

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

October 25, 2023

Dear Sir,

Subject: Announcement of Financial Results for the Third Quarter Ended September 30, 2023

We hereby inform you that the Board of Directors of Habib Bank Limited in their meeting held on October 25, 2023, at 10:00 a.m. at HBL Corporate Office, F-14, Block 5, Clifton, Karachi recommended the following:

(i) **CASH DIVIDEND**

An Interim Cash Dividend for the third guarter ended September 30, 2023, at Rs. 2.25/- per share i.e., 22.50%. This is in addition to the interim Cash Dividend already paid at Rs. 3.50/- per share i.e., 35%.

AND / OR

(ii) **BONUS SHARES**

NIL

AND / OR

(iii) **RIGHT SHARES**

NIL

AND / OR

ANY OTHER ENTITLEMENT / CORPORATE ACTION (iv)

NIL

AND / OR

(v) ANY OTHER PRICE-SENSITIVE INFORMATION

NIL

While announcing the results at the Exchange, please announce the Registered Office: Habib Bank Limited 9th Floor, Habib Bank

Registered Office: Habib Bank Limited 9th Floor, Habib Bank Tower, Jinnah Avenue, Blue Area, Islamabad, Pakistan

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BOOK CLOSURE DATES

The Share Transfer Books of the Bank will be closed from November 6, 2023, to November 8, 2023 (both days inclusive). Transfers received at the office of the Bank's Share Registrar, Messers CDC Share Registrar Services Limited, CDC House, 99-B, Block 'B', S.M.C.H.S., Main Shahrah-e-Faisal Karachi, at the close of business on November 3, 2023, will be treated as being in time for the purpose of the above entitlement to the transferees.

The Quarterly Report of the Bank for the period ended September 30, 2023, will be transmitted through PUCARS separately, within the specified time.

Yours faithfully,

Uzman Naveed Chaudhary Company Secretary

Cc:

1. Executive Director/HOD, Offsite-II Department, Supervision Division, Securities & Exchange Commission of Pakistan, 63, NIC Building, Jinnah Avenue, Blue Area, Islamabad.



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Habib Bank Limited

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Condensed Interim Consolidated Profit and Loss Account (Unaudited) For the nine months ended September 30, 2023

		January 01 to	January 01 to	July 01 to	July 01 to
	Note	2023	2022	September 30, 2023	September 30 2022
			(Rupe	es in '000)	مار چند دارد دور هم اور ها می اور دور وی وی وی وی وی این این این این این این این این این ای
Mark-up / return / profit / interest earned	22	509,965,767	309,099,482	190,768,778	121,465,176
Mark-up / return / profit / interest expensed	23	332,106,284	192,585,025	125,782,767	79,336,844
Net mark-up / return / profit / interest incom		177,859,483	116,514,457	64,986,011	42,128,332
Non mark-up / interest income					
Fee and commission income	24	30,458,872	22,773,077	10,680,111	7,715,691
Dividend income		1,982,094	560,465	155,203	150,326
Share of profit of associates and joint ventu	ire	3,212,506	2,093,109	1,037,929	1,276,897
Foreign exchange (loss) / income - domest	ic	(4,252,401)	3,501,155	(86,937)	647,857
Foreign exchange income - international Foreign exchange income - unrealised gair		1,347,400	3,278,493	370,582	1,375,751
/ (loss) related to derivatives		4,544,399	5,463,820	(1,239,637)	2,864,385
(Loss) / income from derivatives		(3,140,330)	(3,412,516)	2,011,230	(2,318,240
(Loss) / gain on securities - net	25	(307,328)	530,713	(79,989)	127,485
Other income	26	4,347,253	342,691	182,160	106,154
Total non mark-up / interest income		38,192,465	35,131,007	13,030,652	11,946,306
Total income		216,051,948	151,645,464	78,016,663	54,074,638
Non mark-up / interest expenses					
Operating expenses	27	123,298,170	90,926,231	43,949,709	31,879,205
Workers' Welfare Fund		1,711,805	1,078,193	609,617	391,304
Other charges	28	82,090	450,995	5,610	8,682
Total non mark-up / interest expenses		125,092,065	92,455,419	44,564,936	32,279,191
Profit before provisions and taxation		90,959,883	59,190,045	33,451,727	21,795,447
Provisions and write offs - net	29	7,431,402	3,591,108	1,432,388	787,993
Profit before taxation		83,528,481	55,598,937	32,019,339	21,007,454
Taxation	30	40,557,222	31,971,038	15,388,058	9,487,340
Profit after taxation		42,971,259	23,627,899	16,631,281	11,520,114
Attributable to:					
Equity holders of the Bank		42,829,432	23,399,621	16,636,075	11,513,79 [.]
Non-controlling interest		141,827	228,278	(4,794)	6,323
Non-controlling interest		42,971,259	23,627,899	16,631,281	11,520,114
		********	Ru	ipees	
Basic and diluted earnings per share	31	29.20	15.95	11.34	7.8

President and **Chief Executive Officer** **Chief Financial Officer**

Director

Irfan Ahmed Meer GM-Financial Controller Finance Unhih Rank Limited

Director

DirectorED CHAUDHARY UZMAN NA secretary UZMAN NA secretary Company secretary Company secretary Company content to cretice

Company Secretary Company Secretary Habib Bank Limited Habi Corporate Office HBL Corporate Office HBL Corporate Officent F-14, Block-5, Clif201,

Annerure - A

Annexure - B

Habib Bank Limited

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Condensed Interim Unconsolidated Profit and Loss Account (Unaudited) For the nine months ended September 30, 2023

• • • • • • • • • •	Note	January 01 to September 30, 2023	January 01 to September 30, 2022 (Rupees ir	July 01 to September 30, 2023 1 '000)	2022
Mark-up / return / profit / interest earned	22	479,819,379	290,012,963	179,635,207	114,680,667
Mark-up / return / profit / interest expensed	23	315,537,127	182,837,778	118,885,209	75,194,105
Net mark-up / return / profit / interest inco	me	164,282,252	107,175,185	60,749,998	39,486,562
Non mark-up / interest income					
Fee and commission income	24	26,908,502	19,986,361	9,489,747	6,785,545
Dividend income		3,027,681	1,216,515	225,777	394,203
Foreign exchange (loss) / income - domes	stic	(5,162,034)	2,161,056	(866,270)	(415,095)
Foreign exchange income - international		1,399,621	2,201,068	146,918	1,035,106
Foreign exchange income - unrealised ga	in				
/ (loss) related to derivatives		4,544,399	5,463,820	(1,239,637)	2,864,385
(Loss) / gain from derivatives		(3,140,330)	(3,412,516)	2,011,230	(2,318,240)
(Loss) / gain on securities - net	25	(325,450)	687,309	(112,741)	211,537
Other income	26	9,883,533	358,670	226,162	116,972
Total non mark-up / interest income		37,135,922	28,662,283	9,881,186	8,674,413
Total income		201,418,174	135,837,468	70,631,184	48,160,975
Non mark-up / interest expenses					
·	07	440.400.044	00 400 070	20 464 022	20 1/1 227
Operating expenses	27	110,496,644	80,482,078	39,464,922	28,141,337
Workers' Welfare Fund	~~	1,661,993	1,030,352	597,715	380,926
Other charges	28	82,090	450,995	5,610	8,682 28,530,945
Total non mark-up / interest expenses	5	112,240,727	81,963,425	40,068,247	20,550,945
Profit before provisions and taxation	3	89,177,447	53,874,043	30,562,937	19,630,030
Provisions and write offs - net	29	6,159,440	2,355,915	840,419	527,478
Profit before taxation		83,018,007	51,518,128	29,722,518	19,102,552
Taxation	30	40,200,911	29,819,141	14,616,755	8,915,936
Profit after taxation		42,817,096	21,698,987	15,105,763	10,186,616
		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	(Ruj	oees)	
Basic and diluted earnings per share	31	29.19	14.79	10.30	6.94

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

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President and Chief Executive Officer **Chief Financial Officer**

Director

Irfan Ahmed Meer GM-Financial Controller Finance Habib Bank Limited

Director

DirectoUDHARY ompany Secretary Haun Bank Limited HBL Corporate Office HBL Corporate Clifton, Karachi



Annexure "C"

HBL FINANCIAL STATEMENTS

For the nine months ended September 30, 2023



CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the nine months ended September 30, 2023

Habib Bank Limited Condensed Interim Consolidated Statement of Financial Position As at September 30, 2023

	Note	(Unaudited) September 30, 2023 (Rupees	(Audited) December 31, 2022 in '000)
ASSETS			
Cash and balances with treasury banks Balances with other banks Lendings to financial institutions Investments Advances Fixed assets Intangible assets Deferred tax assets	5 6 7 8 9 10 11 12	522,171,130 53,126,983 219,213,353 2,506,325,055 1,782,546,504 140,037,198 20,551,430 12,054,861	296,015,386 41,513,022 254,593,287 1,948,801,042 1,782,497,923 113,871,657 18,422,200 5,797,045
Other assets	13 _	<u>251,868,869</u> 5,507,895,383	<u>177,294,549</u> 4,638,806,111
LIABILITIES			
Bills payable Borrowings Deposits and other accounts Liabilities against assets subject to finance lease Subordinated debt Deferred tax liabilities Other liabilities	14 15 16 17 18	52,857,144 802,886,352 3,975,101,097 - 18,874,000 - 317,245,071 5,166,963,664	52,001,577 583,771,399 3,469,342,252 - 18,874,000 - 229,795,069 4,353,784,297
NET ASSETS	-	340,931,719	285,021,814
REPRESENTED BY Shareholders' equity			
Share capital Reserves Surplus on revaluation of assets - net of tax Unappropriated profit	19	14,668,525 99,925,116 12,235,460 211,236,199	14,668,525 87,771,332 1,235,369 178,467,639
Total equity attributable to the equity holders of the Bank		338,065,300	282,142,865
Non-controlling interest		2,866,419	2,878,949
	- =	340,931,719	285,021,814
CONTINGENCIES AND COMMITMENTS	20		

President and	Chief Financial Officer	Director	Director	Director
Chief Executive Officer				

Habib Bank Limited Condensed Interim Consolidated Profit and Loss Account (Unaudited) For the nine months ended September 30, 2023

Note September 30, Sep			January 01 to	January 01 to	July 01 to	July 01 to
		Note	2023	2022	2023	2022
Mark-up / return / profit / interest earned 22 509.965.767 309.099.482 190.768.778 121.465.176				(Rupe	es in '000)	
	Mark-up / return / profit / interest earned	22	509,965,767	309,099,482	190,768,778	121,465,176
Mark-up / return / profit / interest expensed 23 332,106,284 192,585,025 125,782,767 79,336,844		23				
Net mark-up / return / profit / interest income 177,859,483 116,514,457 64,986,011 42,128,332	Net mark-up / return / profit / interest incom	е	177,859,483	116,514,457	64,986,011	42,128,332
Non mark-up / interest income	Non mark-up / interest income					
Fee and commission income 24 30,458,872 22,773,077 10,680,111 7,715,691	Fee and commission income	24	30,458,872	22,773,077	10,680,111	7,715,691
Dividend income 1,982,094 560,465 155,203 150,326	Dividend income					
Share of profit of associates and joint venture 3,212,506 2,093,109 1,037,929 1,276,897						
Foreign exchange (loss) / income - domestic (4,252,401) 3,501,155 (86,937) 647,857		ic			· · · · · ·	
Foreign exchange income - international 1,347,400 3,278,493 370,582 1,375,751			1,347,400	3,278,493	370,582	1,375,751
Foreign exchange income - unrealised gain		1				
/ (loss) related to derivatives 4,544,399 5,463,820 (1,239,637) 2,864,385					. ,	
	. ,		· · /	· · · · · · · · · · · · · · · · · · ·		(2,318,240)
(Loss) / gain on securities - net 25 (307,328) 530,713 (79,989) 127,485			· · · · ·		· · · /	
Other income 26 4,347,253 342,691 182,160 106,154		26				
Total non mark-up / interest income 38,192,465 35,131,007 13,030,652 11,946,306	I otal non mark-up / interest income		38,192,465	35,131,007	13,030,652	11,946,306
Total income 216,051,948 151,645,464 78,016,663 54,074,638	Total income		216,051,948	151,645,464	78,016,663	54,074,638
Non mark-up / interest expenses	Non mark-up / interest expenses					
Operating expenses 27 123,298,170 90,926,231 43,949,709 31,879,205	Operating expenses	27	123,298,170	90,926,231	43,949,709	31,879,205
Workers' Welfare Fund 1,711,805 1,078,193 609,617 391,304						
Other charges 28 82,090 450,995 5,610 8,682		28				
Total non mark-up / interest expenses 125,092,065 92,455,419 44,564,936 32,279,191	-		125,092,065	92,455,419	44,564,936	
Profit before provisions and taxation 90,959,883 59,190,045 33,451,727 21,795,447	Profit before provisions and taxation		90,959,883	59,190,045	33,451,727	21,795,447
Provisions and write offs - net 29 7,431,402 3,591,108 1,432,388 787,993	Provisions and write offs - net	29	7,431,402	3,591,108	1,432,388	787,993
Profit before taxation 83,528,481 55,598,937 32,019,339 21,007,454	Profit before taxation		83,528,481	55,598,937	32,019,339	21,007,454
Taxation3040,557,22231,971,03815,388,0589,487,340	Taxation	30	40,557,222	31,971,038	15,388,058	9,487,340
Profit after taxation 42,971,259 23,627,899 16,631,281 11,520,114	Profit after taxation		42,971,259	23,627,899	16,631,281	11,520,114
Attributable to:	Attributable to:					
Equity holders of the Bank 42,829,432 23,399,621 16,636,075 11,513,791	Equity holders of the Bank		42 829 432	23 399 621	16 636 075	11 513 791
Non-controlling interest 141,827 228,278 (4,794) 6,323						
42,971,259 23,627,899 16,631,281 11,520,114						
RupeesRupeesRupees	Desis and diluted some income star	0.4			•	
Basic and diluted earnings per share 31 29.20 15.95 11.34 7.85	Basic and diluted earnings per share	31	29.20	15.95	11.34	7.85

Habib Bank Limited Condensed Interim Consolidated Statement of Comprehensive Income (Unaudited) For the nine months ended September 30, 2023

	January 01 to September 30, 2023	January 01 to September 30, 2022 (Rupees)	July 01 to September 30, 2023 s in '000)	July 01 to September 30, 2022
Profit after taxation for the period attributable to:				
Equity holders of the Bank Non-controlling interest	42,829,432 141,827	23,399,621 228,278	16,636,075 (4,794)	11,513,791 6,323
Other comprehensive income / (loss)	42,971,259	23,627,899	16,631,281	11,520,114
Items that may be reclassified to the profit and loss account in subsequent periods:	1			
Effect of translation of net investment in foreign branches, subsidia joint venture and associates - net of tax, attributable to:	ries,			
Equity holders of the Bank	10,507,419	4,143,660	(2,080,636)	2,235,740
Non-controlling interest	- 10,507,419	44,140 4,187,800	- (2,080,636)	- 2,235,740
Increase in share of exchange translation reserve of associates				
- net of tax	497,268	80,140	291,242	6,074
Movement in surplus / deficit on revaluation of investments				
- net of tax, attributable to:				
Equity holders of the Bank	(4,503,364)	(20,955,370)	2,499,060	(4,199,860)
Non-controlling interest	<u>22,377</u> (4,480,987)	(48,346) (21,003,716)	20,614 2,519,674	5,961 (4,193,899)
Movement in share of surplus / deficit on revaluation of investment of associates - net of tax		(290,547)	(126,251)	(154,796)
Items that are not to be reclassified to the profit and Ioss account in subsequent periods: Movement in surplus / deficit on revaluation of fixed assets - net of tax, attributable to:				
Equity holders of the Bank	15,966,442	(201,262)	10,639	-
Non-controlling interest	52,989	(3,081)	185	-
Transferred from surplus on revaluation of non-banking assets		79,789		70 790
- net of tax	16,019,431	(124,554)	10,824	79,789 79,789
Movement in surplus / deficit on revaluation of non-banking assets - net of tax:				
Transferred to surplus on revaluation of fixed assets - net of tax	-	(79,789)	-	(79,789)
Movement in share of surplus / deficit on revaluation of fixed asset of associates - net of tax	s (6,355)	122,747	(157)	6,454
Remeasurement gain on defined benefit obligations - net of tax	-	209,435	-	-
Share of remeasurement gain on defined benefit obligations of associates - net of tax	8,633	3,735	-	1,949
Total comprehensive income	65,195,735	6,733,150	17,245,977	9,421,636
Total comprehensive income attributable to: Equity holders of the Bank Non-controlling interest	64,978,542 217,193	6,512,159 220,991	17,229,972 16,005	9,409,352 12,284
	65,195,735	6,733,150	17,245,977	9,421,636

