credits, running finances, etc.	359,224,421	310,156,565	29,427,537	25,666,137	388,651,958	335,822,702
Advances - gross		Islamic financing and related assets	68,802,879	62,691,358	2,805,236	2,684,267	71,608,115	65,375,625
Provision against advances - Specific - General (1,700,497) (1,625,127) (1,625,127) (1,700,497) (1,625,127) (1,625,127) (1,700,497) (1,625,127) (1,625,127) (1,700,497) (1,625,127) (1,625,127) (1,700,497) (1,625,127) (1,625,127) (1,700,497) (1,625,127) (1,625,127) (1,700,497) (1,625,127) (1,625		Bills discounted and purchased	19,731,564	20,603,372	177,999	60,406	19,909,563	20,663,778
- Specific - General - Gen		Advances - gross	447,758,864	393,451,295	32,410,772	28,410,810	480,169,636	421,862,105
- General (1,700,497) (1,625,127) (1,700,497) (1,625,127) (28,816,420) (24,820,923) (30,516,917) (26,446,050) (24,820,923) (24,820,		Provision against advances						
Advances - net of provision (1,700,497) (1,625,127) (28,816,420) (24,820,923) (30,516,917) (26,446,050)		- Specific	-	-	(28,816,420)	(24,820,923)	(28,816,420)	(24,820,923)
Advances - net of provision		- General	(1,700,497)	(1,625,127)	-	-	(1,700,497)	(1,625,127)
(Un-audited) (Audited) September 30, December 31, 2021 2020 10.1 Particulars of advances (Gross) (Rupees in '000) In local currency 448,583,343 398,281,325 In foreign currencies 31,586,293 23,580,780			(1,700,497)	(1,625,127)	(28,816,420)	(24,820,923)	(30,516,917)	(26,446,050)
September 30, December 31, 2021 2020 2021 2020 2021 2020 2		Advances - net of provision	446,058,367	391,826,168	3,594,352	3,589,887	449,652,719	395,416,055
10.1 Particulars of advances (Gross) In local currency In foreign currencies 2021 2020 (Rupees in '000) 448,583,343 398,281,325 In foreign currencies 31,586,293 23,580,780							(Un-audited)	(Audited)
10.1 Particulars of advances (Gross) (Rupees in '000) In local currency 448,583,343 398,281,325 In foreign currencies 31,586,293 23,580,780							September 30,	December 31,
In local currency In foreign currencies 448,583,343 398,281,325 In foreign currencies 31,586,293 23,580,780							2021	2020
In foreign currencies <u>31,586,293</u> <u>23,580,780</u>	10.1	Particulars of advances (Gross)					(Rupees	s in '000)
		In local currency					448,583,343	398,281,325
480,169,636 421,862,105		In foreign currencies					31,586,293	23,580,780
							480,169,636	421,862,105

10.2 Advances include Rs. 30,706,296 thousand (December 31, 2020: Rs. 28,410,810 thousand) which have been placed under non-performing status as detailed below:

	September 30, 202	21 (Un-audited)	December 31, 2	2020 (Audited)
Category of classification	Non Performing	Provision	Non Performing	Provision
	Loans		Loans	
Domestic		(Rupees in '000)		
Other Assets Especially Mentioned - note 10.2.1	1,364,140	-	1,406,324	-
Substandard	1,140,344	268,744	480,927	63,119
Doubtful	1,438,143	560,092	1,956,085	766,400
Loss	28,468,145	27,987,584	24,567,474	23,991,404
	32,410,772	28,816,420	28,410,810	24,820,923

10.2.1 This represents classification for Agricultural, Mortgage and Small Entities finances.

Particulars of provision against advances		September 30, 2021 (Un-audited)				December 31, 2020 (Audited)			
	Specific	General	Consumer	Total	Specific	General	Consumer	Total	
		(note 10.3.1)	financing-General			1	inancing-General		
				(Rupees	in '000)				
Opening balance	24,820,923	909,101	716,026	26,446,050	24,408,056	584,145	642,747	25,634,948	
Exchange adjustment	-	11,087	-	11,087	-	9,287	-	9,287	
Charge for the period / year	5,056,217	50,219	49,374	5,155,810	2,249,576	421,751	122,415	2,793,742	
Reversal of provision under IFRS 9 related to WBB	-	(13,106)	-	(13,106)	-	(83,906)	-	(83,906)	
Reversal for the period / year	(1,060,511)	(850)	(21,354)	(1,082,715)	(1,010,054)	(22,176)	(49,136)	(1,081,366)	
	3,995,706	36,263	28,020	4,059,989	1,239,522	315,669	73,279	1,628,470	
Amounts written off	(209)	-	-	(209)	(748,426)	-	-	(748,426)	
Amounts charged off- agriculture financing					(78,229)	-		(78,229)	
Closing balance	28,816,420	956,451	744,046	30,516,917	24,820,923	909,101	716,026	26,446,050	

10.3.1 General provision includes Rs 374,851 thousand (December 31, 2020: Rs 374,319 thousand) due to deferment / restructuring & rescheduling relief allowed by SBP.

- 10.3.2 The net Forced Sales Value (FSV) benefit already availed has decreased by Rs. 89,863 thousand, which has resulted in increase charge for specific provision for the period by the same amount. Had the FSV benefit not decreased, before and after tax profit for the year would have been higher by Rs. 89,863 thousand (September 30, 2020: lower by Rs. 13,486 thousand) and Rs. 54,816 thousand (September 30, 2020: lower by Rs. 8,765 thousand) respectively. Further, at September 30, 2021, cumulative net of tax benefit availed for FSV was Rs. 399,748 thousand (December 31, 2020: Rs. 454,565 thousand) under BSD circular No. 1 of 2011 dated October 21, 2011. Reserves and un-appropriated profit to that extent are not available for distribution by way of cash or stock dividend.
- 10.3.3 The Group has availed the relaxation of Rs. Nil (December 31, 2020: Rs. 101,394 thousand) allowed by the SBP for maintaining provisions as per time based criteria of Prudential Regulations.

	maintaining provisions as per time based criteria of Prudential Regulations.		
		(Un-audited) September 30, 2021	(Audited) December 31, 2020
11.	FIXED ASSETS	(Rupees in	n '000)
	Capital work-in-progress - note 11.1 Property and equipment Right of use assets	140,280 13,544,195 6,441,240 20,125,715	164,343 13,666,587 7,401,820 21,232,750
11.1	This represents advances to suppliers and contractors.		
		(Un-aud For the nine mo September 30,	
		2021	2020
11.2	Additions to fixed assets	(Rupees i	n '000)
	The following additions have been made to fixed assets during the period:		
	Capital work-in-progress	45,936	69,989
	Property and equipment		
11.3	Land - freehold Buildings on freehold land Renovation of premises Furniture, fixtures and office equipment Carpets Machine and equipments Computer equipments Vehicles Right of use assets Total Disposal of fixed assets The net book value of fixed assets disposed off during the period is as follows:	137,350 1,103 101,318 110,141 8,718 131,785 126,988 13,800 631,203 130,061 807,200	132,137 225,921 13,408 152,932 140,680 22,799 687,877 883,914 1,641,780
	Renovation of premises Furniture, fixtures and office equipment	579 3,218	3,335 2,844
	Carpets Machine and agricuments	763 2.207	887
	Machine and equipments Computer equipments	2,207 82	921 163
	Vehicles	1,191	-
	Total	8,040	8,150
		(Un-audited) September 30, 2021	(Audited) December 31, 2020
12.	INTANGIBLE ASSETS	(Rupees i	n '000)
	Computer software Pakistan Mercantile Exchange - Membership Card Trading Right Entitlement Certificates Less: Provision against intangibles	770,151 2,500 12,426 (10,044) 775,033	778,480 2,500 12,426 (4,660) 788,746
	Capital work in progress	434,751 1,209,784	370,111 1,158,857

		•	udited) months ended
		September 30,	September 30,
		2021	2020
12.1	Additions to intangible assets	(Rupees	s in '000)
	The following additions have been made to intangible assets during the	period:	
	Capital work-in-progress	148,546	231,291
	Directly purchased	53,539	167,389
	Total	202,085	398,680
		(Un-audited)	(Audited)
		September 30,	December 31,
		2021	2020
13.	DEFERRED TAX ASSETS / (LIABILITIES)	(Rupees	s in '000)
	Deductible temporary differences on		
	- Post retirement employee benefits	17,170	34,162
	- Accelerated tax depreciation	99,626	24,663
	- Deficit on revaluation of investments	1,191,343	- 1
	- Provision against advances, off balance sheet	1,658,150	1,568,007
		2,966,289	1,626,832
	Taxable temporary differences on		
	- Surplus on revaluation of non-banking assets	(32,549)	-
	- Surplus on revaluation of investments	(9,221)	(29,498)
		(41,770)	(29,498)
		2,924,519	1,597,334
14.	OTHER ASSETS		
	Income / mark-up accrued in local currency - net of provision	16,718,253	17,403,537
	Income / mark-up accrued in foreign currencies	943,027	558,371
	Advances, deposits, advance rent and other prepayments	576,321	580,679
	Advance taxation (payments less provisions)	6,573,350	6,101,241
	Non banking assets acquired in satisfaction of claims	1,904,308	2,426,242
	Mark to market gain on forward foreign exchange contracts - net	867,345	-
	Stationary and stamps in hand	76,772	99,829
	Dividend receivable	50,711	7,365
	Acceptances Others	11,050,415 1,130,037	11,829,891 781,464
	Others	39,890,539	39,788,619
	Provision held against other assets - note 14.1	(209,831)	(209,778)
	Other assets - net of provision	39,680,708	39,578,841
	Surplus on revaluation of non-banking assets	00,000,100	00,010,011
	acquired in satisfaction of claims	2,036,775	2,442,972
	Other assets - total	41,717,483	42,021,813
14.1	Provision held against other assets		
	Advances, deposits, advance rent and other prepayments	4,838	4,838
	Suspense account	34,520	34,520
	Stationery and stamps in hand	2,285	2,285
	Others	168,188	168,135
		209,831	209,778

	Movement in provision held against other assets					(Un-audited) September 30, 2021 (Rupees	(Audited) December 31, 2020 in '000)
	Opening balance					209,778	238,089
	Charge for the period / year Reversals for the period / year Net reversal for the period / year Reversal on disposal Amounts written off / adjustments					552 (499) 53	314 (637) (323) (15,952) (12,036)
	Closing balance					209,831	209,778
15.	BILLS PAYABLE						
	In Pakistan					11,129,165	12,629,996
16.	BORROWINGS						
	Secured Borrowings from the State Bank of Pakistan under: Export refinance scheme Long term financing facility Financing facility for storage of agricultural produce Renewable energy financing facility Refinance from SBP Credit guarantee scheme for women entrepreneu Payment of wages and salaries Temporary economic relief Modernisation of SME Combating COVID - 19 Repurchase agreement borrowings State Bank of Pakistan Financial institutions Refinance from Pakistan Mortgage Refinance Compational Secured Unsecured Unsecured Call borrowings Financial institutions Bai Muajjal Payable Overdrawn nostro accounts	rs				16,758,809 9,416,690 60,028 2,693,358 857 9,224,345 4,038,286 11,375 248,769 42,452,517 	16,903,776 8,499,073 76,399 579,231 1,568 12,583,566 38,643,613 7,000,000 23,042,628 30,042,628 1,923,886 70,610,127 10,276,937 3,276,605
	Total unsecured					16,730,687	13,553,542
		_			_	74,970,562	84,163,669
	_	Septem In local	nber 30, 2021 (Un-aud In foreign	dited) Total	In local	mber 31, 2020 (Audi In foreign	ted) Total
		currency	currencies		currency	currencies	
17.	DEPOSITS AND OTHER ACCOUNTS			(Rupees i	n '000)		
	Customers Current deposits Savings deposits Fixed deposits	261,414,762 489,187,918 147,404,339 898,007,019	22,601,133 57,018,736 16,456,487 96,076,356	284,015,895 546,206,654 163,860,826 994,083,375	228,444,308 388,092,120 90,069,109 706,605,537	21,780,570 48,085,995 7,058,608 76,925,173	250,224,878 436,178,115 97,127,717 783,530,710
	Financial institutions						
	Current deposits Savings deposits	1,699,471 1,765,757	361,833	2,061,304 1,765,757	976,402 1,250,988	54,187 -	1,030,589 1,250,988
	Fixed deposits	7,895,929 11,361,157	- 361,833	7,895,929 11.722.990	5,170,000 7,397,390	- 54,187	5,170,000 7,451,577
	_						
		909,368,176	96,438,189	1,005,806,365	714,002,927	76,979,360	790,982,287

Notes to the Consolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

		(Un-audited)	(Audited)	
		September 30,	December 31,	
		2021	2020	
18.	SUBORDINATED DEBTS	(Rupees in	in '000)	
	Term Finance Certificates - VI (ADT-1)	6,000,000	6,000,000	
	Term Finance Certificates - VII	6,000,000	6,000,000	
		12,000,000	12,000,000	