President and	Chief Financial Officer	Director	Director	Director
Chief Executive Officer				

Habib Bank Limited Condensed Interim Consolidated Statement of Changes In Equity (Unaudited) For the nine months ended September 30, 2023

	Attributable to shareholders of the Bank											
		1		Reserves				(deficit) on				
		Sta	tutory		Capital		revalu	ation of			Ι	
	Share capital	Joint venture and subsidiary	Bank	Exchange translation	Non-distribu- table	On acquisition of common control entity	Investments	Fixed / Non Banking Assets	Unappropriated profit	Sub Total	Non- controlling interest	Total
			-			(Ru	pees in '000)					
Balance as at December 31, 2021	14,668,525	2,115,664	40,043,376	38,826,070	547,115	(156,706)	(2,254,093)	27,413,464	158,441,418	279,644,833	4,040,969	283,685,802
Comprehensive income for the nine months ended September 30, 20	22											
Profit after taxation for the nine months ended September 30, 2022 Other comprehensive income / (loss) Effect of translation of net investment in foreign branches,	-	-		-	-	-	-		23,399,621	23,399,621	228,278	23,627,899
subsidiaries, joint venture and associates - net of tax	-	-	-	4,143,660	-	-	-	-	-	4,143,660	44,140	4,187,800
Increase in share of exchange translation reserve of associates - net of tax Remeasurement gain on defined benefit obligations - net of tax Share of remeasurement gain on defined benefit obligations of associates and	-		-	80,140	-		-	-	- 209,435 3,735	80,140 209,435 3,735	-	80,140 209,435 3,735
obligations of associates - net Movement in surplus / deficit on revaluation of assets - net of tax	-	-	-	-	-	-	- (20,955,370)	- (201,262)	3,733	(21,156,632)	- (51,427)	
Movement in share of surplus / deficit on revaluation of assets	-			-	-	-	(20,333,370)	(201,202)		(21,130,032)	(31,427)	(21,200,000)
of associates - net of tax		-	-		-	-	(290,547)	122,747	-	(167,800)	-	(167,800)
	-	-	-	4,223,800	-	-	(21,245,917)	(78,515)	23,612,791	6,512,159	220,991	6,733,150
Transferred to statutory reserves	-	263,104	2,169,899	-	-	-	-	-	(2,433,003)	-	-	-
Transferred from surplus on revaluation of assets - net of tax	-	-	-	-	-	-	-	(53,737)	54,728	991	(991)	-
Acquisition of additional interest in subsidiary	-	-	-	642,741	-	-	(57,067)	3,726	862,926	1,452,326	(1,452,326)	-
Transactions with owners, recorded directly in equity												
Final cash dividend - Rs 2.25 per share declared subsequent to the year ended December 31, 2021 1st interim cash dividend - Rs 2.25 per share	-	-	-	-	-	-	-	-	(3,300,418) (3,300,418)	(3,300,418)	-	(3,300,418) (3,300,418)
2nd interim cash dividend - Rs 1.50 per share	-	-	-	-	-	-	-	-	(2,200,279)	,	-	(2,200,279)
Polones es et Santomber 20, 2022	-	-	-	-	-	-	-	-	(8,801,115) 171,737,745	(8,801,115) 278,809,194	- 2,808,643	(8,801,115)
Balance as at September 30, 2022	14,668,525	2,378,768	42,213,275	43,692,611	547,115	(156,706)	(23,557,077)	27,284,938	111,131,145	210,003,194	2,000,043	281,617,837
Comprehensive income for the three months ended December 31, 20 Profit after taxation for the three months ended December 31, 2022									10,670,466	10,670,466	99,965	10,770,431
Other comprehensive income / (loss) Effect of translation of net investment in foreign branches, subsidiaries, joint venture and associates - net of tax		-		- (2,113,594)		-			10,670,466	(2,113,594)	99,965	(2,113,594)
Increase in share of exchange translation reserve of associates - net of tax Remeasurement loss on defined benefit obligations - net of tax	-	-	-	148,006	-	-	-	-	- (114,702)	148,006 (114,702)	- (18,656)	148,006 (133,358)
Share of remeasurement gain on defined benefit obligations of associates - net	-	-	-	-	-	-	-	-	22	22	-	22
Movement in surplus / deficit on revaluation of assets - net of tax Movement in share of surplus / deficit on revaluation of assets of associates - net of tax	-	-	-	-	-	-	(2,286,454)	30,850 2,414	-	(2,255,604) (218,646)	(11,003) -	(218,646)
	-	-	-	(1,965,588)	-	-	(2,507,514)	33,264	10,555,786	6,115,948	70,306	6,186,254
Transferred to statutory reserves Transferred from surplus on revaluation of assets - net of tax Acquisition of additional interest in subsidiary	-	145,056 - -	916,801 - -	-	-	-	-	- (18,242) -	(1,061,857) 18,242 (581,998)	- (581,998)	-	- - (581,998)
Transactions with owners, recorded directly in equity									(0.000.070)	(0.000.070)		(0.000.070)
3rd interim cash dividend - Rs 1.50 per share	-	-	-	-	-	-	-	-	(2,200,279)	(2,200,279)	-	(2,200,279)
Balance as at December 31, 2022	14,668,525	2,523,824	43,130,076	41,727,023	547,115	(156,706)	(26,064,591)	27,299,960	178,467,639	282,142,865	2,878,949	285,021,814
Comprehensive income for the nine months ended September 30, 20 Profit after taxation for the nine months ended September 30, 2023 Other comprehensive income / (loss)	-					-	-	-	42,829,432	42,829,432	141,827	42,971,259
Effect of translation of net investment in foreign branches, subsidiaries, joint venture and associates - net of tax Increase in share of exchange translation reserve of	-			10,507,419	-	-	-	-	-	10,507,419	-	10,507,419
associates - net of tax	-	-	-	497,268	-	-	-	-	-	497,268	-	497,268
Share of remeasurement gain on defined benefit									0.000	0.000		0.000
obligations of associates - net Movement in surplus / deficit on revaluation of assets - net of tax	-	-	-	-	-	-	- (4,503,364)	- 15,966,442	8,633	8,633 11,463,078	- 75,366	8,633 11,538,444
Movement in share of surplus / deficit on revaluation of assets		-	-	-	-	-			-		10,000	
of associates - net of tax	<u> </u>	-	-	- 11,004,687			(320,933) (4,824,297)	(6,355) 15,960,087	42,838,065	(327,288) 64,978,542	- 217,193	(327,288) 65,195,735
Transferred to statutory reserves	-	263,210	4,281,710	-	-	-		-	(4,544,920)	-	-	-
Transferred from surplus on revaluation of assets - net of tax	-	-	-	-	-	-	-	(133,990)		-	-	-
Derecognition of joint venture Acquisition of additional interest in subsidiary Transactions with owners, recorded directly in equity	-	(1,444,256) -	-	(1,951,567) -	-	-	2,993 (7,097)	2,395	1,441,263 234,425	(1,951,567) 229,723	(229,723)	(1,951,567) -
Final cash dividend - Rs 1.50 per share declared subsequent									(0.000.070)	(0.000.070)		(0.000.070)
to the year ended December 31, 2022 1st interim cash dividend - Rs 1.50 per share		-	-	-	-	-	-	-	(2,200,279) (2,200,279)	(2,200,279) (2,200,279)	-	(2,200,279) (2,200,279)
2nd interim cash dividend - Rs 2.00 per share		-	-	-	-	-	-	-	(2,200,279) (2,933,705)		-	(2,200,279) (2,933,705)
·	·	-	-	-	-	-	-	-	(7,334,263)	(7,334,263)	-	(7,334,263)
Balance as at September 30, 2023	14,668,525	1,342,778	47,411,786	50,780,143	547,115	(156,706)	(30,892,992)	43,128,452	211,236,199	338,065,300	2,866,419	340,931,719
	-											

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

Director

Habib Bank Limited Condensed Interim Consolidated Cash Flow Statement (Unaudited) For the nine months ended September 30, 2023

	January 01 to September 30, 2023	January 01 to September 30, 2022
CASH FLOWS FROM OPERATING ACTIVITIES	(Rupees	in '000)
Profit before taxation	83,528,481	55,598,937
Dividend income	(1,982,094)	(560,465)
Share of profit of associates and joint venture	(3,212,506)	(2,093,109)
Mark-up / return / profit / interest expensed on subordinated debt	3,126,563	1,307,766
	(2,068,037)	(1,345,808)
Adjustmente	81,460,444	54,253,129
Adjustments: Depreciation	7,066,703	5,640,958
Amortisation	1,587,089	1,329,522
Depreciation on right-of-use assets	3,456,482	2,891,630
Mark-up / return / profit / interest expensed on lease liabilities	2,956,170	2,252,617
Provision for diminution in value of investments	1,106,172	637,711
Provision against loans and advances	6,632,379	3,279,896
Provision against other assets	876,697	861,478
Reversal of provision against off-balance sheet obligations	(108,955)	(584,066)
Unrealised loss on held-for-trading securities	45,320	27,620
Exchange gain on goodwill	(947,686)	(782,965)
Gain on derecognition of joint venture	(3,731,399)	-
Gain on sale of fixed assets - net Workers' Welfare Fund	(47,795) 1,711,805	(29,545) 1,078,193
Workers Weitale Fullu	20,602,982	16,603,049
	102,063,426	70,856,178
Decrease / (increase) in operating assets	07.070.004	
Lendings to financial institutions	35,379,934	(21,187,795)
Held-for-trading securities	13,492,701	110,875,050
Advances	(6,680,960) (80,045,386)	(211,497,643) (44,969,056)
Other assets (excluding advance taxation)	(37,853,711)	(166,779,444)
Increase / (decrease) in operating liabilities	(07,000,711)	(100,110,111)
Bills payable	855,567	6,181,554
Borrowings from financial institutions	219,114,953	145,936,819
Deposits and other accounts	505,758,845	(11,581,245)
Other liabilities	85,149,390	66,621,453
	810,878,755	207,158,581
	875,088,470	111,235,315
Income tax paid	(38,371,437)	(22,806,167)
Net cash flows generated from operating activities	836,717,033	88,429,148
CASH FLOWS FROM INVESTING ACTIVITIES	(544,405,000)	(110,005,014)
Net investment in available-for-sale securities	(541,465,226)	
Net investment in held-to-maturity securities Net investment in associates	(36,271,030) (2,468,249)	11,767,482 (3,456,988)
Dividend received	1,962,288	732,932
Investments in fixed assets	(11,639,426)	(12,480,225)
Investments in intangible assets	(2,658,047)	(6,103,280)
Proceeds from sale of fixed assets	163,133	46,061
Effect of translation of net investment in foreign branches, subsidiaries,		
joint venture and associates - net of tax	11,004,687	4,223,800
Net cash flows used in investing activities	(581,371,870)	(124,965,862)
CASH FLOWS FROM FINANCING ACTIVITIES		
Effect of translation of net investment by non-controlling interest in subsidiary	-	44,140
Payment of mark-up on subordinated debt	(3,141,024)	(1,302,145)
Payment of lease liability against right-of-use assets	(3,533,042)	(3,736,372)
Dividend paid	(10,901,392)	(7,417,723)
Net cash flows used in financing activities	(17,575,458)	(12,412,100)
Increase / (decrease) in cash and cash equivalents during the period	237,769,705	(48,948,814)
Cash and cash equivalents at the beginning of the period Effect of exchange rate changes on cash and cash equivalents	330,545,077 6,983,331	483,456,300 22,234,021
Linear or exertainge rate changes on eash and eash equivalents	337,528,408	505,690,321
Cash and cash equivalents at the end of the period	575,298,113	456,741,507
and the second second because		

HABIB BANK LIMITED

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited) For the nine months ended September 30, 2023

1 THE GROUP AND ITS OPERATIONS

The Group consists of:

Holding company

- Habib Bank Limited, Pakistan

Subsidiaries

- Habib Allied Holding Limited (HAHL) 100% shareholding
- HBL Bank UK Limited 100% effective shareholding
- HBL Currency Exchange (Private) Limited 100% shareholding
- HBL Asset Management Limited 100% shareholding
- HBL Microfinance Bank Limited (HBL MfB) 79.92% shareholding
- Habib Bank Financial Services (Private) Limited 100% shareholding

Habib Bank Limited (the Bank) is incorporated in Pakistan and is engaged in commercial banking services in Pakistan and overseas. The Bank's registered office is at Habib Bank Tower, 9th Floor, Jinnah Avenue, Blue Area, Islamabad and its principal office is at HBL Tower, Plot # G-4, KDA Scheme 5, Block 7, Clifton, Karachi. The Bank's shares are listed on the Pakistan Stock Exchange. The Bank operates 1,726 (December 31, 2022: 1,714) branches inside Pakistan including 330 (December 31, 2022: 294) Islamic Banking Branches and 31 (December 31, 2022: 32) branches outside the country including in the Karachi Export Processing Zone (KEPZ).

The Aga Khan Fund for Economic Development S.A. (AKFED) is the parent company of the Bank and its registered office is in Geneva, Switzerland. During the period, AKFED has purchased 81,873,094 shares of the Bank from the market. As a result, its shareholding in the Bank has increased from 51.00% to 56.58%.

- 1.1 The Bank had commenced an orderly winding down of its operations in Afghanistan and banking operations were ceased on June 10, 2019. The remaining formalities required for closure are in progress.
- 1.2 The Bank has decided to exit its operations in Mauritius and is considering various options regarding the same.
- 1.3 The Bank has commenced an orderly wind-down of its Lebanon operations. Formalities for completion of the wind-down are underway.
- 1.4 After obtaining approval from the Central Bank of Oman for the deregistration of its Oman operations, the Bank has commenced an orderly and phase wise exit.
- 1.5 Himalayan Bank Limited, Nepal (HBLN), which was previously recognized as a Joint Venture, has acquired Civil Bank Limited, Nepal with effect from February 24, 2023, by issuing new shares as consideration. As a result, the shareholding of the Bank in HBLN has been diluted from 20.00% to 12.93%. Accordingly, HBLN is now classified as an available-for-sale investment.
- 1.6 During the period, the Bank has subscribed to 100 million Rights shares issued by HBL MfB. Post acquisition, the Bank's shareholding in HBL MfB has increased from 76.42% to 79.92%.

2 BASIS OF PRESENTATION

2.1 STATEMENT OF COMPLIANCE

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

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

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 The disclosures made in these condensed interim consolidated financial statements have been limited based on the format prescribed by the SBP vide BPRD Circular Letter No. 05 dated March 22, 2019 and IAS 34. These condensed interim consolidated financial statements do not include all the information and disclosures required for annual consolidated financial statements and should be read in conjunction with the consolidated financial statements for the year ended December 31, 2022.