18.1 The Group has raised unsecured sub-ordinated loans through issuance of Term Finance Certificates to improve the Group's capital adequacy. Liability to the TFC holders is subordinated to and rank inferior to all other indebtedness of the Group including deposits and is not redeemable before maturity without prior approval of the SBP. The salient features of outstanding issues are as follows:

	Term Finance Certificates - VI (ADT-1)	Term Finance Certificates - VII
Outstanding amount Rupees in '000	6,000,000	6,000,000
Issue amount	Rupees 6,000 million	Rupees 6,000 million
Issue date	July 03, 2018	March 17, 2020
Maturity date	Perpetual	March 16, 2030
Rating	AA-	AA
Security	Unsecured	Unsecured
Listing	Listed	Listed
Profit payment frequency	Payable six monthly	Payable quarterly
Redemption	Perpetual	109-120th month: 100%
Profit rate	Base Rate plus 1.50%	Base Rate plus 1.20%
	Base Rate is the simple average of the ask rate of six month KIBOR prevailing on the base rate setting date.	Base Rate is the simple average of the ask rate of three month KIBOR prevailing on the base rate setting date.
Call option	Exercisable after 60 months from the date of issue subject to approval by the SBP.	Excercisable after 60th month from the date of issue subject to approval by the SBP.
Lock-in-clause	Payment of profit will be subject to the condition that such payment will not result in breach of the Bank's regulatory Minimum Capital Requirement or Capital Adequacy Ratio set by SBP from time to time. Any inability to exercise lock-in clause or the non-cummulative features will subject these TFCs to mandatory conversion into common shares / write off at the discretion of SBP.	As per the lock-in requirement for Tier II Issues, neither profit nor principal will be payable (even at maturity) in respect of the TFC, if such payment will result in a shortfall or increase in an existing shortfall in the Bank's Leverage Ratio or Minimum Capital Requirement or Capital Adequacy Ratio. That is, any payment (profit and/or principal) in respect of the TFC would be made, subject to the Bank being in compliance with the requirement of Leverage Ratio or Minimum Capital Requirement or Capital Adequacy Ratio.

Loss absorption clause

The Instrument will be subject to loss absorption and / or any other requirements of SBP upon the occurrence of a Point of Non-Viability event as per Section A-5-3 of Annexure 5 of the Circular, which stipulates that SBP may, at its option, fully and permanently convert the TFCs into common shares of the issuer and / or have them immediately written off (either partially or in full). Number of shares to be issued to TFC holders at the time of conversion will be equal to the 'Outstanding Value of the TFCs' divided by market value per share of the Bank's common share on the date of trigger event as declared by SBP, subject to a specified cap.

As per Loss Absorbency Clause requirement for Tier II capital purpose, the instrument will be subject to loss absorbency and/or any other requirements under SBP's instructions on the subject. Upon the occurrence of a Point of Non-Viability event as defined under SBP BPRD Circular # 6 of 2013, SBP may at its option, fully and permanently convert the TFCs into common shares of the Bank and/or have them immediately written off (either partially or in full). Number of shares to be issued to TFC holders at the time of conversion will be equal to the 'Outstanding Face Value of the TFCs' divided by market value per share of the Bank's common share on the date of trigger of Point of Non-Viability (PONV) as declared by SBP subject to a cap of 245,042,630 shares.

		(Un-audited)	(Audited)
		September 30, 2021	December 31, 2020
19.	OTHER LIABILITIES	(Rupees	s in '000)
	Mark-up / return / interest payable in local currency	3,476,825	3,793,829
	Mark-up / return / interest payable in foreign currencies	138,071	217,522
	Unearned commission and income on bills discounted	1,663,069	1,726,572
	Accrued expenses	3,825,261	2,956,761
	Advance payments	376,283	349,092
	Acceptances	11,050,415	11,829,891
	Dividends payable	205,656	157,439
	Mark to market loss on forward foreign exchange contracts - net	-	228,034
	Branch adjustment account	391,161	753,774
	Payable to defined benefit plan	173,255	313,295
	Security deposit against lease / Ijarah financing	4,375,687	4,169,840
	Levies and taxes payable	287,743	381,105
	Workers' Welfare Fund	248,019	215,099
	Switch fee payable	757,667	665,449
	Provision against off-balance sheet obligations - note 19.1	158,413	100,356
	Lease liability against ROU assets as per IFRS - 16 Leases	7,463,932 37,498	8,223,995
	Islamic pool Management reserve - note 19.2 Others	2,459,957	2,347,380
	Others	37,088,912	38,429,433
		37,000,912	30,429,433
19.1	Provision against off-balance sheet obligations		
	Opening balance	100,356	101,154
	Exchange adjustment	317	49
	Charge for the period / year	57,740	-
	Reversal for the period / year	-	(847)
	Charge / (reversal) for the period / year - net	57,740	(847)
	Closing balance	158,413	100,356
19.2	This includes equity portion of profit equalisation reserve amounting to Rs 1 Nil) which has been presented as reserve in note 37.	8,749 thousands (E	December 2020:
20.	SURPLUS ON REVALUATION OF ASSETS - NET OF TAX		
	Surplus / (deficit) on revaluation of:		
	- Available for sale securities	(3,010,909)	120,288
	- Fixed Assets	5,205,916	5,144,180
	- Non-banking assets acquired in satisfaction of claims	2,069,324	2,442,971
		4,264,331	7,707,439
	Deferred tax (liability) / asset on surplus / (deficit) on revaluation of:		
	- Non-banking assets acquired in satisfaction of claims	(32,549)	-
	- Available for sale securities	1,182,122	(36,483)
		1,149,573	(36,483)
		5,413,904	7,670,956
		5,710,507	7,070,000

		(Un-audited)	(Audited)
		September 30,	December 31,
		2021	2020
21	CONTINGENCIES AND COMMITMENTS	(Rupees in	'000)
	- Guarantees - note 21.1	263,497,341	220,222,941
	- Commitments - note 21.2	424,632,746	417,427,042
	- Other contingent liabilities - note 21.3	620,050	724,374
		688,750,137	638,374,357
21.1	Guarantees		
	Financial quarantees	6,772,302	9,952,617
	Performance guarantees	148,222,893	138,751,395
	Other guarantees	108,502,146	71,518,929
	•	263,497,341	220,222,941
21.2	Commitments		
	Documentary credits and short-term trade-related transactions		
	- letters of credit	197,641,047	159,457,683
		197,041,047	139,437,003
	Commitments in respect of:	400 007 470	000 070 704
	- forward foreign exchange contracts - note 21.2.1	160,237,476	209,279,794
	- forward non government securities transactions - note 21.2.2 - forward lending - note 21.2.3	3,639,700 62,799,847	4,625,000 43,805,613
	- Totward lending - Hote 21.2.5	02,799,047	45,005,015
	Commitments for acquisition of:		
	- fixed assets	26,691	34,298
	- intangible assets	186,919	38,678
	Commitments in respect of future contract transactions of		
	equity secutities	101,066	185,976
		424,632,746	417,427,042
		, , , , , ,	, , , , ,
21.2.1	Commitments in respect of forward foreign exchange contracts		
	Purchase	98,199,398	118,889,979
	Sale	62,038,078	90,389,815
		160,237,476	209,279,794
	The above commitments have maturities falling within one year.		
21.2.2	Commitments in respect of forward non government securities transactions	tions	
	Purchase	3,639,700	4,625,000
		0,000,100	1,020,000
21.2.3	Commitments in respect of forward lending		
	Forward repurchase agreement lending	39,007,056	30,084,187
	Undrawn commitments	23,792,791	13,721,426
		62,799,847	43,805,613
21.2.3.1	These represent commitments that are irrevocable because these cannot be without the risk of incurring significant penalty or expense.	withdrawn at the discre	tion of the Group
		(Un-audited)	(Audited)
		September 30,	December 31,
		2021	2020
21.3	Other contingent liabilities	(Rupees in	'000)
21.3.1	These represent certain claims by third parties against the Group,		
۱.ن. ا	which are being contested in the Courts of law. The management is		
	of the view that these relate to the normal course of business and		
	are not likely to result in any liability against the Group.	600.050	704.074
		620,050	724,374

Notes to the Consolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

22. **DERIVATIVE INSTRUMENTS**

The Bank's Treasury and Investment Banking Groups buy and sell derivative instruments such as Forward Exchange Contracts (FECs) and Equity Futures (EFs). These contracts are reported on their fair values at the date of statement of financial position.

		(Un-au	udited)
		For the nine r	nonths ended
		September 30,	September 30,
		2021	2020
23. MARK-UP / RETURN / INTEREST EARNED		(Rupees	s in '000)
On:			
Loans and advances		23,983,843	31,341,627
Investments		31,518,826	29,265,652
Lendings to financial institutions		67,212	214,146
Balances with banks		7,261	82,342
Securities purchased under resale agreeme	ents (reverse repo)	257,536	361,636
		55,834,678	61,265,403
24. MARK-UP / RETURN / INTEREST EXPENSED			
On:			
Deposits		25,320,890	32,334,009
Borrowings		2,658,885	3,158,168
Subordinated debts		790,508	1,363,803
Cost of foreign currency swaps against fore	ign currency deposits	1,847,082	1,229,198
Interest expense on lease liability against ri		676,160	684,653
		31,293,525	38,769,831
25. FEE AND COMMISSION INCOME			
23. FEE AND COMMISSION INCOME			
Branch banking customer fees		473,329	382,383
Consumer finance related fees		83,092	74,664
Card related fees (debit and credit cards)		627,174	597,968
Credit related fees		193,715	151,814
Investment banking fees		111,325	110,521
Commission on trade		644,596	493,753
Commission on guarantees	•	647,868	466,692
Commission on remittances including home rem	ittances	214,087	114,780
Commission on bancassurance		79,055	54,357
Others		200,430	155,928
		3,274,671	2,602,860
26. GAIN / (LOSS) ON SECURITIES			
Realised - note 26.1		814,286	2,376,984
Unrealised - held for trading		-	11,896
-		814,286	2,388,880
26.1 Realised gain / (loss) on:			
Federal Government Securities		652,294	1,974,066
Shares		158,992	402,846
Non Government Debt Securities		3,000	202
NIT Units		-	(4,380)
TFCs			4,250
		814,286	2,376,984