2.3 Amendments to existing accounting and reporting standards that have become effective in the current year

There are certain amendments to existing accounting and reporting standards that have become applicable to the Group for accounting periods beginning on or after January 01, 2023. These are considered either to not be relevant or to not have any significant impact on these condensed interim consolidated financial statements.

2.4 New standards and amendments to existing accounting and reporting standards that are not yet effective

As per the SBP's BPRD Circular Letter No. 07 dated April 13, 2023, the applicability of IFRS 9, Financial Instruments has been deferred to accounting periods beginning on or after January 01, 2024. The impact of the application of IFRS 9 in Pakistan on the Bank's financial statements is being assessed.

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

2.5 Critical accounting estimates and judgements

The basis for accounting estimates adopted in the preparation of these condensed interim consolidated financial statements is the same as that applied in the preparation of the consolidated financial statements for the year ended December 31, 2022, except for the following:

During the period, the Bank has revised its estimate of the useful life of vehicles used in the UAE business from 10 years to 5 years. This revision has been accounted for as a change in accounting estimate in accordance with the requirements of IAS 8 and accordingly, has been recognised prospectively in the consolidated profit and loss account.

The effect of this change on depreciation expense in the current period and the next corresponding period is as follows:

	January 01 to September 30,	January 01 to September 30,
	2024	2023
	(Rupees	s in '000)
Increase in other operating expenses - depreciation	8,518	8,518

3 SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of these condensed interim consolidated financial statements are consistent with those followed in the preparation of the consolidated financial statements for the year ended December 31, 2022.

4 FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Bank are consistent with those disclosed in the consolidated financial statements for the year ended December 31, 2022.

5	CASH AND BALANCES WITH TREASURY BANKS	(Unaudited) September 30, 2023	(Audited) December 31, 2022
		(Rupees	in '000)
	In hand		_ /
		64,463,086	74,268,200
	Foreign currencies	11,013,567	7,583,546
		75,476,653	81,851,746
	With State Bank of Pakistan in		
	Local currency current accounts	182,346,348	118,025,638
	Foreign currency current accounts	13,003,963	292,436
	Foreign currency deposit accounts	25,971,665	655,439
		221,321,976	118,973,513
	With other Central Banks in		
	Foreign currency current accounts	61,809,700	57,271,642
	Foreign currency deposit accounts	45,560,423	35,609,011
		107,370,123	92,880,653
	With National Bank of Pakistan in		
	Local currency current accounts	115,803,324	1,757,957
	Local currency deposit account	1,860,532	389,942
		117,663,856	2,147,899
	National Prize Bonds	338,522	161,575
		522,171,130	296,015,386
6	BALANCES WITH OTHER BANKS		
0			
	In Pakistan	(70,700)	704 070
	In current accounts	173,788	764,679
	In deposit accounts	5,734,296	412,037
		5,908,084	1,176,716
	Outside Pakistan	22 407 270	25 020 011
	In current accounts	22,107,270	25,939,811
	In deposit accounts	25,111,629 47,218,899	14,396,495 40,336,306
		53,126,983	41,513,022
			,
7	LENDINGS TO FINANCIAL INSTITUTIONS		
	Call money lendings	8,000,000	-
	Repurchase agreement lendings (reverse repo)	211,213,353	254,593,287
		219,213,353	254,593,287

INVESTMENTS	Note	s	September 30, 2	023 (Unaudited))	December 31, 2022 (Audited			:d)		
Investments by type		Cost / amortised cost	Provision for diminution	Surplus / (deficit)	Carrying value	Cost / amortised cost	Provision for diminution	Surplus / (deficit)	Carrying value		
Held-for-trading (HFT) securities					(Kup	oees in '000)					
Federal Government securities											
- Market Treasury Bills		40.050.004		(20, 440)	40.005.004	E 00E E04		(7.005)	5 077 740		
- Pakistan Investment Bonds		19,356,391	-	(30,410)	19,325,981	5,885,581	-	(7,865)	5,877,716		
		24,563,481	-	102,882	24,666,363	52,471,296	-	(85,104)	52,386,192		
- Ijarah Sukuk		660	-	4	664	-	-	-	-		
Shares											
- Listed companies		273,819	-	(8,683)	265,136	132	-	(41)	91		
Foreign securities											
- Government debt securities		3,864,343		(109,113)	3,755,230	3,278,776		8,620	3,287,396		
Available-for-sale (AFS) securities		48,058,694	-	(45,320)	48,013,374	61,635,785	-	(84,390)	61,551,395		
Federal Government securities											
- Market Treasury Bills		657,305,495	-	(764,816)	656,540,679	222,762,973	-	(396,299)	222,366,674		
- Pakistan Investment Bonds		986,597,434		(44,954,705)	941,642,729	936,341,475	-	(29,604,154)	906,737,321		
- Ijarah Sukuk		141,862,290	-	(3,893,848)	137,968,442	125,360,260	-	(2,772,531)	122,587,729		
- Government of Pakistan US Dollar Bonds		21,033,877	(3,595,604)	(3,470,767)	13,967,506	18,895,230	(2,213,447)	(8,221,230)	8,460,553		
- Other Federal Government securities		6,764,725	-	-	6,764,725	4,686,060	-	-	4,686,060		
Shares		10 505 050	(1 500 570)	(0.500.005)	10,100,007	0.000.004	(0.007.070)	(0.40.00.4)	0.000.400		
- Listed companies		16,535,850 5,372,888	(1,562,578)	(2,509,965)	12,463,307	6,329,024	(2,097,873)	(242,961)	3,988,190 5,253,170		
- Unlisted companies Non-Government debt securities		5,372,888	(134,966)	-	5,237,922	5,372,888	(119,718)	-	5,253,170		
- Listed		52,713,443	(1,284,051)	(1,887,163)	49,542,229	52,253,137	(602,689)	(2,566,098)	49,084,350		
- Unlisted		2,660,839	(413,232)	(20,352)	2,227,255	2,664,233	(413,232)	16,321	2,267,322		
Foreign securities					, ,	, ,	, , ,	,			
- Government debt securities		172,778,976	(2,163,771)	(936,203)	169,679,002	126,975,290	(1,672,462)	(739,952)	124,562,876		
- Non-Government debt securities											
- Listed		7,859,532	(1,412,286)	(88,503)	6,358,743	9,364,897	(1,124,713)	(132,840)	8,107,344		
- Unlisted		-	-	-	-	5,461,354	-	593	5,461,947		
- Equity securities - Unlisted		9,854	(239)	-	9,615	7,762	(197)	-	7,565		
National Investment Unit Trust units Real Estate Investment Trust units		11,113	-	25,191	36,304	11,113	-	27,057	38,170		
- Listed		55,000		14,000	69,000	55,000	_	13,200	68,200		
- Unlisted		1,575,000		-	1,575,000	1,575,000		-	1,575,000		
Preference shares					, ,	, ,					
- Listed		744,400	-	126,000	870,400	744,400	-	172,200	916,600		
- Unlisted		354,985	(285,793)	-	69,192	354,985	(285,793)	-	69,192		
		2,074,235,701	(10,852,520)	(58,361,131)	2,005,022,050	1,519,215,081	(8,530,124)	(44,446,694)	1,466,238,263		
Held-to-maturity (HTM) securities	8.2										
Federal Government securities	0.2							1			
- Market Treasury Bills		139,595,400		-	139,595,400	109,068,345	-	-	109,068,345		
- Pakistan Investment Bonds		233,410,395	-	-	233,410,395	232,170,109	-	-	232,170,109		
- Government of Pakistan US Dollar Bonds		6,599,417	(838,596)	-	5,760,821	5,265,790	(379,077)	-	4,886,713		
Non-Government debt securities											
- Listed		1,899,540	-	-	1,899,540	1,733,442	-	-	1,733,442		
- Unlisted		20,409,447	-	-	20,409,447	18,301,991	-	-	18,301,991		
Foreign Securities - Government debt securities		15,420,272			15,420,272	14,365,073			14 265 070		
- Non-Government debt securities		15,420,272	-	-	15,420,272	14,305,073	-	-	14,365,073		
- Listed		.		_	-	161,426	(15,712)		145,714		
- Unlisted		310,835	(14,912)	-	295,923	308,100	-	-	308,100		
		417,645,306	(853,508)		416,791,798	381,374,276	(394,789)	-	380,979,487		
Investments in associates	8.1.1	38,246,506	-	(1,748,673)	36,497,833	41,033,458	-	(1,001,561)	40,031,897		
Total Investments		2,578,186,207	(11,706,028)	(60,155,124)	2,506,325,055	2,003,258,600	(8,924,913)	(45,532,645)	1,948,801,042		

	(Unaudited) September 30,	(Audited) December 31,
8.1.2 Investments given as collateral	2023	2022
	(Rupees	s in '000)
The market value of investments given as collateral against borrowings is as follows:		
Federal Government securities		
- Market Treasury Bills	88,906,790	76,758,133
- Pakistan Investment Bonds	382,982,532	165,214,633
- Ijarah Sukuk	21,074,800	25,479,600
Foreign securities		
- Government debt securities	12,792,680	15,216,156
	505.756.802	282.668.522

8.2 The market value of investments classified as held-to-maturity amounted to Rs 373,918.492 million (December 31, 2022: Rs 349,626.342 million).

8.3 Particulars of provision held against diminution in value of investments

Opening balance	8,924,913	4,158,401
Exchange adjustments	1,674,943	740,034
Charge / (reversal)		
Charge for the period / year	2,391,552	4,565,152
Reversal for the period / year	(541,703)	(24,044)
Reversal on disposal during the period / year	(743,677)	(689,400)
Net charge	1,106,172	3,851,708
Transferred in	-	67,880
Other movement	-	106,890
Closing balance	11,706,028	8,924,913

(Unaudited)

8.4 Particulars of provision against debt securities

	(ondu	ancoaj	(/ (4 4)	
	Septembe	September 30, 2023		31, 2022
	Non-		Non-	
Category of classification	Performing Investments	Provision	Performing Investments	Provision
Domestic		(Rupee		
Loss	413,232	413,232	413,232	413,232
Overseas				
Overdue by:				
91 to 180 days	-	-	452,912	452,912
181 days to 365 days	-	-	679,188	500,742
> 365	2,793,939	2,793,939	1,065,339	1,065,339
	2,793,939	2,793,939	2,197,439	2,018,993
Total	3,207,171	3,207,171	2,610,671	2,432,225

8.4.1 In addition to the above, overseas branches hold a provision of Rs 6,515.280 million (December 31, 2022: Rs 3,989.107 million) against investments in accordance with the ECL requirements of IFRS 9.

			Perfor	Performing Non - performing		Non - performing		tal
9	ADVANCES	Note	(Unaudited) September 30, 2023	(Audited) December 31, 2022	(Unaudited) September 30, 2023	(Audited) December 31, 2022 es in '000)	(Unaudited) September 30, 2023	(Audited) December 31, 2022
	Loans, cash credits, running finances, etc. Islamic financing and related assets Bills discounted and purchased	36.2	1,420,657,449 202,492,024 162,887,191	1,458,309,880 222,982,477 102,480,599	81,583,327 3,064,940 9,832,366	78,669,633 3,465,365 8,760,951	1,502,240,776 205,556,964 172,719,557	1,536,979,513 226,447,842 111,241,550
	Advances - gross		1,786,036,664	1,783,772,956	94,480,633	90,895,949	1,880,517,297	1,874,668,905
	Provision against advances - Specific - General	9.3	- (17,508,012)	- (13,911,505)	(80,462,781)	(78,259,477)	(80,462,781) (17,508,012)	
	Advances - net of provision		(17,508,012) 1,768,528,652	(13,911,505) 1,769,861,451	(80,462,781) 14,017,852	(78,259,477) 12,636,472	(97,970,793) 1,782,546,504	(92,170,982) 1,782,497,923

(Unaudited)	(Audited)
September 30,	December 31,
2023	2022
(Rupees	s in '000)
1,391,298,904	1,488,734,283
489,218,393	385,934,622
1,880,517,297	1,874,668,905

(Audited)

9.1 Particulars of advances (gross) In local currency

In foreign currencies

9.2 Advances include Rs 94,480.633 million (December 31, 2022: Rs 90,895.949 million) which have been placed under non-performing status as detailed below:

Category of classification	(Unau) Septembe	,	(Audited) December 31, 2022	
	Non- performing advances	Provision	Non- performing advances	Provision
Domestic		(Rupe	es in '000)	
Other assets especially mentioned	1,831,671	29,332	1,100,155	16,962
Substandard	6,486,370	1,656,275	7,126,275	1,804,524
Doubtful	5,430,917	2,713,051	3,096,265	1,467,672
Loss	41,226,896	40,495,300	42,212,390	41,504,116
	54,975,854	44,893,958	53,535,085	44,793,274
Overseas				
Not past due but impaired Overdue bv:	275,624	78,577	114,816	65,731
Upto 90 days	65,558	22,626	46,595	12,056
91 to 180 days	24,306	3,402	1,180,167	295,610
181 to 365 days	1,510,377	793,839	31,666	13,555
> 365 days	37,628,914	34,670,379	35,987,620	33,079,251
	39,504,779	35,568,823	37,360,864	33,466,203
Total	94,480,633	80,462,781	90,895,949	78,259,477

9.3 Particulars of provision against advances

			(Unaudited)	1		(Audited)	
		Se	September 30, 2023			December 31, 2022	
		Specific	General	Total	Specific	General	Total
				(Rupe	es in '000)		
Opening balance		78,259,477	13,911,505	92,170,982	72,845,186	11,008,308	83,853,494
Exchange adjustment		8,556,682	891,803	9,448,485	7,453,225	691,606	8,144,831
Charge for the period / year		9,792,021	3,835,495	13,627,516	10,153,742	3,341,192	13,494,934
Reversal for the period / year		(5,864,346)	(1,130,791)	(6,995,137)	(6,421,672)	(1,129,601)	(7,551,273)
Net charge against advances		3,927,675	2,704,704	6,632,379	3,732,070	2,211,591	5,943,661
Charged off during the period / year -							
agriculture financing	9.5	(346,918)	-	(346,918)	(582,438)	-	(582,438)
Written off during the period / year		(9,934,135)	-	(9,934,135)	(5,333,549)	-	(5,333,549)
Transferred out		-	-	-	(67,880)	-	(67,880)
Other movement		-	-	-	212,863	-	212,863
Closing balance		80,462,781	17,508,012	97,970,793	78,259,477	13,911,505	92,170,982

- 9.4 General provision includes provision amounting to Rs 3,563.219 million (December 31, 2022: Rs 3,307.203 million) against consumer finance portfolio and Rs 943.451 million (December 31, 2022: Rs 852.560 million) against advances to microenterprises as required by the Prudential Regulations. General provision also includes Rs 4,773.205 million (December 31, 2022: Rs 3,717.337 million) pertaining to overseas advances to meet the requirements of the regulatory authorities of the respective countries in which the Group operates. General provision also includes Rs 8,228.137 million (December 31, 2022: Rs 6,034.405 million) carried as a matter of prudence, on account of borrowers impacted by the currently stressed economic conditions.
- 9.5 These represent non-performing advances for agriculture finance which have been classified as loss, are fully provided and are in default for more than 3 years. These non-performing advances have been charged off by extinguishing them against the provision held, in accordance with the SBP's Prudential Regulations for Agriculture Financing. This charge off does not, in any way, prejudice the Bank's right of recovery from these customers.