September 30, September 30, 2021 2020 2021 2020			(Un-audited) For the nine months ended		
Gain on sale of fixed assets 5,590 4,793 Rent of lockers 33,500 34,033 Gain on sale of non banking assets 17,7551 5 Recovery of expenses from customers 231,114 174,159 Government Grant - foreign branch - 6,418 Termination of lease contracts 2,649 2,373 Gain on acquisition of non controlling interest in subsidiary - 8,231 Zep5,404 230,012 Zep			September 30,	September 30,	
Rent of lockers 33,500 34,033 36,00 34,033 36,00 34,033 36,00 34,033 36,00 34,033 36,00 34,033 36,00 34,033 36,00 34,033 36,00 34,033 36,00 34,033 3	27.	OTHER INCOME			
Gain on sale of non banking assets 17.551 5 5 6 6 6 6 6 6 6 6		Gain on sale of fixed assets	5,590	4,793	
Recovery of expenses from customers 231,114 174,159 Government Grant - foreign branch 2,649 2,373 Gain on acquisition of non controlling interest in subsidiary 295,404 230,012 295,404 230,012		Rent of lockers	38,500	34,033	
Covernment Grant - foreign branch 2,649 2,373 2,649 2,373 2,649 2,373 2,649 2,373 2,649 2,373 2,649 2,373 2,649 2,373 2,649 2,373 2,649 2,373 2,649 2,373 2,649 2,373 2,649 2,373 2,649 2,373 2,649 2,373 2,649 2,373 2,649 2,373 2,649 2,541 2,649 2,649 2,641 2,649			17,551	5	
Termination of lease contracts 2,649 2,373 295,404 230,012 295,404 230,012 295,404 230,012 295,404 230,012 295,404 230,012 200,0		•	231,114	174,159	
Sain on acquisition of non controlling interest in subsidiary 295.404 230.012		9	-	•	
295,404 230,012			2,649	•	
28. OPERATING EXPENSES Total compensation expenses - note 28.1 9,763,366 8,452,117		Gain on acquisition of non controlling interest in subsidiary	295.404		
Property expense Rent and taxes Rent and maintenance premises 370,616 392,349 190,331 190,331 Depreciation on right of use assets 1,072,385 1,990,487 Depreciation on right of use assets 1,072,385 1,292,686 222,686	28	OPERATING EXPENSES			
Property expense Rent and taxes 93,543 220,541 Insurance 68,659 508,232 506,999 508,232 506,999 508,232 506,999 508,232 506,999 508,232 506,999 508,232 506,999 508,232 506,999 508,232 506,999 508,232 506,999 508,232 506,999 508,232 506,999 508,232 506,999 508,232 506,999 508,232 506,999 508,232 506,999 508,232 506,999 508,232 506,999 508,232 506,999 508,232 506,232	20.		9 763 366	8 452 117	
Rent and taxes 93,543 220,541 Insurance 68,659 75,641 Utilities cost 506,999 508,232 Security (including guards) 370,616 392,349 Repair and maintenance premises 199,337 190,331 Depreciation on right of use assets 1,072,385 1,090,497 Depreciation 245,561 292,686 2,557,100 2,770,277 Information technology expenses Software maintenance 320,125 234,517 Hardware maintenance 29,218 41,483 Depreciation 127,563 139,391 Amortisation 144,451 169,749 Network charges 141,678 127,313 Tevering expenses 50irectors' fees, allowances 555,512 14,375 Fees and allowances to Shariah Board 5,205 4,366 Rent, taxes, insurance etc. 146,628 156,542 Legal and professional charges 123,525 55,348 Travelling, conveyance and entertainment 148,199 174,733		•	3,703,300	0,402,117	
Insurance		· · · ·	02.542	220 541	
Utilities cost 506,999 508,232 Security (including guards) 370,816 392,349 Repair and maintenance premises 199,337 190,331 Depreciation on right of use assets 1.072,385 1.090,497 245,561 222,686 225,671,000 2,770,277 Information technology expenses 320,125 234,517 Information technology expenses 329,218 41,483 127,563 139,391 Amortisation 144,451 169,749 141,678 127,313 763,035 712,453 141,678 127,313 763,035 712,453 141,678 127,313 763,035 712,453 141,678 127,313 141,678 127,313 141,678 127,313 141,678 127,313 141,678 1				·	
Security (including guards) 370,616 392,349 Repair and maintenance premises 1,972,385 1,090,497 Depreciation on right of use assets 1,072,385 1,090,497 Depreciation 245,561 292,686 2,557,100 2,770,277 Information technology expenses Software maintenance 320,125 234,517 Hardware maintenance 29,218 41,483 Depreciation 127,563 139,391 Amortisation 144,451 169,749 Network charges 763,035 7712,453 Other operating expenses Directors fees, allowances 55,512 14,375 Fees and allowances to Shariah Board 5,255 4,366 Rent, taxes, insurance etc. 146,828 156,542 Legal and professional charges 123,525 55,348 Travelling, conveyance and entertainment 148,199 71,370 NIFT clearing charges 53,635 61,501 Repair and maintenance 190,557 239,368 <t< td=""><td></td><td></td><td></td><td>·</td></t<>				·	
Repair and maintenance premises 199,337 190,331 Depreciation on right of use assets 1,072,385 1,090,497 Depreciation 2,557,100 2,770,277 Information technology expenses Software maintenance 320,125 234,517 Hardware maintenance 29,218 41,483 Depreciation 127,563 139,391 Amortisation 144,451 169,749 Network charges 141,678 127,313 Other operating expenses Directors' fees, allowances 55,512 14,375 Fees and allowances to Shariah Board 5,205 4,366 Rent, taxes, insurance etc. 146,828 156,542 Legal and professional charges 123,525 55,348 Travelling, conveyance and entertainment 146,199 71,370 NIFT clearing charges 53,835 61,501 Repair and maintenance 190,557 239,368 Communications 371,517 400,848 Stationery and printing 191,891 20,886 <td< td=""><td></td><td></td><td>· ·</td><td></td></td<>			· ·		
Depreciation on right of use assets			,	·	
Depreciation 245,561 292,686 2,557,100 2,770,277		·			
Description Security Service Security Security Service Security Securi					
Software maintenance 320,125 234,517 Hardware maintenance 29,218 41,483 Depreciation 127,563 139,39,39 Amortisation 144,451 169,749 Network charges 141,678 127,313 Other operating expenses Directors' fees, allowances 55,512 14,375 Fees and allowances to Shariah Board 5,205 4,366 Rent, taxes, insurance etc. 146,828 155,542 Legal and professional charges 123,525 55,348 Travelling, conveyance and entertainment 148,199 174,738 Brokerage and commission 86,109 71,370 NIFT clearing charges 53,635 61,501 Repair and maintenance 190,557 239,368 Communications 371,517 400,848 Stationery and printing 191,891 208,886 Marketing, advertisement and publicity 62,637 86,039 Donations 146,134 112,390 Auditors' remuneration 367,741 404,663					
Hardware maintenance 29,218 41,483 Depreciation 127,563 139,391 Amortisation 144,451 169,749 Network charges 141,678 127,313 763,035 712,453 712,453 712,455 712,4		Information technology expenses			
Depreciation Amortisation 127,563 144,451 169,749 139,391 169,749 Network charges 1414,678 127,313 139,391 144,675 Other operating expenses Directors' fees, allowances Directors' fees, allowances to Shariah Board 55,512 5,205 4,366 4,366 Rent, taxes, insurance etc. 146,828 156,542 156,542 156,542 Travelling, conveyance and entertainment 148,199 174,738 174,373 Brokerage and commission 86,109 171,370 71,370 NIFT clearing charges 53,635 61,501 61,501 Repair and maintenance 190,557 239,368 Communications 371,517 400,848 Stationery and printing 191,891 208,886 Marketing, advertisement and publicity 62,637 88,039 Donations 146,134 112,390 Auditors' remuneration 24,775 22,874 Depreciation 367,741 404,663 Security service charges 22,258 178,245 Training and development 4,096 20,947 Premium p		Software maintenance			
Amortisation Network charges 144,451 141,678 127,313 169,749 127,313 Other operating expenses Directors' fees, allowances 55,512 143,375 Fees and allowances to Shariah Board 5,205 4,366 Rent, taxes, insurance etc. 146,828 156,542 Legal and professional charges 123,525 55,348 Travelling, conveyance and entertainment 148,199 174,738 Brokerage and commission 86,109 71,370 NIFT clearing charges 53,635 61,501 Repair and maintenance 190,557 239,368 Communications 371,517 400,848 Stationery and printing 191,891 208,886 Marketing, advertisement and publicity 62,637 88,039 Donations 146,134 112,390 Auditors' remuneration 24,775 22,874 Depreciation 367,741 404,663 Security service charges 222,258 178,245 Training and development 4,096 20,947 Premium paid to Deposit Protection Corporation 431,235 347,354 Outsourced service cost 19,019 Other expenditure 304,392 466,875		Hardware maintenance		3	
Network charges 141,678 127,313 Other operating expenses Directors' fees, allowances 55,512 14,375 Fees and allowances to Shariah Board 5,205 4,366 Rent, taxes, insurance etc. 146,828 156,542 Legal and professional charges 123,525 55,348 Travelling, conveyance and entertainment 148,199 174,738 Brokerage and commission 86,109 77,1370 NIFT clearing charges 53,635 61,501 Repair and maintenance 190,557 239,368 Communications 371,517 400,848 Stationery and printing 191,891 208,866 Marketing, advertisement and publicity 62,637 88,039 Donations 146,134 112,390 Auditors' remuneration 24,775 22,874 Depreciation 367,741 404,663 Security service charges 222,258 178,245 Training and development 4,096 20,947 Premium paid to Deposit Protection Corporation 431,235		Depreciation			
Other operating expenses 712,453 Other operating expenses Directors' fees, allowances 55,512 14,375 Fees and allowances to Shariah Board 5,205 4,366 Rent, taxes, insurance etc. 146,828 156,542 Legal and professional charges 123,525 55,348 Travelling, conveyance and entertainment 148,199 174,738 Brokerage and commission 86,109 71,370 NIFT clearing charges 53,635 61,501 Repair and maintenance 190,557 239,368 Communications 371,517 400,848 Stationery and printing 191,891 208,886 Marketing, advertisement and publicity 62,637 88,039 Donations 146,134 112,390 Auditors' remuneration 24,775 22,874 Depreciation 367,741 404,663 Security service charges 222,258 178,245 Training and development 4,096 20,947 Premium paid to Deposit Protection Corporation 431,		Amortisation			
Other operating expenses Directors' fees, allowances 55,512 14,375 Fees and allowances to Shariah Board 5,205 4,366 Rent, taxes, insurance etc. 146,828 156,542 Legal and professional charges 123,525 55,348 Travelling, conveyance and entertainment 148,199 174,738 Brokerage and commission 86,109 71,370 NIFT clearing charges 53,635 61,501 Repair and maintenance 190,557 239,368 Communications 371,517 400,848 Stationery and printing 191,891 208,886 Marketing, advertisement and publicity 62,637 88,039 Donations 146,134 112,390 Auditors' remuneration 24,775 22,874 Depreciation 367,741 404,663 Security service charges 222,258 178,245 Training and development 4,096 20,947 Premium paid to Deposit Protection Corporation 431,235 347,354 Ottsourced service cost 19,019 <td></td> <td>Network charges</td> <td>I</td> <td></td>		Network charges	I		
Directors' fees, allowances 55,512 14,375 Fees and allowances to Shariah Board 5,205 4,366 Rent, taxes, insurance etc. 146,828 156,542 Legal and professional charges 123,525 55,348 Travelling, conveyance and entertainment 148,199 174,738 Brokerage and commission 86,109 71,370 NIFT clearing charges 53,635 61,501 Repair and maintenance 190,557 239,368 Communications 371,517 400,848 Stationery and printing 191,891 208,886 Marketing, advertisement and publicity 62,637 88,039 Donations 146,134 112,390 Auditors' remuneration 24,775 22,874 Depreciation 367,741 404,663 Security service charges 222,258 178,245 Training and development 4,096 20,947 Premium paid to Deposit Protection Corporation 431,235 347,354 Outsourced service cost 19,019 - Other expenditure <td></td> <td>Other operating expenses</td> <td>. 55,555</td> <td>, .00</td>		Other operating expenses	. 55,555	, .00	
Fees and allowances to Shariah Board 5,205 4,366 Rent, taxes, insurance etc. 146,828 156,542 Legal and professional charges 123,525 55,348 Travelling, conveyance and entertainment 148,199 174,738 Brokerage and commission 86,109 71,370 NIFT clearing charges 53,635 61,501 Repair and maintenance 190,557 239,368 Communications 371,517 400,848 Stationery and printing 191,891 208,866 Marketing, advertisement and publicity 62,637 88,039 Donations 146,134 112,390 Auditors' remuneration 24,775 22,874 Depreciation 367,741 404,663 Security service charges 222,258 178,245 Training and development 4,096 20,947 Premium paid to Deposit Protection Corporation 431,235 347,354 Outsourced service cost 19,019 Other expenditure 304,392 406,875 Total compensation expense			55 512	14 375	
Rent, taxes, insurance etc. 146,828 156,542 Legal and professional charges 123,525 55,348 Travelling, conveyance and entertainment 148,199 174,738 Brokerage and commission 86,109 71,370 NIFT clearing charges 53,635 61,501 Repair and maintenance 190,557 239,368 Communications 371,517 400,848 Stationery and printing 191,891 208,886 Marketing, advertisement and publicity 62,637 88,039 Donations 146,134 112,390 Auditors' remuneration 24,775 22,874 Depreciation 367,741 404,663 Security service charges 222,258 178,245 Training and development 4,096 20,947 Premium paid to Deposit Protection Corporation 431,235 347,354 Outsourced service cost 19,019 - Other expenditure 304,392 406,875 2,955,265 2,968,730 Managerial remuneration 7,726,567 7,623,237 Charge for defined benefit / contribution plan 55		·	′	· ·	
Legal and professional charges 123,525 55,348 Travelling, conveyance and entertainment 148,199 174,738 Brokerage and commission 86,109 71,370 NIFT clearing charges 53,635 61,501 Repair and maintenance 190,557 239,368 Communications 371,517 400,848 Stationery and printing 191,891 208,886 Marketing, advertisement and publicity 62,637 88,039 Donations 146,134 112,390 Auditors' remuneration 24,775 22,874 Depreciation 367,741 404,663 Security service charges 222,258 178,245 Training and development 4,096 20,947 Premium paid to Deposit Protection Corporation 431,235 347,354 Outsourced service cost 19,019 - Other expenditure 304,392 406,875 2,955,265 2,968,730 Total compensation expenses 16,038,766 7,623,237 Charge for defined benefit / contribution plan 555,5					
Travelling, conveyance and entertainment 148,199 174,738 Brokerage and commission 86,109 71,370 NIFT clearing charges 53,635 61,501 Repair and maintenance 190,557 239,368 Communications 371,517 400,848 Stationery and printing 191,891 208,886 Marketing, advertisement and publicity 62,637 88,039 Donations 146,134 112,390 Auditors' remuneration 24,775 22,874 Depreciation 367,741 404,663 Security service charges 222,258 178,245 Training and development 4,096 20,947 Premium paid to Deposit Protection Corporation 431,235 347,354 Outsourced service cost 19,019 - Other expenditure 304,392 406,875 2,955,265 2,968,730 16,038,766 14,903,577 28.1 Total compensation expenses Managerial remuneration 7,726,567 7,623,237 Charge for defined benefit /					
Brokerage and commission 86,109 71,370 NIFT clearing charges 53,635 61,501 Repair and maintenance 190,557 239,368 Communications 371,517 400,848 Stationery and printing 191,891 208,886 Marketing, advertisement and publicity 62,637 88,039 Donations 146,134 112,390 Auditors' remuneration 24,775 22,874 Depreciation 367,741 404,663 Security service charges 222,258 178,245 Training and development 4,096 20,947 Premium paid to Deposit Protection Corporation 431,235 347,354 Outsourced service cost 19,019 - Other expenditure 304,392 406,875 2,955,265 2,968,730 16,038,766 14,903,577 28.1 Total compensation expenses Managerial remuneration 7,726,567 7,623,237 Charge for defined benefit / contribution plan 555,599 575,018 Other staff cost - note					
NIFT clearing charges 53,635 61,501 Repair and maintenance 190,557 239,368 Communications 371,517 400,848 Stationery and printing 191,891 208,886 Marketing, advertisement and publicity 62,637 88,039 Donations 146,134 112,390 Auditors' remuneration 24,775 22,874 Depreciation 367,741 404,663 Security service charges 222,258 178,245 Training and development 4,096 20,947 Premium paid to Deposit Protection Corporation 431,235 347,354 Outsourced service cost 19,019 - Other expenditure 304,392 406,875 Charge for defined benefit / contribution plan 555,599 575,018 Other staff cost - note 28.1.1 1,481,200 253,862		•	-		
Repair and maintenance 190,557 239,368 Communications 371,517 400,848 Stationery and printing 191,891 208,886 Marketing, advertisement and publicity 62,637 88,039 Donations 146,134 112,390 Auditors' remuneration 24,775 22,874 Depreciation 367,741 404,663 Security service charges 222,258 178,245 Training and development 4,096 20,947 Premium paid to Deposit Protection Corporation 431,235 347,354 Outsourced service cost 19,019 - Other expenditure 304,392 406,875 2,955,265 2,968,730 16,038,766 14,903,577 28.1 Total compensation expenses Managerial remuneration 7,726,567 7,623,237 Charge for defined benefit / contribution plan 555,599 575,018 Other staff cost - note 28.1.1 1,481,200 253,862					
Communications 371,517 400,848 Stationery and printing 191,891 208,886 Marketing, advertisement and publicity 62,637 88,039 Donations 146,134 112,390 Auditors' remuneration 24,775 22,874 Depreciation 367,741 404,663 Security service charges 222,258 178,245 Training and development 4,096 20,947 Premium paid to Deposit Protection Corporation 431,235 347,354 Outsourced service cost 19,019 - Other expenditure 304,392 406,875 2,955,265 2,968,730 28.1 Total compensation expenses 7,726,567 7,623,237 Charge for defined benefit / contribution plan 555,599 575,018 Other staff cost - note 28.1.1 1,481,200 253,862			190,557		
Marketing, advertisement and publicity 62,637 88,039 Donations 146,134 112,390 Auditors' remuneration 24,775 22,874 Depreciation 367,741 404,663 Security service charges 222,258 178,245 Training and development 4,096 20,947 Premium paid to Deposit Protection Corporation 431,235 347,354 Outsourced service cost 19,019 - Other expenditure 304,392 406,875 2,955,265 2,968,730 28.1 Total compensation expenses 7,726,567 7,623,237 Charge for defined benefit / contribution plan 555,599 575,018 Other staff cost - note 28.1.1 1,481,200 253,862		Communications	371,517	400,848	
Donations		Stationery and printing	191,891	208,886	
Auditors' remuneration 24,775 22,874 Depreciation 367,741 404,663 Security service charges 222,258 178,245 Training and development 4,096 20,947 Premium paid to Deposit Protection Corporation 431,235 347,354 Outsourced service cost 19,019 - Other expenditure 304,392 406,875 2,955,265 2,968,730 16,038,766 14,903,577 28.1 Total compensation expenses Managerial remuneration 7,726,567 7,623,237 Charge for defined benefit / contribution plan 555,599 575,018 Other staff cost - note 28.1.1 1,481,200 253,862		Marketing, advertisement and publicity	62,637	88,039	
Depreciation 367,741 404,663 Security service charges 222,258 178,245 Training and development 4,096 20,947 Premium paid to Deposit Protection Corporation 431,235 347,354 Outsourced service cost 19,019 -		Donations	146,134	112,390	
Security service charges 222,258 178,245 178,245 179,245		Auditors' remuneration	24,775	22,874	
Training and development 4,096 20,947 Premium paid to Deposit Protection Corporation 431,235 347,354 Outsourced service cost 19,019 - Other expenditure 304,392 406,875 2,955,265 2,968,730 28.1 Total compensation expenses 7,726,567 7,623,237 Charge for defined benefit / contribution plan 555,599 575,018 Other staff cost - note 28.1.1 1,481,200 253,862		Depreciation		404,663	
Premium paid to Deposit Protection Corporation 431,235 347,354 Outsourced service cost 19,019 - Other expenditure 304,392 406,875 2,955,265 2,968,730 16,038,766 14,903,577 28.1 Total compensation expenses 7,726,567 7,623,237 Charge for defined benefit / contribution plan 555,599 575,018 Other staff cost - note 28.1.1 1,481,200 253,862		· · · · · · · · · · · · · · · · · · ·	222,258	· ·	
Outsourced service cost Other expenditure 19,019 304,392 - 406,875 2,955,265 2,968,730 2,955,265 2,968,730 28.1 Total compensation expenses 16,038,766 14,903,577 Managerial remuneration Charge for defined benefit / contribution plan Other staff cost - note 28.1.1 7,726,567 7,623,237 Other staff cost - note 28.1.1 1,481,200 253,862			-		
Other expenditure 304,392 406,875 2,955,265 2,968,730 16,038,766 14,903,577 28.1 Total compensation expenses 7,726,567 7,623,237 Charge for defined benefit / contribution plan Other staff cost - note 28.1.1 555,599 575,018 Other staff cost - note 28.1.1 1,481,200 253,862		·		347,354	
Z,955,265 2,968,730 16,038,766 14,903,577 Total compensation expenses Managerial remuneration 7,726,567 7,623,237 Charge for defined benefit / contribution plan 555,599 575,018 Other staff cost - note 28.1.1 1,481,200 253,862				-	
Z8.1 Total compensation expenses 16,038,766 14,903,577 Managerial remuneration 7,726,567 7,623,237 Charge for defined benefit / contribution plan 555,599 575,018 Other staff cost - note 28.1.1 1,481,200 253,862		Other expenditure			
28.1 Total compensation expenses Managerial remuneration 7,726,567 7,623,237 Charge for defined benefit / contribution plan 555,599 575,018 Other staff cost - note 28.1.1 1,481,200 253,862					
Managerial remuneration 7,726,567 7,623,237 Charge for defined benefit / contribution plan 555,599 575,018 Other staff cost - note 28.1.1 1,481,200 253,862	28.1	Total compensation expenses	16,038,766	14,903,577	
Charge for defined benefit / contribution plan 555,599 575,018 Other staff cost - note 28.1.1 1,481,200 253,862	_2	·	7.726.567	7.623.237	
Other staff cost - note 28.1.1 1,481,200 253,862		•			
			•		

^{28.1.1} Other staff cost includes incentive to consumer sales staff, dearness allowance, cash handling allowance, staff group insurance, provision for severance etc.

Notes to the Consolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

29. This represents penalties imposed by the State Bank of Pakistan.

		(Un-au	•
		For the nine n	
		September 30,	September 30,
		2021	2020
30.	PROVISIONS AND WRITE OFFS - NET	(Rupees	in '000)
	Provision for diminution in value of investments	57,044	446,291
	Provision against loans and advances	4,059,989	931,218
	Provision against fixed assets	5,384	-
	Provision / (reversal of provision) against other assets	53	(63)
	Provision against off-balance sheet obligations	57,740	1,062
	Provision against cash and bank balances	8	19
	Recovery of written off / charged off bad debts	(80,126)	(57,730)
		4,100,092	1,320,797
31.	TAXATION		
	Current	4,523,751	5,341,572
	Deferred	(141,224)	(77,370)
		4,382,527	5,264,202
32.	BASIC AND DILUTED EARNINGS PER SHARE		
	Profit for the period - Rupees in '000	6,806,232	8,195,505
	Weighted average number of Ordinary Shares - numbers	1,260,260,180	1,260,260,180
	Basic and diluted earnings per share - Rupees	5.40	6.50

There is no dilutive effect on the basic earnings per share of the Group, therefore dilutive earnings per share have not been presented seperately.

Notes to the Consolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

33. FAIR VALUE MEASUREMENTS

The fair value of traded investments is based on quoted market prices, except for securities classified by the Group as 'held to maturity'. Securities classified as held to maturity are carried at amortized cost. Value of unquoted equity investments is determined on the basis of break up value of these investments as per the latest available audited financial statements.

Fair value of fixed term loans, other assets, other liabilities and fixed term deposits cannot be calculated with sufficient reliability due to the absence of current and active market for such assets and liabilities and reliable data regarding market rates for similar instruments. The provision for impairment of loans and advances has been calculated in accordance with the Group's accounting policy as stated in note 4 to the audited annual consolidated financial statements for the year ended December 31, 2020.

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

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

33.1 Fair value of financial assets

- Level 1: Fair value measurements using quoted prices (unadjusted) in active markets (Pakistan Stock Exchange) for identical assets or liabilities.
- Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the assets or liabilities, either directly (i.e. as prices) or indirectly (i.e. derived from prices) available at MUFAP, Reuters page, Redemption prices and determined by valuers on the panel of Pakistan Bank's Association.
- Level 3: Fair value measurements using input for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

Valuation techniques used in determination of fair values within level 2 and level 3

Federal Government Securities	The fair values of Federal Government Securities are determined on the basis of PKRV rates.
Non Government Debt Securities	Non Government Debt Securities are valued on the basis of rates announced by Mutual Fund Association of Pakistan (MUFAP).
Foreign Government Debt Securities	Foreign Government Debt Securities are valued on the basis of rates taken from custodian of the securities which are usually drawn from Bloomberg.
Unit of Mutual Funds	Fair values of mutual funds are determined based on their net asset values as published at the close of reporting period.
Forward foreign exchange contracts and Forward Government securities transactions	The fair values of forward foreign exchange contracts and forward Government securities transactions are determined using forward pricing calculations.
Fixed Assets and Non Banking Assets Acquired in Satisfaction of Claims	Land and Non Banking assets acquired in satisfaction of claims are valued on a periodic basis using professional valuers. The valuation is based on their assessments of the market value of the assets. The effect of changes in the unobservable inputs used in the valuations cannot be determined with certainty. Accordingly, a qualitative disclosure of sensitivity has not been presented in these condensed interim consolidated financial statements.

Notes to the Consolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

The table below analyses the financial assets carried at fair values, by valuation methods. Valuation of investments is carried out as per guidelines specified by the SBP.