10	FIXED ASSETS	Note	(Unaudited) September 30, 2023 (Rupee	(Audited) December 31, 2022 s in '000)
		40.4	7 455 005	7 075 007
	Capital work-in-progress	10.1	7,455,865	7,875,227
	Property and equipment	10.4	132,581,333	105,996,430
			140,037,198	113,871,657
10.1	Capital work-in-progress			
	Civil works		1,279,720	2,485,167
	Equipment		1,645,584	1,211,929
	Advances to suppliers and contractors		4,530,561	4,178,131
			7,455,865	7,875,227
10.2	Additions to fixed assets		(Unau	dited)
10.2			For the nine n	
				September 30,
			2023	2022
			(Rupee	s in '000)
	The following additions have been made to fixed assets during the period:			
	Capital work-in-progress - net		(341,335)	3,809,134
	Property and equipment			
	Leasehold land		1,747,513	469,366
	Building on leasehold land		935,593	113,752
	Machinery		79,106	35,277
	Leasehold improvements		3,008,174	2,218,694
	Furniture and fixtures		1,075,355	801,141
	Electrical, office and computer equipment		4,915,828	4,618,405
	Vehicles		219,192	135,848
			11,980,761	8,392,483
	Right-of-use assets - net		4,923,016	3,551,234
			16,562,442	15,752,851
10.3	Disposal of fixed assets			
	The net book value of fixed assets disposed off during the period is as follows:			
	Property and equipment			
	Building on freehold land		66,769	-
	Machinery		-	4
	Leasehold improvements		5,563	5,740
	Furniture and fixtures		3,254	1,279
	Electrical office and computer equipment		20 600	6 700

Furniture and fixtures	3,254	1,279
Electrical, office and computer equipment	38,689	6,709
Vehicles	1,063	2,784
	115,338	16,516

10.4 The properties of the Bank were revalued by independent professional valuers as at June 30, 2023. The revaluation was carried out by M/s Tristar International consultant Pvt Ltd, M/s Joseph Lobo Pvt Ltd, M/s Luckyhiya Associates Pvt Ltd, M/s United Valuers (Pte) Limited (Singapore), M/s Sunil Fernando & Associates (Pvt) Limited (Sri Lanka), M/s J&M Associates Pvt Limited (KEPZ), M/s W.W Engineering Services (Pvt) Ltd (HBL MfB) and AJP Surveyors Ltd (UK) on the basis of an assessment of their present market values. The revaluation has resulted in an increase of Rs 18,210.095 million in the surplus. The total surplus arising against revaluation of fixed assets as at September 30, 2023 amounts to Rs 46,820.655 million.

		(Unaudited) September 30, 2023	(Audited) December 31, 2022
		(Rupee	es in '000)
11	INTANGIBLE ASSETS		
	Capital work-in-progress - computer software	6,673,510	5,209,404
	Computer software	6,836,850	7,119,412
	Other intangibles	7,041,070	6,093,384
		20,551,430	18,422,200

			(Unau	udited)
		Note	For the nine	months ended
			September 30,	September 30,
			2023	2022
11.1	Additions to intangible assets		(Rupee	es in '000)
	The following additions have been made to intangible assets during the period:			
	Capital work-in-progress - net		1,464,106	2,593,601
	Computer software		1,193,941	3,509,679
			2,658,047	6,103,280
			(Unaudited)	(Audited)
			(Unaudited) September 30,	(Audited) December 31,
12	DEFERRED TAX ASSETS / (LIABILITIES)		2023	2022
12				s in '000)
			(· ··· · · · · ,
	Deductible temporary differences on		<u></u>	· · · · · · · · · · · · · · · · · · ·
	- Tax losses of subsidiary		1,705,743	1,365,221
	 Provision against investments Provision against doubtful debts and off-balance sheet obligations 		850,736	978,286
	- Liabilities written back		5,229,784 2,850,424	3,980,486 2,720,200
	- Deficit on revaluation of investments	19	28,341,618	18,905,177
	- Deficit on revaluation of investments of associates	19	856,850	430,671
	- Provision against other assets	10	6,672	5,855
	- Ijarah financing		289,398	187,390
	- Others		(163,885)	199,558
			39,967,340	28,772,844
	Taxable temporary differences on			
	- Accelerated tax depreciation		(1,975,566)	(2,026,082)
	- Surplus on revaluation of fixed assets	19	(4,017,960)	(1,927,095)
	 Surplus on revaluation of fixed assets of associates Management rights and goodwill 	19	(198,891)	(160,960) (336,761)
	- Share of profit of associates		(304,887) (8,580,308)	(9,015,553)
	- Exchange translation reserve		(12,834,867)	(9,509,348)
			(27,912,479)	(22,975,799)
	Net deferred tax assets		12,054,861	5,797,045
13	OTHER ASSETS			
10			400 700 000	00 007 040
	Mark-up / return / profit / interest accrued in local currency - net of provision		122,762,960	83,907,812
	Mark-up / return / profit / interest accrued in foreign currency - net of provision		8,606,245	6,637,047
	Advances, deposits, advance rent and other prepayments Advance taxation		5,346,759	4,886,327 11,978,523
	Advance against subscription of securities		8,036,058 228,514	228,514
	Stationery and stamps on hand		281,413	167,574
	Accrued fees and commissions		520,288	459,334
	Due from Government of Pakistan / SBP		7,507,729	4,600,810
	Mark to market gain on forward foreign exchange contracts		2,549,767	3,639,004
	Mark to market gain on derivative instruments		2,010,101	546
	Non-banking assets acquired in satisfaction of claims		242,619	232,109
	Acceptances		60,155,720	55,013,374
	Clearing and settlement accounts		35,504,808	4,352,389
	Dividend receivable		23,689	3,883
	Claims receivable against fraud and forgeries		860,778	694,460
	Others		1,579,275	2,109,609
			254,206,622	178,911,315
	Provision held against other assets	13.1	(2,523,232)	(1,791,891)
	Other assets - net of provision		251,683,390	177,119,424
	Surplus on revaluation of non-banking assets acquired in satisfaction of claims	19	185,479	175,125
	Other assets - total		251,868,869	177,294,549

13.1	Provision held against other assets Note	(Unaudited) September 30, 2023 (Rupees	(Audited) December 31, 2022 in '000)
	Claims receivable against fraud and forgeries	860,778	694,460
	Suit filed cases	4,979	4,979
	Others	1,657,475	1,092,452
		2,523,232	1,791,891
13.1.1	Movement in provision against other assets		
13.1.1		4 704 004	
	Opening balance	1,791,891	1,243,645
	Exchange adjustment	13,469	(7,806)
	Charge for the period / year	976,864	661,462
	Reversal for the period / year	(100,167) 876,697	(37,218)
	Net charge Written off during the period / year	(36,885)	624,244 (67,820)
	Other movement	(121,940)	(372)
	Closing balance	2,523,232	1,791,891
		2,020,202	1,751,001
14	BILLS PAYABLE		
	In Pakistan	48,936,436	50,221,548
	Outside Pakistan	3,920,708	1,780,029
		52,857,144	52,001,577
15	BORROWINGS		
	Secured		
	Borrowings from the SBP under	CO COO 1 40	CO 000 444
	- Export refinance scheme	62,638,148	69,820,144
	 Export refinance scheme for bill discounting Long term financing facility 	22,622,253	8,867,548
	- Financing facility for renewable energy power plants	38,365,685 7,387,762	42,068,296 7,168,301
	- Refinance facility for modernization of Small and Medium Enterprises (SMEs)	420,969	312,545
	- Refinance and credit guarantee scheme for women entrepreneurs	35,054	69,658
	- Financing facility for storage of agricultural produce	647,105	601,918
	- Refinance scheme for payment of wages and salaries	-	1,227,812
	- Refinance facility for combating COVID-19	1,744,910	1,793,800
	- Temporary economic refinance facility	33,351,899	34,998,333
	- Refinance facility for SME Asaan Finance (SAAF)	3,454,132	2,272,423
		170,667,917	169,200,778
	Repurchase agreement borrowings	514,177,209	284,971,485
		684,845,126	454,172,263
	Unsecured		
	- Call money borrowings	2,000,000	19,000,000
	- Overdrawn nostro accounts	2,575,227	354,731
	Borrowings of overseas branches and subsidiaries Other long-term borrowings 15.1	38,344,083	42,992,282
	- Other long-term borrowings 15.1	75,121,916 118,041,226	67,252,123 129,599,136
		802,886,352	583,771,399
		002,000,002	505,171,539

- 15.1 This includes the following:
- 15.1.1 A loan from the International Finance Corporation amounting to US\$ 74.985 million (December 31, 2022: US\$ 99.990 million). The principal amount is payable in six equal semi-annual installments from June 2022 to December 2024. Interest at LIBOR + 5.00% is payable semi-annually.
- 15.1.2 A long-term financing facility arrangement of US\$ 300 million with China Development Bank, utilized for onlending to projects of the Bank's customers. Under this facility, US\$ 190 million has been utilized by the Bank, with the initial drawdown having occurred on January 31, 2019. The current amount outstanding is US\$ 181.640 million (December 31, 2022: US\$ 190 million). Drawn amounts are payable in semi-annual installments from January 2023 to January 2033. Interest at a fixed spread over LIBOR is payable semi-annually.
- 15.1.3 Mortgage refinancing facilities from PMRC, amounting to Rs 1,281.050 million (December 31, 2022: Rs 1,421.174 million), utilised by HBL Microfinance Bank Limited to extend mortgage finance to low income groups. The principal amount is payable in quarterly installments from June 2020 to June 2031. Mark-up on these facilities ranges from 6.50% to 15.19% per annum (December 31, 2022: 6.50% to 15.19% per annum) and is payable quarterly.

16 DEPOSITS AND OTHER ACCOUNTS

17

	Septem	ber 30, 2023 (Una	udited)	Dece	mber 31, 2022 (Au	udited)
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
			(Rupees	in '000)		
Customers						
Current deposits	1,141,681,323	282,868,475	1,424,549,798	1,141,355,935	244,789,722	1,386,145,657
Savings deposits	1,443,063,115	169,063,823	1,612,126,938	1,175,587,462	150,133,207	1,325,720,669
Term deposits	432,101,645	350,674,920	782,776,565	390,089,817	238,210,929	628,300,746
	3,016,846,083	802,607,218	3,819,453,301	2,707,033,214	633,133,858	3,340,167,072
Financial institutions						
Current deposits	5,300,474	2,430,137	7,730,611	7,546,037	3,335,737	10,881,774
Savings deposits	124,702,968	1,538,051	126,241,019	103,171,941	2,181,262	105,353,203
Term deposits	11,997,833	9,678,333	21,676,166	7,863,263	5,076,940	12,940,203
	142,001,275	13,646,521	155,647,796	118,581,241	10,593,939	129,175,180
	3,158,847,358	816,253,739	3,975,101,097	2,825,614,455	643,727,797	3,469,342,252
					(Unaudited)	(Audited)
					September 30,	December 31
SUBORDINATED DE	BT				2023	2022
					(Rupees	s in '000)
Additional Tier I Term	Finance Certificate	S		17.1.1	12,374,000	12,374,000
Additional Tier I Term	Finance Certificate	S		17.1.2	6,500,000	6,500,000
					18,874,000	18,874,000

17.1 The Bank has issued listed, fully paid up, rated, privately placed, perpetual, unsecured, subordinated, non-cumulative and contingent convertible debt instruments in the nature of Term Finance Certificates (TFCs) issued as instruments of redeemable capital under Section 66 of the Companies Act, 2017 which qualify as Additional Tier 1 Capital (AT 1) as outlined by the SBP under BPRD Circular No. 6 dated August 15, 2013.

The key features of these issues are as follows:

Issue Date	September 26, 2019
Issue amount	Rs 12.374 billion
Rating	AA+ (Double A plus) [December 31, 2022: AA+ (Double A plus)]
Original Tenor	Perpetual
Security	Unsecured and subordinated to all other indebtedness of the Bank including depositors and gener creditors, but superior to the claims of ordinary shareholders.
Profit payment frequency	Quarterly in arrears
Redemption	Perpetual, hence not applicable.
Mark-up	Floating rate of return at Base Rate + 1.60%. The Base Rate is defined as the average "Ask Sid rate of the three months Karachi Interbank Offered Rate (KIBOR).
Call option	The Bank may, at its sole discretion, call the TFCs any time after five years from the Issue Da subject to the following:
	 (a) Prior approval of the SBP having been obtained; and (b) The Bank replacing the TFCs with capital of the same or better quality and the capital position the Bank being above the minimum capital requirement after the Call Option is exercised.
	If the Bank decides to exercise the Call Option, the Bank shall notify the Trustee and the investo not less than 30 calendar days prior to the date of exercise of such Call Option, which notice sha specify the date fixed for the exercise of the Call Option (the "Call Option Exercise Date").
Lock-in clause	Mark-up will only be paid from the current year's earnings and only if the Bank is in compliance wi regulatory capital and liquidity requirements.
Loss absorbency	The TFCs will be subject to a loss absorbency clause as stipulated under the SBP's "Instructions f
clause	Basel III Implementation in Pakistan".

17.1.2

Issue Date	December 28, 2022
Issue amount	Rs 6.500 billion
Rating	AA+ (Double A plus) [December 31, 2022: AA+ (Double A plus)]
Original Tenor	Perpetual
Security	Unsecured and subordinated to all other indebtedness of the Bank including depositors and general creditors, but superior to the claims of ordinary shareholders.
Profit payment frequency	Quarterly in arrears
Redemption	Perpetual, hence not applicable.
Mark-up	Floating rate of return at Base Rate + 2.00%. The Base Rate is defined as the average "Ask Side" rate of the three months Karachi Interbank Offered Rate (KIBOR).
Call option	The Bank may, at its sole discretion, call the TFCs any time after five years from the Issue Date subject to the following:
	 (a) Prior approval of the SBP having been obtained; and (b) The Bank replacing the TFCs with capital of the same or better quality and the capital position of the Bank being above the minimum capital requirement after the Call Option is exercised.
	If the Bank decides to exercise the Call Option, the Bank shall notify the Trustee and the investors not less than 30 calendar days prior to the date of exercise of such Call Option, which notice shall specify the date fixed for the exercise of the Call Option (the "Call Option Exercise Date").
Lock-in clause	Mark-up will only be paid from the current year's earnings and only if the Bank is in compliance with regulatory capital and liquidity requirements.
Loss absorbency	The TFCs will be subject to a loss absorbency clause as stipulated under the SBP's "Instructions for
clause	Basel III Implementation in Pakistan".

18	OTHER LIABILITIES	Note	(Unaudited) September 30, 2023 (Rupees	(Audited) December 31, 2022 s in '000)
	Mark-up / return / profit / interest payable in local currency		68,527,844	17,933,842
	Mark-up / return / profit / interest payable in foreign currency		10,576,703	5,930,381
	Security deposits		1,276,644	1,567,333
	Accrued expenses		33,124,336	24,050,020
	Mark to market loss on forward foreign exchange contracts		8,544,634	2,489,440
	Mark to market loss on derivative instruments		11,323,196	6,882,438
	Unclaimed dividends		765,124	751,907
	Dividends payable		231,330	3,811,676
	Provision for post retirement medical benefits		3,756,458	3,522,518
	Provision for employees' compensated absences		745,950	762,192
	Provision for staff retirement benefits		1,720,052	1,563,256
	Payable to defined benefit plans		717,388	841,326
	Provision against off-balance sheet obligations	18.1	1,890,433	1,633,326
	Acceptances		60,155,720	55,013,374
	Branch adjustment account		5,725,656	3,035,551
	Provision for Workers' Welfare Fund		10,861,343	9,151,021
	Unearned income		5,792,470	4,780,489
	Qarza-e-Hasna Fund		338,409	338,409
	Levies and taxes payable		7,094,018	13,362,266
	Insurance payable		844,866	1,067,263
	Provision for rewards program expenses		3,153,754	2,384,689
	Liability against trading of securities		19,852,396	22,768,986
	Clearing and settlement accounts		20,511,555	12,068,106
	Provision for donation to HBL Foundation		644,910	515,961
	Contingent consideration payable		500,000	500,000
	Charity fund		54,966	25,121
	Unclaimed deposits		635,224	528,656
	Liability against right-of-use assets		31,957,871	27,079,479
	Others		5,921,821	5,436,043
			317,245,071	229,795,069

18.1 Provision against off-balance sheet obligations

Opening balance	1,633,326	2,687,054
Exchange adjustment	366,062	277,857
Charge for the period / year	157,379	150,910
Reversal for the period / year	(266,334)	(1,482,495)
Net reversal	(108,955)	(1,331,585)
Closing balance	1,890,433	1,633,326

SURPLUS ON REVALUATION OF ASSETS - NET OF TAX 19

	Note		nber 30, 2023 (Una utable to	udited)		ember 31, 2022 (A utable to	udited)
		Equity holders	Non-controlling interest	Total	Equity holders	Non-controlling interest	Total
	Surplus / (deficit) arising on revaluation of:			(Rupe	es in '000)		
	- Fixed assets	46,711,259	109,396	46,820,655	28,838,565	16,137	28,854,70
	- Fixed assets of associates	405,901	-	405,901	374,325	-	374,32
	- Available-for-sale securities 8.1	(58,317,640)	(43,491)	(58,361,131)		(71,367)	(44,446,69
	- Available-for-sale securities held by associates 8.1	(1,748,673)	-	(1,748,673)	(1,001,561)	-	(1,001,56
	- Non-banking assets acquired in satisfaction of claims	185,479 (12,763,674)	- 65,905	185,479 (12,697,769)	175,125 (15,988,873)	- (55,230)	175,12 (16,044,10
	Deferred tax liability / (asset) on surplus / (deficit) on revaluation of:	(12,703,074)	00,900	(12,037,703)	(10,900,073)	(00,200)	(10,044,10
				· · · - · - · · · · · · · · · · · · · ·	· · · · · · · · · · · · · · · · · · ·	·	
	- Fixed assets	3,975,296	42,664	4,017,960	1,927,095	-	1,927,09
	 Fixed assets of associates Available-for-sale securities 	198,891 (28,316,471)	- (25,147)	198,891 (28,341,618)	160,960 (18,881,626)	- (23,551)	160,96 (18,905,17
	- Available-for-sale securities held by associates	(856,850)	(23,147)	(856,850)	(10,001,020) (430,671)	(20,001)	(18,903,1
	- Non-banking assets acquired in satisfaction of claims	-	-	-	-	-	-
		(24,999,134)	17,517	(24,981,617)	(17,224,242)	(23,551)	(17,247,79
	Surplus on revaluation of assets - net of tax	12,235,460	48,388	12,283,848	1,235,369	(31,679)	1,203,69
~					Note	(Unaudited) September 30,	(Audited) December 3
0	CONTINGENCIES AND COMMITMENTS					2023 (Rupees	2022 in '000)
	- Guarantees				20.1	300,428,585	262,493,1
	- Commitments				20.2	1,062,388,672	942,909,3
	- Other contingent liabilities				20.3	23,303,972	23,215,1
).1	Guarantees:					1,386,121,229	1,228,617,5
	Financial guarantees					62,603,335	54,186,9
	Performance guarantees					228,603,827	201,579,6
	Other guarantees					9,221,423	6,726,4
0.2	Commitments:					300,428,585	262,493,1
	Trade-related contingent liabilities					372,193,123	280,869,0
	Commitments in respect of:				20.2.1	458,485,786	434,583,0
	 forward foreign exchange contracts forward Government securities transactions 				20.2.1	458,485,786	434,585,0
	- derivatives				20.2.2	51,627,808	57,305,0
					2024	15 071 562	21 0/8 5
	- forward lending				20.2.4	15,971,562 677,457,809	
	- forward lending Commitments for acquisition of:				20.2.4	677,457,809	646,132,5
	- forward lending Commitments for acquisition of: - fixed assets				20.2.4	677,457,809 8,093,024	646,132,5 10,436,3
	- forward lending Commitments for acquisition of:				20.2.4	677,457,809	646,132,5 10,436,3 5,471,4
	- forward lending Commitments for acquisition of: - fixed assets				20.2.4	677,457,809 8,093,024 4,644,716	646,132,5 10,436,3 5,471,4 15,907,7
0.2.	- forward lending Commitments for acquisition of: - fixed assets	contracts			20.2.4	677,457,809 8,093,024 4,644,716 12,737,740	646,132,5 10,436,3 5,471,4 15,907,7
).2.	- forward lending Commitments for acquisition of: - fixed assets - intangible assets	contracts			20.2.4	677,457,809 8,093,024 4,644,716 12,737,740	646,132,5 10,436,3 5,471,4 15,907,7 942,909,3
0.2.	 forward lending Commitments for acquisition of: fixed assets intangible assets 1 Commitments in respect of forward foreign exchange 	contracts			20.2.4	677,457,809 8,093,024 4,644,716 12,737,740 1,062,388,672	21,948,5 646,132,5 10,436,3 5,471,4 15,907,7 942,909,3 284,366,1 150,216,8

		(Unaudited) September 30, 2023 (Rupees	(Audited) December 31, 2022 s in '000)
20.2.2	Commitments in respect of forward Government securities transactions		
	Purchase Sale	122,606,183 28,766,470	117,020,407 15,275,533
		151,372,653	132,295,940
20.2.3	Commitments in respect of derivatives		
	Cross Currency swaps		
	Purchase	18,890,165	23,863,687
	Sale	30,787,643	30,407,998
		49,677,808	54,271,685
	Interest rate swaps		
	Purchase	-	-
	Sale	1,950,000	3,033,333
		1,950,000	3,033,333
20.2.4	Commitments in respect of forward lending		
	Undrawn formal standby facilities, credit lines and other commitments to extend credit	15,971,562	21,948,516

These represent commitments that are irrevocable because they can not be withdrawn at the discretion of the Group without the risk of incurring a significant penalty or expense.

20.3 Other contingent liabilities

20.3.1 Claims against the Group not acknowledged as debts 23,303,972 23,215,13	5,134
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These mainly represent counter claims by borrowers for damages, claims filed by former employees of the Group and other claims relating to banking transactions. Based on legal advice and / or internal assessments, management is confident that the matters will be decided in the Group's favour and the possibility of any adverse outcome is unlikely. Accordingly, no provision has been made in these condensed interim consolidated financial statements.

20.3.2 There were no tax related contingencies as at the period end.

21 DERIVATIVE INSTRUMENTS

	September 30, 2023 (Unaudited)				
Product Analysis	Cross curre	Interest rate Swaps			
2	Notional	Mark to market	Notional	Mark to market	
	principal	loss	principal	loss	
		(Rupees	in '000)		
Hedging	-	-	-	-	
Market Making	49,677,808	(11,130,726)	1,950,000	(192,470)	
		December 24, 2			
		December 31, 2	(<i>i</i>		
	Cross curre	ncy swaps	Interest ra	ate Swaps	
	Notional	Mark to market	Notional	Mark to market	
	principal	loss	principal	loss	
		(Rupees	in '000)		
Hedging	_		<i>'</i>	_	
licaging		-	-	-	

54,271,685

(6,635,205)

3,033,333

Market Making

(246,687)

22		Note	For the nine r September 30, 2023	ndited) <u>nonths ended</u> September 30, 2022 s in '000)
	On: Loans and advances Investments Lendings to financial institutions Balances with banks		219,891,218 260,514,532 21,673,477 7,886,540 509,965,767	133,279,549 164,144,589 10,799,326 876,018 309,099,482
23	MARK-UP / RETURN / PROFIT / INTEREST EXPENSED			
	On: Deposits Securities sold under repurchase agreement borrowings Borrowings Subordinated debt Cost of foreign currency swaps against foreign currency deposits / borrowings Lease liability against right-of-use assets		246,064,693 54,229,336 21,389,240 3,126,563 4,340,282 2,956,170 332,106,284	137,926,201 38,997,812 7,053,722 1,307,766 5,046,907 2,252,617 192,585,025
24	FEE AND COMMISSION INCOME			
	Branch banking customer fees Branchless banking customer fees Commission on Government to Person (G2P) payments Consumer finance related fees Card related fees (debit and credit cards) Credit related fees Investment banking fees Commission on trade related products and guarantees Commission on cash management Commission on remittances (including home remittances) Commission on bancassurance Management fee on Assets Under Management Merchant discount and interchange fees Wealth management fee Others		3,566,064 625,923 1,002,087 1,874,395 9,702,819 1,993,246 661,738 5,677,293 1,197,683 514,804 519,228 979,169 5,019,509 373,313 554,502 34,261,773 (3,802,901) 30,458,872	2,880,483 669,673 633,709 1,683,222 6,467,969 1,923,373 715,100 3,758,017 824,291 535,903 576,974 529,760 3,830,536 422,354 211,226 25,662,590 (2,889,513) 22,773,077
25	(LOSS) / GAIN ON SECURITIES - NET Realised	25.1	(262,008)	558,333
	Unrealised - held-for-trading	8.1	(45,320) (307,328)	(27,620) 530,713
25.1	(Loss) / gain on securities - realised On: Federal Government securities - Market Treasury Bills - Pakistan Investment Bonds - Ijarah Sukuk - Government of Pakistan US Dollar Bonds Shares Non-Government debt securities Foreign securities		319,353 666,035 4,642 (531,487) (687,684) (32,867) - - (262,008)	(177,391) 914,722 77,455 - (264,496) 17,890 (9,847) 558,333

26	OTHER INCOME	(Unau) <u>For the nine n</u> September 30, 2023 (Rupees	nonths ended September 30 2022
	Incidental charges	564,293	298,455
	Gain on derecognition of joint venture	3,731,399	290,400
	Gain on sale of fixed assets - net	47,795	29,545
	Rent on properties	3,766	14,691
		4,347,253	342,691
27	OPERATING EXPENSES		
	Total compensation expense	44,423,978	37,766,675
	Property expense		
	Rent and taxes	1,017,395	1,066,889
	Insurance	260,170	148,542
	Utilities cost	3,992,791	3,028,288
	Security (including guards)	2,197,666	1,844,345
	Repair and maintenance (including janitorial charges)	3,340,768	2,642,956
	Depreciation on owned fixed assets Depreciation on right-of-use assets	3,991,372 3,456,482	2,969,521 2,891,630
	Depreciation on right-or-use assets	18,256,644	14,592,171
	Information technology expenses		
	Software maintenance	6,667,363	4,397,874
	Hardware maintenance	1,666,606	967,967
	Depreciation	2,421,644	1,968,397
	Amortisation	1,587,089	1,329,522
	Network charges	1,520,787	1,157,562
	Consultancy charges	<u>640,232</u> 14,503,721	585,248
	Other operating expenses		
	Legal and professional charges	8,780,055	788,528
	Outsourced services costs	2,257,823	1,668,459
	Travelling and conveyance	1,661,196	1,108,007
	Insurance	1,347,426	996,121
	Remittance charges	621,009	484,918
	Cash transportation and sorting charges	2,478,524	1,844,428
	Repairs and maintenance	1,679,956	1,290,360
	Depreciation	653,687	703,040
	Training and development	447,284	333,723
	Postage and courier charges Communication	674,343	642,576 1,113,426
	Stationery and printing	2,066,406 2,398,592	1,829,703
	Marketing, advertisement and publicity	2,734,247	2,809,743
	Donations	790,765	358,685
	Auditors' remuneration	428,214	272,470
	Brokerage and commission	628,817	590,839
	Subscription	576,092	283,605
	Documentation and processing charges	6,673,199	4,031,042
	Entertainment	660,557	430,307
	Consultancy charges	2,174,451	948,383
	Deposit insurance premium expense	2,332,050	2,026,813
	Product feature cost	3,095,309	2,515,397
	Others	953,825	1,090,242
		46,113,827	28,160,815
		123,298,170	90,926,231

			(Unaudited)	
		Note	For the nine n September 30,	September 30,
28	OTHER CHARGES		2023 2022 (Rupees in '000)	
	Penalties imposed by the State Bank of Pakistan Penalties imposed by other regulatory bodies		32,447 49,643	428,488 22,507
			82,090	450,995
29	PROVISIONS / (REVERSALS) AND WRITE OFFS - NET			
	Provision for diminution in value of investments Provision against loans and advances Provision against other assets Reversal of provision against off-balance sheet obligations Recoveries against written off / charged off bad debts Recoveries against other assets written off Other write offs and operational losses	8.3 9.3 13.1.1 18.1	1,106,172 6,632,379 876,697 (108,955) (1,156,802) (13,195) 95,106 7,431,402	637,711 3,279,896 861,478 (584,066) (669,347) (1,087) 66,523 3,591,108
30	TAXATION			
	- Current tax charge / (reversal)			
	- For the year - For the prior year		42,413,902 (100,000)	27,886,775 3,188,663
	- Deferred tax charge / (reversal)		42,313,902	31,075,438
	- For the year - For the prior year		(2,372,843) 616,163 (1,756,680)	895,600 - 895,600
			40,557,222	31,971,038
31	BASIC AND DILUTED EARNINGS PER SHARE		40,007,222	31,971,000
01	Profit for the period attributable to equity holders of the Bank		42,829,432	23,399,621
			(Num	<u>.</u>
	Weighted average number of ordinary shares		1,466,852,508	1,466,852,508
			(Rup	
	Basic and diluted earnings per share		29.20	15.95

31.1 Diluted earnings per share has not been presented separately as the Bank does not have any convertible instruments in issue.

32 FAIR VALUE MEASUREMENTS

The fair values of traded investments are based on quoted market prices.

The fair values of unquoted equity investments are estimated using the break-up value of the investee company.

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

In the opinion of the management, the fair value of the remaining financial assets and liabilities are not significantly different from their carrying values since they are either short-term in nature or, in the case of customer advances, deposits and certain long term borrowings, are frequently repriced.

All assets and liabilities for which fair value is measured or disclosed in these consolidated financial statements are categorised within the following fair value hierarchy based on the lowest level input that is significant to the fair value measurement:

Level 1 - Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Fair value measurements using inputs, other than quoted prices included within Level 1, that are observable for the assets or liabilities either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 - Fair value measurements using inputs that are not based on observable market data.

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 rates / prices sourced from Reuters.
Non-Government debt securities	Non-Government debt securities denominated in Rupees are valued on the basis of rates announced by the Mutual Funds Association of Pakistan (MUFAP). Investments in non-Government debt securities denominated in other currencies are valued on the basis of rates taken from Bloomberg / Reuters.
Foreign Government debt securities	The fair values of foreign Government debt securities are determined on the basis of rates taken from Bloomberg/ Reuters.
Units of mutual funds	The fair values of units of mutual funds are determined based on their net asset values as published at the close of each business day.
Derivatives	The Group enters into derivatives contracts with various counterparties. Derivatives that are valued using valuation techniques based on market observable inputs are mainly interest rate swaps and cross currency swaps. The most frequently applied valuation techniques include forward pricing and swap models using present value calculations.
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, buildings and non-banking assets acquired in satisfaction of claims are revalued on a periodic basis using professional valuers. The valuation is based on their assessment of the market value of the assets. The effect of changes in the unobservable inputs used in the valuations cannot be determined with certainty. Accordingly, a qualitative disclosure of sensitivity has not been presented in these consolidated financial statements.