	September 30, 2021 (Un-audited)			
	Level 1	Level 2	Level 3	Total
		(Rupee:	s in '000)	
On balance sheet financial instruments				
Financial assets - measured at fair value				
Investments				
Federal Government Securities	-	429,634,140	-	429,634,140
Shares	4,330,110	-	-	4,330,110
Units of open end mutual funds	45.005	1,509,059	-	1,509,059
Fully paid preference shares Non Government Debt Securities	15,625	10.060.457	-	15,625
Foreign securities	-	10,969,457 503,060	-	10,969,457 503,060
Foreign Securities	-	503,000	-	505,000
Financial assets - disclosed but not measured at fair value				
Investments				
Federal Government Securities	-	122,222,586	-	122,222,586
Foreign Securities	-	3,599,090	-	3,599,090
Off-balance sheet financial instruments - measured at fair value				
Forward purchase of foreign exchange	-	98,199,398	-	98,199,398
Forward sale of foreign exchange	-	62,038,078	-	62,038,078
<u> </u>	Laval 1		2020 (Audited)	Total
	Level 1	Level 2	Level 3	Total
On balance shoot financial instruments	Level 1	Level 2		Total
On balance sheet financial instruments	Level 1	Level 2	Level 3	Total
Financial assets - measured at fair value	Level 1	Level 2	Level 3	Total
Financial assets - measured at fair value Investments	Level 1	Level 2 (Rupee:	Level 3	
Financial assets - measured at fair value Investments Federal Government Securities	_	Level 2	Level 3	334,820,766
Financial assets - measured at fair value Investments Federal Government Securities Shares	Level 1 - 4,493,470	Level 2 (Rupee: 334,820,766	Level 3	334,820,766 4,493,470
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds	- 4,493,470 -	Level 2 (Rupee: 334,820,766 - 1,436,420	Level 3	334,820,766 4,493,470 1,436,420
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares	_	Level 2 (Rupee: 334,820,766 - 1,436,420	Level 3	334,820,766 4,493,470 1,436,420 61,945
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares Non Government Debt Securities	- 4,493,470 - 61,945	334,820,766 - 1,436,420 - 9,743,656	Level 3 s in '000)	334,820,766 4,493,470 1,436,420 61,945 9,743,656
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares Non Government Debt Securities Foreign securities	- 4,493,470 - 61,945	Level 2 (Rupee: 334,820,766 - 1,436,420	Level 3 s in '000)	334,820,766 4,493,470 1,436,420 61,945
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares Non Government Debt Securities Foreign securities Financial assets - disclosed but not measured at fair value	- 4,493,470 - 61,945	334,820,766 - 1,436,420 - 9,743,656	Level 3 s in '000)	334,820,766 4,493,470 1,436,420 61,945 9,743,656
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares Non Government Debt Securities Foreign securities Financial assets - disclosed but not measured at fair value Investments	- 4,493,470 - 61,945	Level 2 (Rupee: 334,820,766 - 1,436,420 - 9,743,656 496,932	Level 3 s in '000)	334,820,766 4,493,470 1,436,420 61,945 9,743,656 496,932
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares Non Government Debt Securities Foreign securities Financial assets - disclosed but not measured at fair value Investments Federal Government Securities	- 4,493,470 - 61,945	Level 2 (Rupee: 334,820,766 - 1,436,420 - 9,743,656 496,932	Level 3 s in '000)	334,820,766 4,493,470 1,436,420 61,945 9,743,656 496,932
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares Non Government Debt Securities Foreign securities Financial assets - disclosed but not measured at fair value Investments	- 4,493,470 - 61,945	Level 2 (Rupee: 334,820,766 - 1,436,420 - 9,743,656 496,932	Level 3 s in '000)	334,820,766 4,493,470 1,436,420 61,945 9,743,656 496,932
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares Non Government Debt Securities Foreign securities Financial assets - disclosed but not measured at fair value Investments Federal Government Securities	- 4,493,470 - 61,945	Level 2 (Rupee: 334,820,766 - 1,436,420 - 9,743,656 496,932	Level 3 s in '000)	334,820,766 4,493,470 1,436,420 61,945 9,743,656 496,932
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares Non Government Debt Securities Foreign securities Financial assets - disclosed but not measured at fair value Investments Federal Government Securities Foreign securities	- 4,493,470 - 61,945	Level 2 (Rupee: 334,820,766 - 1,436,420 - 9,743,656 496,932	Level 3 s in '000)	334,820,766 4,493,470 1,436,420 61,945 9,743,656 496,932
Financial assets - measured at fair value Investments Federal Government Securities Shares Units of open end mutual funds Fully paid preference shares Non Government Debt Securities Foreign securities Financial assets - disclosed but not measured at fair value Investments Federal Government Securities Foreign securities Off-balance sheet financial instruments - measured at fair value	- 4,493,470 - 61,945	Level 2 (Rupee: 334,820,766 - 1,436,420 - 9,743,656 496,932 94,942,447 3,299,267	Level 3 s in '000)	334,820,766 4,493,470 1,436,420 61,945 9,743,656 496,932 94,942,447 3,299,267

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

	(Un-audited) September 30,	(Audited) December 31,
	2021	2020
33.2 Fair value of non-financial assets	(Rupees	s in '000)
	Level 3	Level 3
Fixed assets		
Property and equipment (freehold and leasehold land)	9,689,980	9,552,630
Other assets Non-banking assets acquired in satisfaction of claims	3,941,083	4,869,214

34. SEGMENT INFORMATION

34.1 Segment details with respect to Business Activities

The segment analysis with respect to business activity is as follows:

		_	1 Of the filler		tember 30, 2021			
	Branch banking	Corporate banking	Treasury	Consumer banking (Rupees	Islamic banking in '000)	Foreign operations	Head Office / others	Total
Profit and loss	-			(1104000	,			
Net mark-up / return / profit Inter segment revenue - net	(16,985,799) 27,782,971	11,002,696 (8,349,466)	25,772,615 (21,413,681)	1,929,625 (994,192)	2,886,283	1,035,778 (64,387)	(1,100,045) 3,038,755	24,541,153 -
Non mark-up / return / interest income Total income	1,068,553 11,865,725	2,128,940 4,782,170	2,730,840 7,089,774	343,672 1,279,105	311,552 3,197,835	8,389 979,780	233,474 2,172,184	6,825,420 31,366,573
Segment direct expenses Inter segment expense allocation	8,418,165 553,027	541,017 695,948	228,228 6,112	751,184 123,577	1,682,295	88,952 -	4,367,881 (1,378,664)	16,077,722
Total expenses	8,971,192	1,236,965	234,340	874,761	1,682,295	88,952	2,989,217	16,077,722
(Reversals) / Provisions	270,803	3,232,264	122,092	83,599	374,612	(38,026)	54,748	4,100,092
Profit / (loss) before tax	2,623,730	312,941	6,733,342	320,745	1,140,928	928,854	(871,781)	11,188,759
				September 30, 20				
	Branch banking	Corporate banking	Treasury	Consumer banking (Rupees	Islamic banking in '000)	Foreign operations	Head Office / others	Total
Statement of financial position								
Cash and bank balances Investments	27,651,806	(55,391) 8,957,044	45,262,417	212,057	7,357,506 14,717,750	367,637	1,951,749 1,372,954	82,747,781
Lendings to financial institutions	-	6,957,044	525,147,826 25,473,790	-	14,717,730	22,937,553	1,372,934	573,133,127 25,473,790
Advances - performing - net of provision	12,221,448	324,300,827	-, -, -, -	19,944,160	68,703,443	13,793,277	7,041,174	446,004,329
Advances - non-performing - net of provision	610,933	1,331,732	-	281,598	1,424,127	-	-	3,648,390
Others Total Assets	1,190,458 41,674,645	15,783,746 350,317,958	6,284,954 602,168,987	479,360 20,917,175	6,095,325 98,298,151	712,965 37,811,432	35,430,693 45,796,570	65,977,501 1,196,984,918
							45,730,570	
Borrowings Subordinated debts	1,696,893	35,522,312	3,337,158	2,288,466	10,233,311	21,892,422	12,000,000	74,970,562 12,000,000
Deposits and other accounts	704,854,279	226,451,217	-	19,123	73,638,122	740,257	103,367	1,005,806,365
Net inter segment balances - net	(677,414,249)	72,706,903	598,468,235	17,819,460	-	11,946,032	(23,526,381)	-
Others	12,537,722	15,637,526	363,594	790,126	6,241,225	3,232,721	9,415,163	48,218,077
Total liabilities Equity	41,674,645	350,317,958	602,168,987	20,917,175	90,112,658 8,185,493	37,811,432	(2,007,851) 47,804,421	1,140,995,004 55,989,914
Total Equity and liabilities	41,674,645	350,317,958	602,168,987	20,917,175	98,298,151	37,811,432	45,796,570	1,196,984,918
Contingencies and commitments	7,101,731	466,635,902	182,498,133	617,573	15,863,883	14,649,631	1,383,284	688,750,137
		/						
	Branch	Corporate	For the nine n	nonths ended Sep Consumer	Islamic		Head Office	
	Branch banking	Corporate banking	Treasury	Consumer banking (Rupees	Islamic banking	Foreign operations	Head Office / others	Total
Profit and loss	banking	banking	Treasury	Consumer banking (Rupees	Islamic banking in '000)	Foreign operations	/ others	
Net mark-up / return / profit	banking (22,346,029)	banking 16,633,679	Treasury 23,918,645	Consumer banking (Rupees	Islamic banking	Foreign	/ others (1,725,201)	Total 22,495,572
Net mark-up / return / profit Inter segment revenue - net	(22,346,029) 32,331,032	16,633,679 (12,493,018)	Treasury 23,918,645 (21,712,495)	Consumer banking (Rupees 2,252,717 (1,315,165)	Islamic banking in '000) 2,991,524	Foreign operations 770,238	/ others (1,725,201) 3,189,646	22,495,572
Profit and loss Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income	banking (22,346,029)	banking 16,633,679	Treasury 23,918,645	Consumer banking (Rupees	Islamic banking in '000)	Foreign operations	/ others (1,725,201)	
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income	(22,346,029) 32,331,032 799,348	16,633,679 (12,493,018) 1,748,038	Treasury 23,918,645 (21,712,495) 2,336,886	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047	Islamic banking in '000) 2,991,524 - 276,551	Foreign operations 770,238 - 7,569	/ others (1,725,201) 3,189,646 1,822,080	22,495,572 0 7,275,519
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535	Islamic banking in '000) 2,991,524 - 276,551 3,268,074 1,595,917	Foreign operations 770,238 - 7,569 777,807 85,667 -	(1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765 (1,092,683)	22,495,572 0 7,275,519 29,771,091 14,845,368 134,555
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576	Islamic banking in '000) 2,991,524 - 276,551 3,268,074	Foreign operations 770,238 - 7,569 777,807	/ others (1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765	22,495,572 0 7,275,519 29,771,091 14,845,368
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245)	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688	Islamic banking in '000) 2,991,524 276,551 3,268,074 1,595,917 - 1,595,917 207,631	Foreign operations 770,238 7,569 777,807 85,667 90,817)	(1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765 (1,092,683) 2,424,082 399,690	22,495,572 0 7,275,519 29,771,091 14,845,368 134,555 14,979,923 1,320,797
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111	Islamic banking in '000) 2,991,524 - 276,551	Foreign operations 770,238 7,569 777,807 85,667 85,667	(1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765 (1,092,683) 2,424,082	22,495,572 0 7,275,519 29,771,091 14,845,368 134,555 14,979,923 1,320,797
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245)	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688	Islamic banking in '000) 2,991,524 276,551 3,268,074 1,595,917 207,631 1,464,526	Foreign operations 770,238 7,569 777,807 85,667 90,817)	(1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765 (1,092,683) 2,424,082 399,690	22,495,572 0 7,275,519 29,771,091 14,845,368 134,555 14,979,923 1,320,797
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245)	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800	Islamic banking in '000) 2,991,524 276,551 3,268,074 1,595,917 207,631 1,464,526	Foreign operations 770,238 7,569 777,807 85,667 90,817)	(1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765 (1,092,683) 2,424,082 399,690	22,495,572 0 7,275,519 29,771,091 14,845,368 134,555 14,979,923
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2	Islamic banking in '000) 2,991,524	Foreign operations 770,238 - 7,569 777,807 85,667 - 85,667 (90,817) 782,957	(1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765 (1,092,683) 2,424,082 399,690 462,753	22,495,572 0 7,275,519 29,771,091 14,845,368 134,555 14,979,923 1,320,797
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position	banking (22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 1,264,983 274,688 4,349,028 Corporate banking	23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees	Islamic banking in '000) 2,991,524 276,551 3,268,074 1,595,917 207,631 1,464,526 2020 (Audited) Islamic banking in '000)	Foreign operations 770,238 - 7,569 777,807 85,667 - 85,667 (90,817) 782,957 Foreign operations	/ others (1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765 (1,092,683) 2,424,082 399,690 462,753 Head Office / others	22,495,572 0 7,275,519 29,771,091 14,845,368 134,555 14,979,923 1,320,797 13,470,370
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments	(22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028	7reasury 23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking	Islamic banking in '000) 2,991,524	Foreign operations 770,238 7,569 777,807 85,667 90,817) 782,957	/ others (1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765 (1,092,683) 2,424,082 399,690 462,753 Head Office	22,495,572 0 7,275,519 29,771,091 14,845,368 134,555 14,979,923 1,320,797 13,470,370
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions	banking (22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870	Treasury 23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees 234,673	Islamic banking in '000) 2,991,524 276,551 3,268,074 1,595,917 207,631 1,464,526 2020 (Audited) Islamic banking in '000) 6,313,535 12,216,340	Foreign operations 770,238 7,569 777,807 85,667 (90,817) 782,957 Foreign operations 135,415 18,307,234	/ others (1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765 (1,092,683) 2,424,082 399,690 462,753 Head Office / others 2,360,349 1,320,590	22,495,572 0 7,275,519 29,771,091 14,845,368 134,555 14,979,923 1,320,797 13,470,370 Total
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments	banking (22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking	7reasury 23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 7reasury	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees	Islamic banking in '000) 2,991,524 276,551 3,268,074 1,595,917 207,631 1,464,526 2020 (Audited) Islamic banking in '000) 6,313,535	Foreign operations 770,238 - 7,569 777,807 85,667 - 85,667 (90,817) 782,957 Foreign operations	(1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765 (1,092,683) 2,424,082 399,690 462,753 Head Office / others	22,495,572 0 7,275,519 29,771,091 14,845,368 134,555 14,979,923 1,320,797 13,470,370 Total
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision Others	banking (22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484 921,775 15,698,490	Treasury 23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees 234,673 - 18,522,780 433,395 528,352	Islamic banking in '000) 2,991,524 276,551 3,268,074 1,595,917 207,631 1,464,526 1slamic banking in '000) 6,313,535 12,216,340 - 62,598,616 1,671,075 5,754,115	Foreign operations 770,238 7,569 777,807 85,667 (90,817) 782,957 Foreign operations 135,415 18,307,234 10,653,303 280,853	/ others (1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765 (1,092,683) 2,424,082 399,690 462,753 Head Office / others 2,360,349 1,320,590 6,872,782 34,450,192	22,495,572 0 7,275,519 29,771,091 14,845,368 134,555 14,979,923 1,320,797 13,470,370 Total 81,847,865 449,611,987 391,826,168 3,589,887 66,010,754
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision Others	banking (22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859 12,987,203 563,642	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484 921,775	Treasury 23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees 234,673 - 18,522,780 433,395	Islamic banking in '000) 2,991,524 276,551 3,268,074 1,595,917 207,631 1,464,526 2020 (Audited) Islamic banking in '000) 6,313,535 12,216,340 - 62,598,616 1,671,075	Foreign operations 770,238 - 7,569 777,807 85,667 - 85,667 (90,817) 782,957 Foreign operations 135,415 18,307,234 - 10,653,303	/ others (1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765 (1,092,683) 2,424,082 399,690 462,753 Head Office / others 2,360,349 1,320,590 - 6,872,782	22,495,572 0 7,275,519 29,771,091 14,845,368 134,555 14,979,923 1,320,797 13,470,370 Total 81,847,865 449,611,987 391,826,168 3,589,887
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision Others Total Assets Borrowings	banking (22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484 921,775 15,698,490	Treasury 23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees 234,673 - 18,522,780 433,395 528,352	Islamic banking in '000) 2,991,524 276,551 3,268,074 1,595,917 207,631 1,464,526 1slamic banking in '000) 6,313,535 12,216,340 - 62,598,616 1,671,075 5,754,115	Foreign operations 770,238 7,569 777,807 85,667 (90,817) 782,957 Foreign operations 135,415 18,307,234 10,653,303 280,853	/ others (1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765 (1,092,683) 2,424,082 399,690 462,753 Head Office / others 2,360,349 1,320,590 - 6,872,782 45,003,913 3,276,606	22,495,572 0 7,275,519 29,771,091 14,845,368 134,555 14,979,923 1,320,797 13,470,370 Total 81,847,865 449,611,987 -391,826,168 3,589,887 66,010,754 992,886,661 84,163,669
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision Others Total Assets Borrowings Subordinated debts	banking (22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859 12,987,203 563,642 1,806,853 46,296,557 2,148,089	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484 921,775 15,698,490 307,546,207 32,344,618	Treasury 23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953 7,491,899 456,390,298 20,712,692	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees 234,673 - 18,522,780 433,395 528,352 19,719,200 1,923,886	Islamic banking in '000) 2,991,524 276,551 3,268,074 1,595,917 207,631 1,464,526 2020 (Audited) Islamic banking in '000) 6,313,535 12,216,340 -62,598,616 1,671,075 5,754,115 88,553,681 11,810,905	Foreign operations 770,238 - 7,569 777,807 85,667 - 85,667 (90,817) 782,957 Foreign operations 135,415 18,307,234 10,653,303 - 280,853 29,376,805 11,946,873	/ others (1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765 (1,092,683) 2,424,082 399,690 462,753 Head Office / others 2,360,349 1,320,590 - 6,872,782 - 34,450,192 45,003,913 3,276,606 12,000,000	22,495,572 0 7,275,519 29,771,091 14,845,368 134,555 14,979,923 1,320,797 13,470,370 Total 81,847,865 449,611,987 - 391,826,168 3,589,887 66,010,754 992,886,661 84,163,669 12,000,000
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision Others Total Assets Borrowings Subordinated debts Deposits and other accounts	banking (22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484 921,775 15,698,490 307,546,207 32,344,618 160,149,553	Treasury 23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees 234,673 - 18,522,780 433,395 528,352 19,719,200 1,923,886 - 21,935	Islamic banking in '000) 2,991,524 276,551 3,268,074 1,595,917 207,631 1,464,526 2020 (Audited) Islamic banking in '000) 6,313,535 12,216,340 - 62,598,616 1,671,075 5,754,115 88,553,681	Foreign operations 770,238 - 7,569 777,807 85,667 - 85,667 (90,817) 782,957 Foreign operations 135,415 18,307,234 - 10,653,303 - 280,853 29,376,805 11,946,873 - 858,355	/ others (1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765 (1,092,683) 2,424,082 399,690 462,753 Head Office / others 2,360,349 1,320,590 6,872,782 34,450,192 45,003,913 3,276,606 12,000,000 81,075	22,495,572 0 7,275,519 29,771,091 14,845,368 134,555 14,979,923 1,320,797 13,470,370 Total 81,847,865 449,611,987 -391,826,168 3,589,887 66,010,754 992,886,661 84,163,669
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision Others Total Assets Borrowings Subordinated debts	banking (22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859 12,987,203 563,642 1,806,853 46,296,557 2,148,089	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484 921,775 15,698,490 307,546,207 32,344,618	Treasury 23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953 7,491,899 456,390,298 20,712,692	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees 234,673 - 18,522,780 433,395 528,352 19,719,200 1,923,886	Islamic banking in '000) 2,991,524 276,551 3,268,074 1,595,917 207,631 1,464,526 2020 (Audited) Islamic banking in '000) 6,313,535 12,216,340 -62,598,616 1,671,075 5,754,115 88,553,681 11,810,905	Foreign operations 770,238 - 7,569 777,807 85,667 - 85,667 (90,817) 782,957 Foreign operations 135,415 18,307,234 10,653,303 - 280,853 29,376,805 11,946,873	/ others (1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765 (1,092,683) 2,424,082 399,690 462,753 Head Office / others 2,360,349 1,320,590 - 6,872,782 - 34,450,192 45,003,913 3,276,606 12,000,000	22,495,572 0 7,275,519 29,771,091 14,845,368 134,555 14,979,923 1,320,797 13,470,370 Total 81,847,865 449,611,987 - 391,826,168 3,589,887 66,010,754 992,886,661 84,163,669 12,000,000
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision Others Total Assets Borrowings Subordinated debts Deposits and other accounts Net inter segment balances - net Others Total liabilities	banking (22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484 921,775 15,698,490 307,546,207 32,344,618 160,149,553 97,723,672	Treasury 23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953 - 7,491,899 456,390,298 20,712,692 - 434,611,006	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees 234,673 - 18,522,780 433,395 528,352 19,719,200 1,923,886 21,935 16,809,062	Islamic banking in '000) 2,991,524 276,551 3,268,074 1,595,917 207,631 1,464,526 2020 (Audited) Islamic banking in '000) 6,313,535 12,216,340 -62,598,616 1,671,075 5,754,115 88,553,681 11,810,905 -65,305,888 -4,440,177 81,556,970	Foreign operations 770,238 -	/ others (1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765 (1,092,683) 2,424,082 399,690 462,753 Head Office / others 2,360,349 1,320,590 6,872,782 45,003,913 3,276,606 12,000,000 81,075 (27,012,535) 11,011,283 (643,571)	22,495,572 0 7,275,519 29,771,091 14,845,368 134,555 14,979,923 1,320,797 13,470,370 Total 81,847,865 449,611,987 - 391,826,168 3,589,887 66,010,754 992,886,661 84,163,669 12,000,000 790,982,287 - 51,059,429 938,205,385
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision Others Total Assets Borrowings Subordinated debts Deposits and other accounts Net inter segment balances - net Others Total liabilities Equity	banking (22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859 12,987,203 563,642 1,806,853 46,296,557 2,148,089 564,565,481 (533,319,613) 12,902,600 46,296,557	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484 921,775 15,698,490 307,546,207 32,344,618 160,149,553 97,723,672 17,328,364 307,546,207	Treasury 23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees 234,673 - 18,522,780 433,395 528,352 19,719,200 1,923,886 21,935 16,809,062 964,317 19,719,200 - 1	Islamic banking in '000) 2,991,524 276,551 3,268,074 1,595,917 207,631 1,464,526 2020 (Audited) Islamic banking in '000) 6,313,535 12,216,340 - 62,596,616 1,671,075 5,754,115 88,553,681 11,810,905 - 65,305,888 4,440,177 81,556,970 6,996,711	Foreign operations 770,238	/ others (1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765 (1,092,683) 2,424,082 399,690 462,753 Head Office / others 2,360,349 1,320,590 - 6,872,782 - 34,450,192 45,003,913 3,276,606 12,000,000 81,075 (27,012,535) 11,011,283 (643,571) 45,647,484	22,495,572 0 7,275,519 29,771,091 14,845,368 134,555 14,979,923 1,320,797 13,470,370 Total 81,847,865 449,611,987 - 391,826,168 3,589,887 66,010,754 992,886,661 84,163,669 12,000,000 790,982,287 51,059,429 938,205,385 54,681,276
Net mark-up / return / profit Inter segment revenue - net Non mark-up / return / interest income Total income Segment direct expenses Inter segment expense allocation Total expenses (Reversals) / Provisions Profit / (loss) before tax Statement of financial position Cash and bank balances Investments Lendings to financial institutions Advances - performing - net of provision Others Total Assets Borrowings Subordinated debts Deposits and other accounts Net inter segment balances - net Others Total liabilities	banking (22,346,029) 32,331,032 799,348 10,784,352 8,143,194 394,083 8,537,277 (112,245) 2,359,320 Branch banking 30,938,859 12,987,203 563,642 1,806,853 46,296,557 2,148,089 564,565,481 (533,319,613) 12,902,600	16,633,679 (12,493,018) 1,748,038 5,888,699 584,841 680,142 1,264,983 274,688 4,349,028 Corporate banking 2,174,588 8,559,870 280,191,484 921,775 15,698,490 307,546,207 32,344,618 160,149,553 97,723,672 17,328,364	Treasury 23,918,645 (21,712,495) 2,336,886 4,543,035 232,407 3,479 235,886 466,162 3,840,987 Treasury 39,690,446 409,207,953	Consumer banking (Rupees 2,252,717 (1,315,165) 285,047 1,222,599 686,576 149,535 836,111 175,688 210,800 December 31, 2 Consumer banking (Rupees 234,673 - 18,522,780 433,395 528,352 19,719,200 1,923,886 - 21,935 16,809,062 964,317	Islamic banking in '000) 2,991,524 276,551 3,268,074 1,595,917 207,631 1,464,526 2020 (Audited) Islamic banking in '000) 6,313,535 12,216,340 -62,598,616 1,671,075 5,754,115 88,553,681 11,810,905 -65,305,888 -4,440,177 81,556,970	Foreign operations 770,238 -	/ others (1,725,201) 3,189,646 1,822,080 3,286,525 3,516,765 (1,092,683) 2,424,082 399,690 462,753 Head Office / others 2,360,349 1,320,590 6,872,782 45,003,913 3,276,606 12,000,000 81,075 (27,012,535) 11,011,283 (643,571)	22,495,572 0 7,275,519 29,771,091 14,845,368 134,555 14,979,923 1,320,797 13,470,370 Total 81,847,865 449,611,987 - 391,826,168 3,589,887 66,010,754 992,886,661 84,163,669 12,000,000 790,982,287 - 51,059,429 938,205,385

ASKARI BANK LIMITED

Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)
For the nine months ended September 30, 2021

35. RELATED PARTY TRANSACTIONS

Fauji Consortium comprising of Fauji Foundation, Fauji Fertilizer Company Limited and Fauji Fertilizer Bin Qasim Limited (the Parent) holds 71.91% of the Bank's share capital at the period end. The Group has related party relationships with entities under common directorship, its directors, key management personnel, entities over which the directors are able to exercise significant influence and employees' funds.

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 transactions with related parties and balances are as follows:

		As at Sep	tember 30, 2021 (Un	-audited)			As at D	December 31, 2020 (A	udited)	
	Parent	Directors	Key management personnel	Companies with common directorship	Other related parties	Parent	Directors	Key management personnel	Companies with common directorship	Other related parties
					Rupees	s in '000				
Investments				450 470	250,000				710 211	200,000
Opening balance	-	-	-	450,478	350,000	-	-	-	719,311 411,454	300,000
Investment rade during the period / year	•	•	-	(18,449)	•	•	•	-	(247,268)	50,000
Investment redeemed / disposed off during the period / year Transfer in / (out) - net	-	-	-	(92,688)		•	•	•	(433,019)	•
Closing balance		-		339,341	350,000	· 			450,478	350,000
Closing balance				339,341	350,000				430,476	330,000
Provision for diminution in value of investments	-	-	-	-	-		-	-	-	
Advances										
Opening balance	2,805,786	28,671	423,764	4,766,042	-	5,035,504	19,771	364,453	4,701,476	
Addition during the period / year	65,001,659	328	129,989	9,882,824	-	121,938,314	59,315	125,382	9,941,779	-
Repaid during the period / year	(64,270,612)	(28,998)	(97,865)	(9,278,536)	-	(124,168,032)	(50,406)	(93,715)	(10,545,058)	-
Transfer in / (out) - net	-	-	(49,448)	2,328,032	-		(9)	27,644	667,845	-
Closing balance	3,536,833	1	406,440	7,698,362	-	2,805,786	28,671	423,764	4,766,042	-
Provision held against advances	-	-		-	-	-	-		-	-
Other Assets										
Other Assets	70.404		00.470	407.000		40.574	105	04.007	00.700	
Interest / mark-up receivable	70,461		93,178	427,899	-	46,571	425	84,087	90,799	-
Advance rent Dividend receivable	4,722		-	21,167		1,081				
Securities given as Collateral				21,107	188,963			_	_	
Provision against other assets	-	-	-	-	-		-	-	-	
Borrowings										
Opening balance	-	-	-	-	1,923,886	-	-	-	-	1,972,026
Borrowings during the period	-	-	-	-	500,000	-	-	-	-	1,000,000
Settled during the period	-	-	-		(135,420)	-	-	-	-	(1,048,140)
Transfer in / (out) - net Closing balance					2,288,466					1,923,886
					2,280,400					1,923,000
Subordinated debt									0.4.050	
Opening balance Issued during the period	-	-	-	-	-	-	-	-	24,950	-
Redemption during the period	-	-		-		-			(5)	
Transfer in / (out) - net	-	-	-	-	-	-	-	-	(24,945)	-
Closing balance	-	-	-	-	-	-	-	-	-	-
Deposits and other accounts										
Opening balance	8,018,104	19,379	186,617	12,205,848	4,811,281	4,678,222	64,239	117,562	15,124,817	4,817,176
Received during the period / year	528,873,776	133,756	1,235,823	222,845,153	64,343,357	584,157,308	211,929	1,095,412	256,093,596	30,648,252
Withdrawn during the period / year	(503,654,072)	(125,805)	(1,164,468)				(199,751)	(1,016,580)	(257,566,215)	(30,654,147)
Transfer in / (out) - net	(000,001,012)	(120,000)	(3,565)	12,752	231,180	(000,011,120)	(57,038)	(9,777)	(1,446,350)	(00,001,111)
Closing balance	33,237,808	27,330	254,407	13,256,867	5,929,218	8,018,104	19,379	186,617	12,205,848	4,811,281
		,,,,,		.,,	-,,-				,	, , , , ,
Other Liabilities					20.0:-	40.05-				20.044
Interest / mark-up payable	44,000	-	1,052	70,400	30,919	19,363	-	1,809	34,000	38,941
Payable to staff retirement fund	-	-	-		171,336	-	-	-	-	310,314
Security deposits payable Others	-	-	- 6,518	322,224	-	4,986	-	287 4,588	296,198	
Guiolo	-	•	0,516	•	-	4,900	-	4,566	-	-
Contingencies and Commitments										
Contingencies and Commitments	1,081,812	-	-	5,772,217	-	1,313,613	-	-	3,951,782	-
										
Others	4 500 000				7.040.500	4 500 000				0.000.500
Securities held as custodian	4,590,000	-	-	-	7,219,500	4,590,000	-	-	-	6,992,500

Notes to the Consolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

For the nine months ended September 30, 2021 (Un-Audited)

For the nine months ended September 30, 2020 (Un-Audited)

	Parent	Directors	Key management personnel	Companies with common directorship	Other related parties	Parent	Directors	Key management personnel	Companies with common directorship	Other related parties
					Rupcos	3 111 000				
Income										
Mark-up / return / interest earned	145,153	533	12,085	398,984	-	174,986	2,964	15,172	393,736	-
Fee and commission received	20	-	-	36,372	-	102	-	-	2,877	-
Dividend income	-	-	-	36,952	11,066	-	-	-	4,118	8,207
Gain on sale of fixed assets	-	-	1,975	-	-	-	-	-	-	-
Expense										
Mark-up / return / interest expensed	876,154	221	4,959	374,076	432,346	420,851	275	4,343	1,087,868	513,910
Rent	1,314	-	-	-	-	9,601	-	-	-	-
Insurance premium	-	-	=	=	-	=	-	-	63,404	=
Charge to defined benefit plan	-	-	=	=	218,571	=	-	-	-	255,913
Contribution to defined contribution plan	-	-	-	-	238,068	-	-	-	-	219,858
Remuneration and allowances	-	-	557,513	-	5,205	-	-	463,226	-	4,366
Directors' Fee, Allowances	-	55,512	-	-	=	=	14,375	-	-	=
Communications	-	-	=	=	30,694	=	-	-	-	21,562
Brokerage and Commission	-	-	-	87	30,679	-	-	-	145	10,034
Donations	142,110	-	-	-	-	109,000	-	-	-	-
Others	-	-	=	=	-	=	-	-	2,364	=
Dividend paid	2,718,846	9	225	-	42,350	1,359,423	4	113	-	11,745

In addition to above, rent free sub-branches are operating at FFC Sona Tower, FFBL Tower and Foundation University (along with booth and Atm).

During the nine months ended September 30, 2021, fixed assets having net book value of Rs 2,612 thousands were adjusted against the final settlement of Ex-President & CEO.

The term 'keymanagement personnel' has the same meaning as defined in IAS 24 - Related party disclosures.

Notes to the Consolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

36. CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	(Un-audited) September 30, 2021	(Audited) December 31, 2020
	(Rupees	in '000)
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	12,602,602	12,602,602
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	48,310,756	44,953,711
Eligible Additional Tier 1 (ADT 1) Capital	5,935,537	5,928,538
Total Eligible Tier 1 Capital	54,246,293	50,882,249
Eligible Tier 2 Capital	11,560,764	13,137,795
Total Eligible Capital (Tier 1 + Tier 2)	65,807,057	64,020,044
Risk Weighted Assets (RWAs):		
Credit Risk	369,998,512	325,175,823
Market Risk	37,617,046	31,566,562
Operational Risk	56,484,088	56,484,088
Total	464,099,177	413,226,473
Common Equity Tier 1 Capital Adequacy ratio	10.41%	10.88%
Tier 1 Capital Adequacy Ratio	11.69%	12.31%
Total Capital Adequacy Ratio	14.18%	15.49%
Leverage Ratio (LR):		
Eligible Tier-1 Capital	54,246,293	50,882,249
Total Exposures	1,714,346,711	1,420,206,406
Leverage Ratio	3.16%	3.58%
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	482,467,793	345,807,337
Total Net Cash Outflow	272,862,628	201,510,814
Liquidity Coverage Ratio	176.82%	171.61%
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	997,811,771	812,464,916
Total Required Stable Funding	498,580,095	442,061,686
Net Stable Funding Ratio	200.13%	183.79%

Notes to the Consolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

37. ISLAMIC BANKING BUSINESS

The Group is operating 95 Islamic banking branches including 3 Sub branches at September 30, 2021 (December 31,2020 : 95 Islamic banking branches including 3 Sub branches) and Nil Islamic banking windows at September 30, 2021 (December 31,2020 : Nil).

		(Un-audited) September 30,	(Audited) December 31,
		2021	2020
	Note	(Rupees	s in '000)
ASSETS			
Cash and balances with treasury banks		6,977,475	5,161,165
Balances with other banks		380,031	1,152,370
Due from financial Institutions		-	-
Investments	37.1	14,717,750	12,216,340
Islamic financing and related assets - net	37.2	70,127,771	64,269,691
Fixed assets		1,551,656	1,756,603
Intangible assets		-	-
Due from head office		-	-
Other assets		4,543,872	5,562,647
Total assets		98,298,555	90,118,816
LIABILITIES			
Bills payable		1,291,406	1,477,496
Due to financial institutions		10,233,311	11,810,905
Deposits and other accounts	37.3	73,638,122	65,305,888
Due to head office		-	-
Subordinated debt		-	-
Other liabilities		4,931,472	4,527,816
		90,094,311	83,122,105
NET ASSETS		8,204,244	6,996,711
Islamic Banking Fund		4,600,000	4,600,000
Reserves	37.4	18,749	-
Deficit on revaluation of assets		(10,016)	(57,670)
Unappropriated profit	37.5	3,595,511	2,454,381
		8,204,244	6,996,711
CONTINGENCIES AND COMMITMENTS	37.6	15,863,884	11,741,980
	00	. 5,555,551	, ,

Notes to the Consolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

The profit and loss account of the Group's Islamic banking branches for the nine months ended September 30, 2021 is as follows:

	(Ur	(Un-audited)		
	For the nin	e months ended		
	September 30), September 30,		
	2021	2020		
N	lote			
Profit / return earned	37.8 4,676,98	2 5,636,723		
Profit / return expensed	37.91,790,69	9 2,645,200		
Net Profit / return	2,886,28	3 2,991,523		
Other income				
Fee and Commission Income	177,33	7 130,482		
Dividend Income	5	9 -		
Foreign Exchange Income	69,90	3 99,115		
Gain on securities	-	1,706		
Other Income	64,25	3 45,247		
Total other income	311,55	2 276,550		
Total Income	3,197,83	3,268,073		
Other expenses	<u>-</u>			
Operating expenses	1,682,15	5 1,595,441		
Workers' Welfare Fund	-	-		
Other charges	14	0 475		
Total other expenses	1,682,29	1,595,916		
Profit before provisions	1,515,54	1,672,157		
Provisions and write offs - net	374,41	0 207,631		
Profit before taxation	1,141,13	0 1,464,526		

		September 30, 2021 (Un-audited)			December 31, 2020 (Audited)				
		Cost /	Provision for	Surplus /	Carrying	Cost /	Provision for	Surplus /	Carrying
		amortized cost	diminution	(deficit)	value	amortized cost	diminution	(deficit)	value
37.1	Investments by segments:				(Rupees i	n '000)			
	Federal Government Securities:								
	- Ijarah Sukuks	7,059,920	-	(10,164)	7,049,756	5,538,804	-	(58,148)	5,480,656
	- GOP Bai Muajjal	5,246,146	-	-	5,246,146	5,246,146	-	-	5,246,146
		12,306,066	-	(10,164)	12,295,902	10,784,950	-	(58,148)	10,726,802
	Units of open end mutual funds	100,000	-	99	100,099	-	-	-	-
	Non Government Debt Securities:								
	- Listed	35,000	-	49	35,049	70,000	-	478	70,478
	- Unlisted	2,846,663	(559,963)	-	2,286,700	1,979,023	(559,963)	-	1,419,060
		2,881,663	(559,963)	49	2,321,749	2,049,023	(559,963)	478	1,489,538
		15,287,729	(559,963)	(10,016)	14,717,750	12,833,973	(559,963)	(57,670)	12,216,340

						(Un-audited)	(Audited)	
						September 30,	December 31,	
						2021	2020	
37.2	Islamic financing and related asse	ts				(Rupees in '000)		
	Ijarah					4,716,539	4,227,697	
	Murabaha - note 37.2.1					5,765,818	4,379,276	
	Musharaka					31,286,365	28,545,253	
	Diminishing musharaka					13,136,187	16,936,532	
	Salam					5,050,033	4,935,938	
	Istisna					3,343,267	2,744,352	
	Receivable against sale of istisna / sa	alam inventor	y			876,722	150,000	
	Service ijarah					1,652,176	752,176	
	Other islamic modes (executive car f	inance - qarz-	e-hasana)			106,829	93,424	
	Advances against islamic assets - no					3,334,062	1,488,133	
	Inventory related to islamic financing					2,340,117	1,122,844	
	Gross islamic financing and related a	ssets				71,608,115	65,375,625	
	Less: provision against islamic finance	cings						
	- Specific	J				1,380,907	1,023,192	
	- General					99,437	82,742	
						1,480,344	1,105,934	
	Islamic financing and related assets	- net of provis	ion			70,127,771	64,269,691	
37.2.1	Includes advance against Murabaha	of Rs.1,292,6	32 thousand (I	December 31,	2020: Rs.397,	579 thousand)		
37.2.2	Advance against islamic assets							
	These unconsolidated condensed int	erim financial	statements we	Diminishina				
		ljarah	Musharaka	Musharaka	Salam	Istisna	Total	
		,			ees in '000)			
				(тарс	203 111 000)			
	September 30, 2021 (Un-audited)	1,159,134		2,174,928	-		3,334,062	
	December 31, 2020 (Audited)	578,819	-	909,314	-		1,488,133	
37.2.3	Inventory related to islamic financ	ing						
				5				
				Diminishing	0.1	1. 4	-	
		ljarah	Musharaka	Musharaka	Salam	Istisna	Total	
				(Rupe	ees in '000)			
	September 30, 2021 (Un-audited)	-	-	-	874,105	1,466,012	2,340,117	
	•							
	December 31, 2020 (Audited)				50,073	1,072,771	1,122,844	