32.1 Fair value of financial assets

The following table provides the fair values of those of the Group's financial assets that are recognised or disclosed at fair value in these condensed interim consolidated financial statements:

		As at September 30, 2023 (Unaudited)							
On balance sheet financial instruments	Carrying value	Level 1	Level 2	Level 3	Total				
		(Rupees in '000)							
Financial assets - measured at fair value			, ,						
Investments									
 Federal Government securities 	1,794,112,364	-	1,794,112,364	-	1,794,112,364				
- Shares - listed companies	12,728,443	5,285,410	7,443,033	-	12,728,443				
Non-Government debt securities									
- Listed	49,542,229	40,004,000	9,538,229	-	49,542,229				
- Unlisted	598,023	-	598,023	-	598,023				
- Foreign securities									
- Government debt securities	173,434,232	-	173,434,232	-	173,434,232				
- Non-Government debt securities - Listed	6,358,743	-	6,358,743	-	6,358,743				
- National Investment Unit Trust units	36,304	-	36,304	-	36,304				
- Real Estate Investment Trust units	69,000	69,000	-	-	69,000				
- Preference Shares - Listed	870,400	870,400	-	-	870,400				
	2,037,749,738	46,228,810	1,991,520,928	-	2,037,749,738				
Financial assets - disclosed but not measured at fa	ir value								
Investments									
 Federal Government securities 	378,766,616	-	335,851,739	-	335,851,739				
 Non-Government debt securities 									
- Listed	1,899,540	-	1,899,365	-	1,899,36				
- Unlisted	20,409,447	-	20,409,447	-	20,409,447				
- Foreign securities									
Government debt securities	15,420,272	-	15,462,018	-	15,462,018				
Non-Government debt securities									
- Listed	-	-	-	-	-				
- Unlisted	295,923	-	295,923	-	295,923				
	416,791,798	-	373,918,492	-	373,918,492				
	2,454,541,536	46,228,810	2,365,439,420	-	2,411,668,230				

		As at September 30, 2023 (Unaudited)						
	Notional value	Level 1	Level 2	Level 3	Total			
Off-balance sheet financial instruments - measured at	fair value		· (Rupees in '000)					
Commitments								
- Forward foreign exchange contracts	458,485,786	-	(5,994,867)	-	(5,994,867)			
- Forward Government securities transactions	151,372,653	-	(209,229)	-	(209,229)			
- Derivative instruments	51,627,808	-	(11,323,196)	-	(11,323,196)			
		As at De	cember 31, 2022 (A	udited)				
	Carrying value	Level 1	Level 2	Level 3	Total			
			· (Rupees in '000)					
On balance sheet financial instruments								
Financial assets - measured at fair value Investments								
- Federal Government securities	1,318,416,185		1,318,416,185	- 1	1,318,416,185			
- Shares - listed companies	3,988,281	3,988,281	-	-	3,988,281			
Non-Government debt securities	0,000,201	0,000,201			0,000,201			
- Listed	49,084,350	40,000,000	9,084,350	-	49,084,350			
- Unlisted	616,321	-	616,321	-	616,321			
Foreign securities	,		- ,		,			
Government debt securities	127,850,272	-	127,850,272	-	127,850,272			
Non-Government debt securities	, ,		, ,		, .			
- Listed	8,107,344	-	8,107,344	-	8,107,344			
- Unlisted	5,461,947	-	5,461,947		5,461,947			
- National Investment Unit Trust units	38,170	-	38,170	-	38,170			
- Real Estate Investment Trust units	68,200	68,200	-	-	68,200			
- Preference Shares - Listed	872,200	872,200	-	-	872,200			
	1,514,503,270	44,928,681	1,469,574,589	-	1,514,503,270			
Financial assets - disclosed but not measured at fair v	alue							
Investments	· · · · · · · · · · · · · · · · · · ·							
- Federal Government securities	346,125,167	-	315,021,272	-	315,021,272			
 Non-Government debt securities 								
- Listed	1,733,442	-	1,739,778	-	1,739,778			
- Unlisted	18,301,991	-	18,301,991	-	18,301,991			
Foreign securities								
Government debt securities	14,365,073	-	14,109,487	-	14,109,487			
Non-Government debt securities								
- Listed	145,714	-	145,714	-	145,714			
- Unlisted	308,100	-	308,100	-	308,100			
	<u>380,979,487</u> 1,895,482,757	- 44,928,681	349,626,342	·	349,626,342			
	1,000,402,707	44,020,001	1,010,200,001		1,004,120,012			
Off-balance sheet financial instruments - measured at	fair value							
Commitments	40.4 500 050		4 4 40 50 4		4 4 40 504			
- Forward foreign exchange contracts	434,583,053	-	1,149,564		1,149,564			
- Forward Government securities transactions	132,295,940	-	(38,938)	-	(38,938)			
- Derivative instruments	57,305,018	-	(6,881,892)		(6,881,892)			
Fair value of non-financial assets	As at September 30, 2023 (Unaudited)							
	Carrying value	Level 1	Level 2	Level 3	Total			
			(Rupees in '000)					
- Land and building	80,395,639	-	-	80,395,639	80,395,639			
- Non-banking assets acquired in satisfaction of claims	428,098	-	-	428,098	428,098			
	80,823,737	-	-	80,823,737	80,823,737			
		As at De	cember 31, 2022 (A	udited)				
	Carrying value	Level 1	Level 2	Level 3	Total			
			(Rupees in '000)					
			, ,					
- Land and building	58,446,722	-	-	58,446,722	58,446,722			
- Land and building - Non-banking assets acquired in satisfaction of claims	58,446,722 407,234 58,853,956	-	-	58,446,722 407,234	58,446,722 407,234 58,853,956			

33 SEGMENT INFORMATION

33.1 Segment details with respect to Business Activities

Corporate, International and	For the nine months ended September 30, 2023 (Unaudited)										
Branch Onisanici, Commercial Treasury correspondent Asset Microfinanc banking Banking	e Head office e / others	Total									
Profit and loss account (Rupees in million)											
Net mark-up / return / profit / interest income (162,074) 37,527 22,679 67,484 187,590 22,423 (20) 7,6	06 (5,356)	177,859									
Inter segment revenue / (expense) - net 254,921 (25,035) - (33,526) (200,357) (2,816) -	- 6,813	-									
Non mark-up / interest income 3,462 13,194 2,064 4,079 3,897 5,643 1,068 1,5	98 3,187	38,192									
Total Income 96,309 25,686 24,743 38,037 (8,870) 25,250 1,048 9,2	04 4,644	216,051									
Segment direct expenses 24,883 14,024 5,691 3,310 593 18,947 426 6,8	65 50,353	125,092									
Inter segment expense allocation 23,394 7,793 947 10,004 1,405 1,279 -	- (44,822)	-									
Total expenses 48,277 21,817 6,638 13,314 1,998 20,226 426 6,8	65 5,531	125,092									
Provisions - charge / (reversal) 764 1,636 (255) (1,146) (520) 2,664 - 1,3	51 2,937	7,431									
Profit / (loss) before tax 47,268 2,233 18,360 25,869 (10,348) 2,360 622 9	88 (3,824)	83,528									
As at September 30, 2023 (Unaudited)											
Consumer, Corporate, International and Asset Branch SME & Rural Islamic Commercial Treasury correspondent Asset Microfinanc banking Banking Banking Banking banking	e Head office / others	Total									
Statement of financial position											
Statement of financial position											
Statement of financial position (Repcos in financial) Cash and bank balances 177,757 - 50,057 1,221 174,834 155,598 4 156,698		575,298									
		575,298 219,213									
Cash and bank balances 177,757 - 50,057 1,221 174,834 155,598 4 15,6											
Cash and bank balances 177,757 - 50,057 1,221 174,834 155,598 4 15,6 Lendings to financial institutions - - 14,961 - 204,252 - - 14,961 - - - 15,6	38 139 - 191,059	219,213									
Cash and bank balances 177,757 - 50,057 1,221 174,834 155,598 4 15,6 Lendings to financial institutions - - 14,961 - 204,252 - - - Inter segment lending 2,064,938 - - - - 20,247 - -	88 139 - 191,059 20 52,149	219,213 2,276,244									
Cash and bank balances 177,757 - 50,057 1,221 174,834 155,598 4 15,6 Lendings to financial institutions - - 14,961 - 204,252 - - - Inter segment lending 2,064,938 - - - - 20,247 - - Investments - 201,137 10,303 1,993,425 226,266 725 22,3 Advances - performing - net - 227,980 201,219 823,719 - 382,821 - 93,5 Advances - non-performing - net - 2,426 2,116 3,834 - 3,936 - 1,7	38 139 - - - 191,059 20 52,149 77 39,213 06 -	219,213 2,276,244 2,506,325 1,768,529 14,018									
Cash and bank balances 177,757 - 50,057 1,221 174,834 155,598 4 15,69 Lendings to financial institutions - - 14,961 - 204,252 - - - Inter segment lending 2,064,938 - - - - 20,247 - - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - 20,247 - - 20,247 - 20,243 - 39,35 - 21,33 - 21,219 823,719 - 382,821 - 93,55 4,404 2,426 2,116 3,834 -	88 139 - - - 191,059 20 52,149 77 39,213 06 - 67 128,282	219,213 2,276,244 2,506,325 1,768,529 14,018 423,631									
Cash and bank balances 177,757 - 50,057 1,221 174,834 155,598 4 15,6 Lendings to financial institutions - - 14,961 - 204,252 - - - Inter segment lending 2,064,938 - - - - 20,247 - - Investments - 201,137 10,303 1,993,425 226,266 725 22,3 Advances - performing - net - 227,980 201,219 823,719 - 382,821 - 93,5 Advances - non-performing - net - 2,426 2,116 3,834 - 3,936 - 1,7	88 139 - - - 191,059 20 52,149 77 39,213 06 - 67 128,282	219,213 2,276,244 2,506,325 1,768,529 14,018									
Cash and bank balances 177,757 - 50,057 1,221 174,834 155,598 4 15,69 Lendings to financial institutions - - 14,961 - 204,252 - - - Inter segment lending 2,064,938 - - - - 20,247 - - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - 20,247 - - 20,247 - 20,243 - 39,35 - 21,33 - 21,219 823,719 - 382,821 - 93,55 4,404 2,426 2,116 3,834 -	38 139 - - - 191,059 20 52,149 77 39,213 06 - 57 128,282 58 410,842	219,213 2,276,244 2,506,325 1,768,529 14,018 423,631									
Cash and bank balances 177,757 - 50,057 1,221 174,834 155,598 4 15,698 Lendings to financial institutions - - 14,961 - - 204,252 - - - - 20,247 - - - 20,247 - - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - - 20,247 - - 20,247 - - 20,247 - 20,247 - 20,217 2,23 22,6,266 725 22,3 22,3 22,3 22,3 22,426 2,116 3,834 - 3,936 - 1,7 1,7 1,56 1,7 1,56 1,7 1,56	38 139 - - - 191,059 20 52,149 77 39,213 06 - 57 128,282 58 410,842	219,213 2,276,244 2,506,325 1,768,529 14,018 423,631 7,783,258									
Cash and bank balances 177,757 - 50,057 1,221 174,834 155,598 4 15,6 Lendings to financial institutions - - 14,961 - 204,252 - - - - 20,247 - - - 20,0247 - - 1,993,425 226,266 725 22,3 34,000 93,55 34,000 - 1,77,57 - 1,21 1,993,425 226,266 725 22,3 22,3 - - - 1,993,425 226,266 725 22,3 33,35 - 1,77,757 - 201,137 10,303 1,993,425 226,266 725 22,3 33,35 - 1,77,757 - 201,219 823,719 - 3,3936 - 1,77,757 1,75 2,116 3,834 - 3,3936 - 1,77,757 1,75 1,76 1,77,757 1,75,65 1,76 1,77,757 1,76 1,77,757 1,76 1,77,757 1,76 1,77,757 1,76 1,77,757 1,77,757 1,77,757 1,77 1,77,757 1,77 <	38 139 - - 191,059 20 52,149 77 39,213 06 - 57 128,282 58 410,842 11 - - 18,874	219,213 2,276,244 2,506,325 1,768,529 14,018 423,631 7,783,258									
Cash and bank balances 177,757 - 50,057 1,221 174,834 155,598 4 15,6 Lendings to financial institutions - - 14,961 - - 20,247 - - - 20,247 - - 1,993,425 226,266 725 22,3 Investments - 201,137 10,303 1,993,425 226,266 725 22,3 Advances - performing - net - 2,426 2,116 3,834 - 393,6 - 1,7 Others 2,278,076 237,861 514,136 922,117 2,437,275 829,790 4,203 148,9 Borrowings - - - - - - - - - 6,805 50,521 134,058 484,710 120,481 - 6,8 6,8	38 139 - - 191,059 20 52,149 77 39,213 06 - 57 128,282 58 410,842 11 - - 18,874	219,213 2,276,244 2,506,325 1,768,529 14,018 423,631 7,783,258 802,886 18,874									
Cash and bank balances 177,757 - 50,057 1,221 174,834 155,598 4 15,6 Lendings to financial institutions - - 14,961 - 204,252 - - - - - - 20,0247 - - - 20,247 - - - 20,247 - - - 20,247 - - 20,247 - - 20,247 - - 20,247 - 20,247 - 20,247 - 20,247 - 20,247 - 20,247 - 20,247 - 20,247 - 20,247 - 20,247 - 20,247 - 20,247 - 20,247 - 20,247 - 20,247 - 20,247 20,247 20,247 20,247 20,247 22,3 33,26 - 21,137 10,303 21,219 823,719 - 3,834 - 3,936 - 1,17 1,56 3,538 1,77 1,56 3,5381 7,455 1,41,646 83,040 64,764 40,922 <td>38 139 - - 191,059 20 52,149 77 39,213 06 - 57 128,282 58 410,842 11 - - 18,874 15 31,254 - -</td> <td>219,213 2,276,244 2,506,325 1,768,529 14,018 423,631 7,783,258 802,886 18,874 3,975,101</td>	38 139 - - 191,059 20 52,149 77 39,213 06 - 57 128,282 58 410,842 11 - - 18,874 15 31,254 - -	219,213 2,276,244 2,506,325 1,768,529 14,018 423,631 7,783,258 802,886 18,874 3,975,101									
Cash and bank balances 177,757 - 50,057 1,221 174,834 155,598 4 15,6 Lendings to financial institutions - - 14,961 - - 20,24,252 - - - - 20,247 - - - 20,247 - - 22,33 - 20,247 - - 20,247 - - 20,247 20,247	88 139 - - - 191,059 20 52,149 77 39,213 06 - 67 128,282 58 410,842 11 - - 18,874 15 31,254 - - 29 124,373	219,213 2,276,244 2,506,325 1,768,529 14,018 423,631 7,783,258 802,886 18,874 3,975,101 2,276,244									
Cash and bank balances 177,757 - 50,057 1,221 174,834 155,598 4 15,6 Lendings to financial institutions - - 14,961 - - 20,24,252 - - - - 20,2471 - - 20,2471 - - 22,26,266 725 22,2,3 382,821 - 93,55 382,821 - 93,55 382,821 - 93,55 3,936 - 1,7 15,66 14,646 83,040 64,764 40,922 3,474 15,66 15,67 1,7 15,69 - - - 93,55 1,7 10,303 - - 1,7 10,503 - 1,7 15,66 17,757 1,7	88 139 - - - 191,059 20 52,149 77 39,213 06 - 67 128,282 58 410,842 11 - - 18,874 15 31,254 - 124,373 55 174,501 03 236,341	219,213 2,276,244 2,506,325 1,768,529 14,018 423,631 7,783,258 802,886 18,874 3,975,101 2,276,244 369,221									

Contingencies and commitments

95,541

67,384

-

485,090

522,399

180,701

-

35,006

-

1,386,121

				For the r	ine months	ended September 30), 2022 (Unaudite	d)			
	Branch banking	Consumer, SME & Rural Banking	Islamic	Corporate, Commercial and Investment Banking	Treasury	International and correspondent banking	Asset management	Microfinance	Head office / others	Total	
Profit and loss account					(Rupees in million) -					
Net mark-up / return / profit / interest income	(85,518)	27,750	12,111	43,143	108,592	5,038	(69)	7,325	(1,858)	116,514	
Inter segment revenue / (expense) - net	139,266	(15,304)	-	(23,638)	(107,008)	3,946	-	-	2,738	-	
Non mark-up / interest income	2,780	9,283	1,335	2,819	12,270	6,936	547	1,329	(2,168)	35,131	
Total Income	56,528	21,729	13,446	22,324	13,854	15,920	478	8,654	(1,288)	151,645	
Segment direct expenses	19,373	10,256	4,359	2,556	911	13,894	325	5,775	35,006	92,455	
Inter segment expense allocation	14,589	5,677	893	7,831	1,048	1,100	-	-	(31,138)	-	
Total expenses	33,962	15,933	5,252	10,387	1,959	14,994	325	5,775	3,868	92,455	
Provisions - charge / (reversal)	155	1,137	1,134	(1,664)	45	198	-	1,653	933	3,591	
Profit / (loss) before tax	22,411	4,659	7,060	13,601	11,850	728	153	1,226	(6,089)	55,599	
	As at December 31, 2022 (Audited)										
	Branch banking	Consumer, SME & Rural Banking	Islamic	Corporate, Commercial and Investment Banking	Treasury	International and correspondent banking	Asset management	Microfinance	Head office / others	Total	
Statement of financial position					(Rupees in million) -					
Cash and bank balances	72,736	_	17,948	1,678	99,301	131,089	2	13,723	1,051	337,528	
Lendings to financial institutions	-	_	-	-	254,593	-	-	-	-	254,593	
Inter segment lending	1,950,230	-	257	-	-	3,586	-	-	201,897	2,155,970	
Investments	-	_	183,655	9,460	1,496,496	178,785	409	31,396	48,600	1,948,801	
Advances - performing - net	-	231,909	221,885	875,294	-	325,465	-	84,150	31,158	1,769,861	
Advances - non-performing - net	-	1,993	2,089	3,433	-	3,895	-	1,226	-	12,636	
Others	4,725	7,948	16,342	70,783	59,889	24,437	3,245	11,871	116,146	315,386	
Total assets	2,027,691	241,850	442,176	960,648	1,910,279	667,257	3,656	142,366	398,852	6,794,775	
Borrowings		5 841	74 694	132 506	245 413	118 745	_	6 572		583,771	
Borrowings	-	5,841	74,694	132,506	245,413	118,745	-	6,572	-	583,771 18,874	
Subordinated debt	- - 1 000 352	-	-	-	245,413	-	-	-	- 18,874 58 349	18,874	
Subordinated debt Deposits and other accounts	- - 1,999,352	691	74,694 - 319,884	508,589	-	466,414	-	6,572 - 116,063	- 18,874 58,349	18,874 3,469,342	
Subordinated debt Deposits and other accounts Inter segment borrowing	-	691 218,253	319,884 -	508,589 264,154	- 1,648,566	- 466,414 24,997	- - - - 763	116,063 -	58,349	18,874 3,469,342 2,155,970	
Subordinated debt Deposits and other accounts	- 1,999,352 - 28,339 2,027,691	691	-	508,589	-	466,414	- - - 753 753	-		18,874 3,469,342	
Subordinated debt Deposits and other accounts Inter segment borrowing Others Total liabilities	- 28,339	691 218,253 17,065	319,884 - 15,714 410,292	508,589 264,154 55,399	- 1,648,566 34,606 1,928,585	466,414 24,997 15,467 625,623	753	- 116,063 - 6,506 129,141	58,349 - 107,948 185,171	18,874 3,469,342 2,155,970 281,797 6,509,754	
Subordinated debt Deposits and other accounts Inter segment borrowing Others	- 28,339	691 218,253 17,065	319,884 - 15,714	508,589 264,154 55,399	- 1,648,566 34,606	466,414 24,997 15,467		- 116,063 - 6,506	58,349 - 107,948	18,874 3,469,342 2,155,970 281,797	
Subordinated debt Deposits and other accounts Inter segment borrowing Others Total liabilities Equity		691 218,253 17,065 241,850	- 319,884 - 15,714 410,292 31,884	508,589 264,154 55,399 960,648	- 1,648,566 34,606 1,928,585 (18,306)	466,414 24,997 15,467 625,623 41,634	753 2,903	- 116,063 - 6,506 129,141 13,225	58,349 - 107,948 185,171 213,681	18,874 3,469,342 2,155,970 281,797 6,509,754 285,021	

34 RELATED PARTY TRANSACTIONS

The Group has related party relationships with various parties including its Directors, Key Management Personnel, Group entities, associated companies, joint venture and employee benefit schemes of the Group.

Transactions with related parties, other than those under the terms of employment, are executed on an arm's length basis i.e. do not involve more than normal risk and are substantially on the same terms, including mark-up rates and collateral, as those prevailing at the time for comparable transactions with unrelated parties.

Contributions to and accruals in respect of staff retirement and other benefit schemes are made in accordance with the actuarial valuations / terms of the schemes.

Details of transactions and balances with related parties as at the period / year end are as follows:

		As	s at September 30), 2023 (Unaudite	ed)	
	Directors	Key Management Personnel	Group Entities	Associates	Joint venture	Other related parties
			(Rupees	in '000)		
Statement of financial position						
Balances with other banks						
In current accounts			132,124	-	-	157
Investments						
Opening balance	-	-	-	31,882,845	8,149,052	9,705,368
Investment made during the period	-	-	-	1,430,493	-	-
Investment redeemed / disposed off during the period	-	-	-	(1,181,678)	-	-
Share of profit - net of tax	-	-	-	2,858,339	313,829	-
Equity method adjustments Dividend received during the period	-	-	-	3,219,559 (891,193)	1,302,051 (203,366)	-
Provision for diminution in the value of investments	-	-	-	-	(200,000)	(15,248)
Transfer (out) / in - net	-	-	-	(102,476)	(9,564,088)	9,564,088
Revaluation of investments during the period	-	-	-	(749,631)	2,522	(2,914,703)
Revaluation of fixed assets during the period	-	-	-	31,575	-	-
Exchange adjustment		-		- 36,497,833	-	793,648
Closing balance		-		36,497,833		17,133,153
Provision for diminution in the value of investments	-			-		58,191
Advances						
Opening balance	1,412	1,009,459	4,547,709	625,000	-	11,738,739
Addition during the period	7,707	498,345	20,832,498	-	-	13,485,416
Repaid during the period	(8,863)	(346,476)	(20,787,941)	(125,000)	-	(13,955,994)
Exchange adjustment	-	131,174	1,012,100	-		14,450
Closing balance	256	1,292,502	5,604,366	500,000		11,282,611
Other assets						
Interest / mark-up accrued	-	20,130	71,184	21,460	-	865,920
Other receivables / prepayments				116,536		875
	-	20,130	71,184	137,996	-	866,795
Borrowings						
Opening balance	-	-	3,982,280	12,950,894	2,717,171	1,589,426
Borrowings during the period	-	-	15,109,136	25,000,929	2,348,700	7,543,479
Settled during the period	-	-	(14,927,101)	(33,931,701)	(3,131,600)	(8,689,420)
Transfer (out) / in - net	-	-	-	-	(2,554,127)	2,554,127
Exchange adjustment	-		1,008,687	3,219,614	619,856	873,683
Closing balance			5,173,002	7,239,736	-	3,871,295
Deposits and other accounts						
Opening balance	164,865	523,637	26,259,254	18,870,625	4,204	2,080,873
Received during the period	704,335	5,266,021	361,978,209	853,802,062	3,996	142,916,438
Withdrawn during the period	(759,043)	(5,116,914)	(353,867,092)	(816,286,418)	(7,583)	(136,145,349)
Transfer (out) / in - net	-	-	-	-	(1,412)	1,412
Exchange adjustment	18,695	37,524	251,127	42,848	795	35,331
Closing balance	128,852	710,268	34,621,498	56,429,117	-	8,888,705
Other liabilities				.		
Interest / mark-up payable	634	8,292	608,732	236,445	-	111,435
Payable to defined benefit plan	-	-	-	-	-	717,388
Other payables	- 634	- 8,292	46,601 655,333	106,455 342,900		662,603
Contingonaios and commitments	034	0,292	000,333	342,900		1,491,426
Contingencies and commitments Letters of credit			700,917			340,903
Guarantees	-	-	174,650	-	-	340,903 3,535,727
Forward purchase of Government securities	-	-	35,078	-	-	
Interest rate swaps	-	-	-	500,000	-	-
	-	-	910,645	500,000	-	3,876,630
Others		<u></u>				
Securities held as custodian	88,915	152,590	22,720,141	175,115,000	-	20,721,065

	For the nine months ended September 30, 2023 (Unaudited)							
	Directors	Key Management Personnel	Group Entities	Associates	Joint venture	Other related parties		
			(Rupees	in '000)				
Profit and loss account								
Income								
Mark-up / return / profit / interest earned	71	53,878	362,570	86,176	-	1,853,275		
Fee and commission income	650	8,847	211,752	497,484	-	55,180		
Share of profit	-	-	-	2,858,345	313,829	-		
Dividend income	-	-	-	-	-	1,341,978		
Unrealised loss on derivatives	-	-	-	(47,673)	-	-		
Expenses								
Mark-up / return / profit / interest expensed	10,643	30,605	2,510,469	3,773,209	12,526	743,483		
Operating expenses								
Total compensation expense	-	2,502,707	-	-	-	1,339,726		
Non-Executive Directors' fees	58,650	-	-	-	-	-		
Insurance premium expense	-	-	-	1,739,022	-	-		
Product feature cost	-	-	160,936	-	-	-		
Travelling	-	-	6,314	-	-	-		
Subscription	-	-	-	-	-	12,599		
Donations	-	-	-	-	-	644,910		
Brokerage and Commission	-	-	-	-	-	223,560		
Other Expenses	-	-	63,153	51,122	-	70,685		
Provision for dimunition in the value of investments	-	-	-	-	-	15,248		
Others								
Purchase of Government securities	86,846	231,310	101,657,318	189,416,641	-	53,633,248		
Sale of Government securities	164,890	362,185	132,002,021	200,678,499	-	76,419,976		
Purchase of foreign currencies	-	13,165	4,528,650	1,706,125	-	8,903,897		
Sale of foreign currencies	53,717	240,868	5,739,059	2,852	-	43,231		
Insurance claims settled	-	-	-	154,968	-	-		

Balances and transactions with group entities include deposits of Rs. 0.703 million (December 31, 2022: Rs. 0.590 million) from the parent.

	As at December 31, 2022 (Audited)						
	Directors	Key Management Personnel	Group Entities	Associates	Joint venture	Other related parties	
			(Rupees	in '000)			
Statement of financial position							
Balances with other banks							
In current accounts	-	-	1,592	-	122	-	
Investments							
Opening balance	-	-	-	28,790,446	6,297,914	7,713,055	
Investment made during the year	-	-	-	1,953,309	-	2,000,000	
Investment redeemed / disposed off during the year	-	-	-	(3,921,300)	-	-	
Share of profit - net of tax	-	-	-	2,175,235	853,218	-	
Equity method adjustments	-	-	-	4,263,051	1,009,089	-	
Dividend received during the year Provision for diminution in the value of investments	-	-	-	(714,419)	-	-	
Transfer in - net	-	-	-	-	-	(36,974) 29,287	
Revaluation of investment during the year	-	-	-	- (893,206)	- (11,169)	29,207	
Revaluation of fixed assets during the year				229,729	(11,109)	_	
Closing balance				31,882,845	8,149,052	9,705,368	
				01,002,010	0,110,002	0,100,000	
Provision for diminution in the value of investments				-		42,943	
Advances							
Opening balance	527	837,259	4,001,392	3,348,613	-	11,166,809	
Addition during the year	30,557	445,438	23,281,985	-	-	13,996,551	
Repaid during the year	(29,672)	(400,569)	(23,534,128)	(2,964,170)	-	(13,433,197)	
Transfer in - net	-	30,988	-	-	-	-	
Exchange adjustment	-	96,343	798,460	240,557	-	8,576	
Closing balance	1,412	1,009,459	4,547,709	625,000	-	11,738,739	
Other assets							
Interest / mark-up accrued	-	29,028	44,798	19,286	-	268,993	
Advance to suppliers	-	- ,	21,382	-	-		
Other receivables / prepayments	-	2,475	-	161,005	-	1,962	
		31,503	66,180	180,291		270,955	