September 30, 2020 September 31, 2020 Septem	ו טו נוופ	stille months ended September 30, 2021	(Un-audited)	(Audited)
Customers			· ·	
Customers	37.3	Deposits and other accounts	(Rupees	s in '000)
Current deposits - non remunerative		•	(-1	,
Current deposits - remunerative		Customers		
Current deposits - remunerative		Current deposits - non remunerative	27,867,475	23,312,633
Term deposits		Current deposits - remunerative	1,139,140	975,625
Others		Savings deposits	23,359,286	23,619,062
Financial Institutions		Term deposits	12,885,695	12,058,779
Prinancial Institutions		Others		584,729
Current deposits - non remunerative 33,097 342,969 335,484 4,400,000 7,451,929 4,755,660 7,461,955 6,755,660 7,461,955 6,350,5,888 7,461,955 7,461,9			66,146,127	60,550,828
Savings deposits 742,966 77,149,955 475,040,000 77,491,955 475,050,000 73,638,122 65,305,888 73,638,122 65,305,888 73,638,122 65,305,888 73,638,122 65,305,888 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,123 73,638,122 73,638,123		Financial Institutions		
Savings deposits 742,966 77,149,955 475,040,000 77,491,955 475,050,000 73,638,122 65,305,888 73,638,122 65,305,888 73,638,122 65,305,888 73,638,122 65,305,888 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,122 73,638,123 73,638,122 73,638,123		Current deposits - non remunerative	33,097	19,576
Received from customers on delayed payments Received from custom		•	· ·	
37.4 PROFIT EQUALISATION RESERVE The profit equalisation reserve amounting to Rs.18,749 (December 31, 2020: Nii) classified in other liabilities in note 19 has been presented as reserve. 37.5 Islamic banking business unappropriated profit / (loss)		Term deposits	7,115,929	4,400,000
37.4 PROFIT EQUALISATION RESERVE The profit equalisation reserve amounting to Rs.18,749 (December 31, 2020: Nil) classified in other liabilities in note 19 has been presented as reserve. 37.5 Islamic banking business unappropriated profit / (loss) Opening balance 2,454,381 691,544 Add: Islamic banking profit for the period / year 1,141,130 1,762,837 Closing Balance 3,595,511 2,454,381 37.6 CONTINGENCIES AND COMMITMENTS 5 460,329 - Commitments 9,479,237 6,281,651 - Other contingent liabilities 15,863,884 11,741,980 37.7 CHARITY FUND 20,529 52,137 Additions during the period 24,671 15,391 - No Shariah Compliant Income 24,671 15,391 - No Shariah Compliant Income 24,671 15,391 - Others 24,939 15,645 Payments / utilization during the period 24,939 15,645 Payments / utilization during the period (587) (1,055) - Community Welfare (587) (1,055) - Community Welfare (7,491,995	4,755,060
37.4 PROFIT EQUALISATION RESERVE The profit equalisation reserve amounting to Rs.18,749 (December 31, 2020: Nil) classified in other liabilities in note 19 has been presented as reserve. 37.5 Islamic banking business unappropriated profit / (loss) Opening balance 2,454,381 691,544 Add: Islamic banking profit for the period / year 1,141,130 1,762,837 Closing Balance 3,595,511 2,454,381 37.6 CONTINGENCIES AND COMMITMENTS 5 460,329 - Commitments 9,479,237 6,281,651 - Other contingent liabilities 15,863,884 11,741,980 37.7 CHARITY FUND 20,529 52,137 Additions during the period 24,671 15,391 - No Shariah Compliant Income 24,671 15,391 - No Shariah Compliant Income 24,671 15,391 - Others 24,939 15,645 Payments / utilization during the period 24,939 15,645 Payments / utilization during the period (587) (1,055) - Community Welfare (587) (1,055) - Community Welfare (73,638,122	65,305,888
The profit equalisation reserve amounting to Rs.18,749 (December 31, 2020: Nil) classified in other liabilities in note 19 has been presented as reserve. 37.5 Islamic banking business unappropriated profit / (loss) Opening balance	27 /	PROFIT FOLIAL ISATION DESERVE		
in note 19 has been presented as reserve. 37.5 Islamic banking business unappropriated profit / (loss) Opening balance 2,454,381 691,544 Add: Islamic banking profit for the period / year 1,141,130 1,762,837 Closing Balance 3,595,511 2,454,381 37.6 CONTINGENCIES AND COMMITMENTS - Guarantees 6,384,647 5,460,329 - Commitments 9,479,237 6,281,651 - Other contingent liabilities	37.4	PROFIL EQUALISATION RESERVE		
Opening balance 2,454,381 691,544 Add: Islamic banking profit for the period / year 1,141,130 1,762,837 Closing Balance 3,595,511 2,454,381 37.6 CONTINGENCIES AND COMMITMENTS 5 - Guarantees 6,384,647 5,460,329 - Commitments 9,479,237 6,281,651 - Other contingent liabilities - 37.7 CHARITY FUND 5 - Opening balance 20,529 52,137 Additions during the period - - - - Received from customers on delayed payments 24,671 15,391 - Non Shariah Compliant Income - - - - Profit on charity account 7 21 - Others 261 233 24,939 15,645 Payments / utilization during the period - - - Education (587) (1,055) - Community Welfare - - - Relief and disaster recovery - - -			n other liabilities	
Add: Islamic banking profit for the period / year Closing Balance 1,141,130 1,762,837 37.6 CONTINGENCIES AND COMMITMENTS - CONTINGENCIES AND COMMITMENTS - Guarantees 6,384,647 5,460,329 - Commitments 9,479,237 6,281,651 - Other contingent liabilities - C - C 37.7 CHARITY FUND 20,529 52,137 Additions during the period 20,529 52,137 - Received from customers on delayed payments 24,671 15,391 - Non Shariah Compliant Income 24,671 15,391 - Profit on charity account 7 21 - Others 261 233 - Payments / utilization during the period (S87) (1,055) - Education (S87) (1,055) - Community Welfare - C - C - Relief and disaster recovery - C - C - Health (1,1,788) (4,1270) - Orphanage (1,4,256) (4,928)	37.5	Islamic banking business unappropriated profit / (loss)		
Add: Islamic banking profit for the period / year Closing Balance 1,141,130 1,762,837 37.6 CONTINGENCIES AND COMMITMENTS - CONTINGENCIES AND COMMITMENTS - Guarantees 6,384,647 5,460,329 - Commitments 9,479,237 6,281,651 - Other contingent liabilities - C - C 37.7 CHARITY FUND 20,529 52,137 Additions during the period 20,529 52,137 - Received from customers on delayed payments 24,671 15,391 - Non Shariah Compliant Income 24,671 15,391 - Profit on charity account 7 21 - Others 261 233 - Payments / utilization during the period (S87) (1,055) - Education (S87) (1,055) - Community Welfare - C - C - Relief and disaster recovery - C - C - Health (1,1,788) (4,1270) - Orphanage (1,4,256) (4,928)		Opening balance	2,454,381	691,544
Closing Balance 3,595,511 2,454,381 37.6 CONTINGENCIES AND COMMITMENTS - Commitments 6,384,647 5,460,329 - Commitments 9,479,237 6,281,651 - Other contingent liabilities 15,863,884 11,741,980 37.7 CHARITY FUND - CHARITY FUND Opening balance 20,529 52,137 Additions during the period - Received from customers on delayed payments - 24,671 15,391 - Non Shariah Compliant Income - 24,671 15,391 - Non Shariah Compliant Income - 24,671 15,391 - Others 24,939 15,645 Payments / utilization during the period - Education (587) (1,055) - Community Welfare - 2 - Relief and disaster recovery - 2 - Health (11,788) (41,270) - Orphanage (2,581) (4,928)		• •		
- Guarantees 6,384,647 5,460,329 - Commitments 9,479,237 6,281,651 - Other contingent liabilities			3,595,511	2,454,381
- Commitments 9,479,237 6,281,651 - Other contingent liabilities	37.6	CONTINGENCIES AND COMMITMENTS		
- Commitments 9,479,237 6,281,651 - Other contingent liabilities		Cuarantaga	C 204 C47	F 400 220
- Other contingent liabilities				•
15,863,884 11,741,980			9,479,237	0,201,031
CHARITY FUND Opening balance 20,529 52,137 Additions during the period - - - Received from customers on delayed payments 24,671 15,391 - Non Shariah Compliant Income - - - Profit on charity account 7 21 - Others 261 233 Payments / utilization during the period (587) (1,055) - Education (587) (1,055) - Community Welfare - - - Relief and disaster recovery - - - Health (11,788) (41,270) - Orphanage (2,581) (4,928)		Ctror contingent habilities	15.863.884	11.741.980
Opening balance 20,529 52,137 Additions during the period - Received from customers on delayed payments 24,671 15,391 - Non Shariah Compliant Income - - Profit on charity account 7 21 - Others 261 233 Payments / utilization during the period (587) (1,055) - Education (587) (1,055) - Community Welfare - - - Relief and disaster recovery - - - Health (11,788) (41,270) - Orphanage (2,581) (49,28) (14,956) (47,253)	37.7	CHARITY FUND		, ,
Additions during the period - Received from customers on delayed payments - Non Shariah Compliant Income - Profit on charity account - Others Payments / utilization during the period - Education - Community Welfare - Relief and disaster recovery - Health - Orphanage Additions during the period 24,671 15,391 - 21 221 233 24,939 15,645 (1,055) (1,055) - Community Welfare				
- Received from customers on delayed payments - Non Shariah Compliant Income - Profit on charity account - Others Payments / utilization during the period - Education - Community Welfare - Relief and disaster recovery - Health - Orphanage 15,391 - 7 21 - 21 - 233 - 24,939 - 15,645 (587) - (1,055) - 1,055 -		, e	20,529	52,137
- Non Shariah Compliant Income - Profit on charity account - Others Payments / utilization during the period - Education - Community Welfare - Relief and disaster recovery - Health - Orphanage - Non Shariah Compliant Income - 21 - 231 - 233 - 24,939 - 15,645 - (1,055) - (1,055) - 1,055 - 1,0			24 671	15 301
- Profit on charity account - Others 261 233 24,939 15,645 Payments / utilization during the period - Education - Community Welfare - Relief and disaster recovery - Health - Orphanage (14,270) - Orphanage			24,071	13,391
- Others 233 24,939 15,645 Payments / utilization during the period - Education (587) (1,055) - Community Welfare Relief and disaster recovery Health (11,788) (41,270) - Orphanage (2,581) (4,928)		·	7	21
Payments / utilization during the period (587) (1,055) - Education - - - Community Welfare - - - Relief and disaster recovery - - - Health (11,788) (41,270) - Orphanage (2,581) (4,928) (14,956) (47,253)		·	261	
- Education (587) (1,055) - Community Welfare Relief and disaster recovery Health (11,788) (41,270) - Orphanage (2,581) (4,928)			24,939	15,645
- Community Welfare			()	(1, 2, 2, 2, 1)
- Relief and disaster recovery - Health - Orphanage - C11,788) (41,270) (4,928) (14,956) - (47,253)			(587)	(1,055)
- Health (11,788) (41,270) - Orphanage (2,581) (4,928) (14,956) (47,253)			[]	
- Orphanage (2,581) (4,928) (14,956) (47,253)		· · · · · · · · · · · · · · · · · · ·	(11.788)	(41.270)
(14,956) (47,253)				
Closing balance 30,512 20,529				
		Closing balance	30,512	20,529

Notes to the Consolidated Condensed Interim Financial Statements (Un-audited) For the nine months ended September 30, 2021

		(Un-au nine mont	•
		September 30,	September 30,
		2021	2020
		(Rupees	in '000)
37.8 F	Profit / return earned on financing,		
	investments and placements		
F	Profit earned on:		
	Financing	3,619,055	4,630,379
	Investments	1,032,441	762,092
	Placements	25,486	167,728
	Lendings	-	76,524
		4,676,982	5,636,723
37.9 F	Profit on deposits and other dues expensed		
	Deposits and other accounts	1,389,435	2,405,771
	Due to financial institutions	230,681	102,004
	Due to head office	1,164	6,185
F	Profit Equalization Reserve	37,675	-
L	_ease liability against right-of-use assets	131,744	131,240
		1,790,699	2,645,200

38. DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were authorized for issue by the Board of Directors on October 21, 2021.

-sd-	-sd-	-sd-	-sd-	-sd-
CFO	President & CE	Director	Director	Chairman