			As at December	31, 2022 (Audited)	
	Directors	Key Management Personnel	Group Entities	Associates	Joint venture	Other related parties
			(Rupee	s in '000)		
Borrowings			0 477 074	0.000.000		4 004 000
Opening balance Borrowings during the year	-	-	3,177,871 7,519,611	3,969,060 22,569,599	- 11,050,690	1,264,962 500,000
Settled during the year	-	-	(6,953,154)	(16,014,977)	(8,594,981)	(175,536)
Exchange adjustment	-	-	237,952	2,427,212	261,462	
Closing balance	-	-	3,982,280	12,950,894	2,717,171	1,589,426
Deposits and other accounts						
Opening balance	155,051	546,158	19,836,563	50,630,080	-	3,504,348
Received during the year	1,063,923	4,131,411	423,294,698	1,018,289,986	13,607	73,378,120
Withdrawn during the year Transfer out - net	(1,061,773)	(4,197,717) (30,270)	(417,151,038)	(1,050,062,333)	(15,287)	(74,914,514)
Exchange adjustment	7,664	74,055	279,031	12,892	5,884	- 112,919
Closing balance	164,865	523,637	26,259,254	18,870,625	4,204	2,080,873
Other liabilities						
Interest / mark-up payable	434	1,340	246,677	46,016	28,530	5,943
Payable to defined benefit plan	-	-		-	-	607,424
Other payables	-	-	34,384	136,748	-	649,286
	434	1,340	281,061	182,764	28,530	1,262,653
Contingencies and Commitments						
Letter of credit	-	-	693,802	-	-	440,141
Guarantee Forward purchase of Government securities	-	-	159,480	-	-	3,535,727 2,452,570
Forward purchase of Government securities	-	-	-	1,500	-	2,452,570
Interest rate swaps	-	-	-	625,000	-	-
	-	-	853,282	626,500	-	6,428,438
Others						
Securities held as custodian	2,500	94,830	24,812,555	134,281,000		18,455,830
			months ended S	eptember 30, 202	2 (Unaudited)	
		Kav				
Profit and loss account	Directors	Key Management Personnel	Group Entities	Associates	Joint venture	Other related parties
	Directors	Management	Entities	Associates s in '000)	Joint venture	
Income		Management Personnel	Entities	s in '000)	Joint venture	parties
Income Mark-up / return / profit / interest earned	7	Management Personnel 30,738	Entities (Rupee 181,945	s in '000) 87,419	Joint venture	parties 1,280,259
Income		Management Personnel	Entities	s in '000)	Joint venture	parties
Income Mark-up / return / profit / interest earned Fee and commission income	7	Management Personnel 30,738	Entities (Rupee 181,945	s in '000) 87,419 587,456	 - -	parties 1,280,259
Income Mark-up / return / profit / interest earned Fee and commission income Share of profit	7	Management Personnel 30,738	Entities (Rupee 181,945	s in '000) 87,419 587,456	 - -	parties 1,280,259 6,619
Income Mark-up / return / profit / interest earned Fee and commission income Share of profit Dividend income Unrealised loss on derivatives Expense	7 867 - - -	Management Personnel 30,738 3,756 - -	Entities (Rupee 181,945 187,358 - -	s in '000) 87,419 587,456 1,423,640 - (54,768)	- - 669,469 - -	parties 1,280,259 6,619 - 66,225 -
Income Mark-up / return / profit / interest earned Fee and commission income Share of profit Dividend income Unrealised loss on derivatives Expense Mark-up / return / profit / interest expensed	7	Management Personnel 30,738	Entities (Rupee 181,945	s in '000) 87,419 587,456 1,423,640	 - -	parties 1,280,259 6,619
Income Mark-up / return / profit / interest earned Fee and commission income Share of profit Dividend income Unrealised loss on derivatives Expense	7 867 - - -	Management Personnel 30,738 3,756 - -	Entities (Rupee 181,945 187,358 - -	s in '000) 87,419 587,456 1,423,640 - (54,768)	- - 669,469 - -	parties 1,280,259 6,619 - 66,225 -
Income Mark-up / return / profit / interest earned Fee and commission income Share of profit Dividend income Unrealised loss on derivatives Expense Mark-up / return / profit / interest expensed Operating expenses	7 867 - - - 16,712	Management Personnel 30,738 3,756 - - - - 16,582	Entities (Rupee 181,945 187,358 - -	s in '000) 87,419 587,456 1,423,640 - (54,768) 2,725,248	- - 669,469 - -	parties 1,280,259 6,619 - 66,225 - 261,906
Income Mark-up / return / profit / interest earned Fee and commission income Share of profit Dividend income Unrealised loss on derivatives Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense	7 867 - - - 16,712 -	Management Personnel 30,738 3,756 - - - - 16,582	Entities (Rupee 181,945 187,358 - - - - 1,098,990 - - - - 1,098,990	s in '000) 87,419 587,456 1,423,640 - (54,768) 2,725,248 -	- - 669,469 - -	parties 1,280,259 6,619 - 66,225 - 261,906
Income Mark-up / return / profit / interest earned Fee and commission income Share of profit Dividend income Unrealised loss on derivatives Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost	7 867 - - - 16,712 -	Management Personnel 30,738 3,756 - - - - 16,582	Entities (Rupee 181,945 187,358 - - - 1,098,990 - - - 77,563	s in '000) 87,419 587,456 1,423,640 - (54,768) 2,725,248 - -	- - 669,469 - -	parties 1,280,259 6,619 - 66,225 - 261,906
Income Mark-up / return / profit / interest earned Fee and commission income Share of profit Dividend income Unrealised loss on derivatives Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost Travelling	7 867 - - - 16,712 -	Management Personnel 30,738 3,756 - - - - 16,582	Entities (Rupee 181,945 187,358 - - - - 1,098,990 - - - - 1,098,990	s in '000) 87,419 587,456 1,423,640 - (54,768) 2,725,248 - -	- - 669,469 - -	parties 1,280,259 6,619 - 66,225 - 261,906 2,103,642 - - - - - - - - - - - - -
Income Mark-up / return / profit / interest earned Fee and commission income Share of profit Dividend income Unrealised loss on derivatives Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost	7 867 - - - 16,712 -	Management Personnel 30,738 3,756 - - - - 16,582	Entities (Rupee 181,945 187,358 - - - 1,098,990 - - - 77,563	s in '000) 87,419 587,456 1,423,640 - (54,768) 2,725,248 - -	- - 669,469 - -	parties 1,280,259 6,619 - 66,225 - 261,906
Income Mark-up / return / profit / interest earned Fee and commission income Share of profit Dividend income Unrealised loss on derivatives Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost Travelling Subscription	7 867 - - - 16,712 -	Management Personnel 30,738 3,756 - - - - 16,582	Entities (Rupee 181,945 187,358 - - - 1,098,990 - - - 77,563	s in '000) 87,419 587,456 1,423,640 - (54,768) 2,725,248 - -	- - 669,469 - -	parties 1,280,259 6,619 - 66,225 - 261,906 2,103,642 - - 14,716
Income Mark-up / return / profit / interest earned Fee and commission income Share of profit Dividend income Unrealised loss on derivatives Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost Travelling Subscription Donations	7 867 - - - 16,712 -	Management Personnel 30,738 3,756 - - - - 16,582	Entities (Rupee 181,945 187,358 - - - 1,098,990 - - - 77,563	s in '000) 87,419 587,456 1,423,640 - (54,768) 2,725,248 - -	- - 669,469 - -	parties 1,280,259 6,619 - 66,225 - 261,906 2,103,642 - - 14,716 354,485
Income Mark-up / return / profit / interest earned Fee and commission income Share of profit Dividend income Unrealised loss on derivatives Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost Travelling Subscription Donations Brokerage and Commission	7 867 - - - 16,712 -	Management Personnel 30,738 3,756 - - - - 16,582	Entities (Rupee 181,945 187,358 - - - 1,098,990 - - - - 77,563 7,994 - -	s in '000) 87,419 587,456 1,423,640 - (54,768) 2,725,248 - - 1,891,818 - - - - - - -	- - 669,469 - -	parties 1,280,259 6,619 - 66,225 - 261,906 2,103,642 - - 14,716 354,485 163,271
Income Mark-up / return / profit / interest earned Fee and commission income Share of profit Dividend income Unrealised loss on derivatives Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost Travelling Subscription Donations Brokerage and Commission Other Expenses Provision for dimunition in the value of investments Others	7 867 - - - 16,712 -	Management Personnel 30,738 3,756 - - - - 16,582	Entities (Rupee 181,945 187,358 - - - - 1,098,990 - - - 77,563 7,994 - - - 41,239 -	s in '000) 87,419 587,456 1,423,640 - (54,768) 2,725,248 - 1,891,818 - - - 42,593 -	- - 669,469 - -	parties 1,280,259 6,619 - 66,225 - 261,906 2,103,642 - 14,716 354,485 163,271 44,355 13,877
Income Mark-up / return / profit / interest earned Fee and commission income Share of profit Dividend income Unrealised loss on derivatives Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost Travelling Subscription Donations Brokerage and Commission Other Expenses Provision for dimunition in the value of investments Others Purchase of Government securities	7 867 - - - 16,712 -	Management Personnel 30,738 3,756 - - - 16,582 1,950,393 - - - - - - - - - - - - - - - - - -	Entities (Rupee 181,945 187,358 - - - 1,098,990 - - - 777,563 7,994 - - 41,239 - - 41,239	s in '000) 87,419 587,456 1,423,640 - (54,768) 2,725,248 - - 1,891,818 - - - 42,593 - 58,278,417	- - 669,469 - -	parties 1,280,259 6,619 - 66,225 - 261,906 2,103,642 - 14,716 354,485 163,271 44,355 13,877 21,571,340
Income Mark-up / return / profit / interest earned Fee and commission income Share of profit Dividend income Unrealised loss on derivatives Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost Travelling Subscription Donations Brokerage and Commission Other Expenses Provision for dimunition in the value of investments Others Purchase of Government securities Sale of Government securities	7 867 - - - 16,712 -	Management Personnel 30,738 3,756 - - - 16,582 1,950,393 - - - - - - - - - - - - - - - - - -	Entities (Rupee 181,945 187,358 - - - 1,098,990 - - - 777,563 7,994 - - 41,239 - 41,239 - -	s in '000) 87,419 587,456 1,423,640 - (54,768) 2,725,248 - 1,891,818 - - - 42,593 -	- - 669,469 - -	parties 1,280,259 6,619 - 66,225 - 261,906 2,103,642 - 14,716 354,485 163,271 44,355 13,877 21,571,340 23,576,091
Income Mark-up / return / profit / interest earned Fee and commission income Share of profit Dividend income Unrealised loss on derivatives Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost Travelling Subscription Donations Brokerage and Commission Other Expenses Provision for dimunition in the value of investments Others Purchase of Government securities Sale of Government securities Purchase of foreign currencies	7 867 - - - 16,712 - 71,400 - - - - - - - - - - - - - - - - - -	Management Personnel 30,738 3,756 - - - 16,582 1,950,393 - - - - - - - - - - - - - - - - - -	Entities (Rupee 181,945 187,358 - - - 1,098,990 - - - 77,563 7,994 - - 41,239 - 41,239 - 149,084,771 172,376,874 1,600,856	s in '000) 87,419 587,456 1,423,640 - (54,768) 2,725,248 - 1,891,818 - - 42,593 - 58,278,417 107,312,067 -	- - 669,469 - -	parties 1,280,259 6,619 - 66,225 - 261,906 2,103,642 - 14,716 354,485 163,271 44,355 13,877 21,571,340 23,576,091 5,152
Income Mark-up / return / profit / interest earned Fee and commission income Share of profit Dividend income Unrealised loss on derivatives Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost Travelling Subscription Donations Brokerage and Commission Other Expenses Provision for dimunition in the value of investments Others Purchase of Government securities Sale of Government securities	7 867 - - - 16,712 -	Management Personnel 30,738 3,756 - - - 16,582 1,950,393 - - - - - - - - - - - - - - - - - -	Entities (Rupee 181,945 187,358 - - - 1,098,990 - - - 777,563 7,994 - - 41,239 - 41,239 - -	s in '000) 87,419 587,456 1,423,640 - (54,768) 2,725,248 - - 1,891,818 - - - 42,593 - 58,278,417	- - 669,469 - -	parties 1,280,259 6,619 - 66,225 - 261,906 2,103,642 - 14,716 354,485 163,271 44,355 13,877 21,571,340 23,576,091

35 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS Minimum Capital Requirement (MCR): 14,665,525 14 Paid-up capital (not losses) 14,665,525 14 Capital Adequacy Ratio (CAR): 236,295,348 200 Eligible Common Equity Tier 1 (CT 1) Capital 236,295,348 200 Total Eligible Tier 1 Capital 226,390,308 222 Eligible Continon Equity Tier 1 (CT 1) Capital 264,940,308 227 Total Eligible Tier 2 Capital 72,990,308 227 Risk Weighted Assets (RWAs): 1,625,100,576 1,511 Credit Risk 1,626,100,576 1,511 Market Risk 2,036,986,581 1,882 Common Equity Tier 1 Capital Adequacy ratio 11,60% 11,60% Tier 1 Capital Adequacy Ratio 12,52% 1 Control Equity Tier 1 Capital Adequacy ratio 16,10% 1 of which: contraction Unifer requirement 9,00% 1 capital conservation buffer requirement 9,00% 1 of which: contracterguleement 1<,50% 0 of which: contractergulee add the assets) 5,60% 0 Other informat	(Audited) ecember 31, 2022 '000)
Paid-up capital (net of losses) 14.668.525 14 Capital Adequacy Ratio (CAR): 236.295.348 200 Eligible Common Equity Tier 1 (CET 1) Capital 236.295.348 200 Total Eligible Common Equity Tier 1 (CET 1) Capital 256.390.59 227 Risk Weighted Assets (RWAs): 72.994.038 200 Credit Risk 1.626.100.576 1.511 Marker Risk 1.626.100.576 1.511 Marker Risk 2.035.988.581 1.882 Common Equity Tier 1 Capital Adequacy ratio 11.60% 200 Tier 1 Capital Adequacy Ratio 11.60% 11.60% Total Capital Adequacy Ratio 15.10% 15.00% Capital conservation buffer requirement 1.50% 15.00% of which: contrequicement (minimum CET1 requirement) 9.00% 15.00% of which: contrequicement (minimum CET1 requirement) 9.00% 15.00% Other information: 1.50% 1.50% 1.50% Which: contrequicement prescribed by the SBP 254,940.360 222 1.50% CET1 minimum ratio (%) 10.00% 10.00% 10.00% 10.00% 10.00% 10.00% <td< th=""><th></th></td<>	
Eligible Common Equity Tier 1 (CET 1) Capital Eligible Additional Tier 1 (ADT 1) Capital Total Eligible Tier 2 Capital Eligible Tier 2 Capital Total Eligible Tier 1 Capital Eligible Tier 2 Capital Credit Risk Operational Risk Common Equity Tier 1 Capital Adequacy ratio Total Capital Adequacy Ratio CET 1 available to meet buffer s (as a percentage of risk weighted assets) CET 1 minimum ratio (%) Tier 1 Capital requirement of which: capital conservation buffer requirement of which: capital conservation buffer securities and percentage of risk weighted assets) CET 1 available to meet buffers (as a percentage of risk weighted assets) CET 1 minimum ratio (%) Tier 1 minimum ratio (%) Tier 1 minimum ratio (%) Tier 1 minimum ratio (%) Tier 1 minimum ratio (%) Total Adguited Mater Capital Capital Conservation buffer securities and the secu	14,668,525
Credit Risk 1,626,100,575 1,511 Market Risk 1,626,100,575 1,511 Market Risk 2,036,988,851 1,882 Total 2,036,988,851 1,882 Cormon Equity Tier 1 Capital Adequacy ratio 11,60%, 266,263,405 Tier 1 Capital Adequacy Ratio 12,52%, 1 Total Capital Adequacy Ratio 16,10%, 1 Bank specific buffer requirement (minimum CET1 requirement plus capital conservation buffer requirement) 9,00%, 0 of which: capital conservation buffer requirement 1,50%, 0 of which: capital conservation buffer requirement 1,50%, 0 Other information: 9,00%, 10,50%, Other information: 9,00%, 10,50%, Total capital minimum ratio (%) 10,60%, 10,60%, Leverage Ratio (LR) 254,940,360 222 Leverage Ratio (%) 3,00	203,251,762 19,093,425 222,345,187 56,977,624 279,322,811
Total Capital Adequacy Ratio 16.10% Bank specific buffer requirement (minimum CET1 requirement plus capital conservation buffer requirement) 9.00% of which: capital conservation buffer requirement 1.50% of which: capital conservation buffer requirement 1.50% of which: capital conservation buffer requirement 1.50% of which: D-SIB buffer requirement 1.50% CET1 available to meet buffers (as a percentage of risk weighted assets) 5.60% Other information: 9.00% Minimum capital requirements prescribed by the SBP 9.00% CET1 minimum ratio (%) 10.50% Total capital minimum ratio (%) 10.50% Total capital minimum ratio (%) 254,940,360 222 Leverage Ratio (LR) 254,940,360 222 Leverage Ratio (LR) 254,940,360 222 Leverage Ratio (%) 3.00% 4.21% Minimum Requirement (%) 3.00% 5.63% Average High Quality Liquid Assets 1,845,912,119 1.60% Average High Quality Liquid Assets 1,845,912,119 1.60% Average High Quality Liquid Assets 1,845,912,119 1.60% Minimum Requirement (%) <td>1,511,840,742 105,217,738 266,263,405 1,883,321,885 10.79%</td>	1,511,840,742 105,217,738 266,263,405 1,883,321,885 10.79%
Total Capital Adequacy Ratio 16.10% Bank specific buffer requirement (minimum CET1 requirement plus capital conservation buffer requirement) 9.00% of which: capital conservation buffer requirement 1.50% of which: capital conservation buffer requirement 1.50% of which: capital conservation buffer requirement 1.50% of which: D-SIB buffer requirement 1.50% CET1 available to meet buffers (as a percentage of risk weighted assets) 5.60% Other information: 9.00% Minimum capital requirements prescribed by the SBP 9.00% CET1 minimum ratio (%) 10.50% Total capital minimum ratio (%) 10.50% Total capital minimum ratio (%) 254,940,360 222 Leverage Ratio (LR) 254,940,360 222 Leverage Ratio (LR) 254,940,360 222 Leverage Ratio (%) 3.00% 4.21% Minimum Requirement (%) 3.00% 5.63% Average High Quality Liquid Assets 1,845,912,119 1.60% Average High Quality Liquid Assets 1,845,912,119 1.60% Average High Quality Liquid Assets 1,845,912,119 1.60% Minimum Requirement (%) <td>11.81%</td>	11.81%
Bank specific buffer requirement (minimum CET1 requirement) 9.00% of which: capital conservation buffer requirement 9.00% of which: countercyclical buffer requirement 1.50% of which: D-SIB buffer requirement 1.50% CET1 available to meet buffers (as a percentage of risk weighted assets) 5.60% Other information: 9.00% Minimum capital requirements prescribed by the SBP 9.00% CET1 minimum ratio (%) 9.00% Tier 1 minimum ratio (%) 10.50% Total capital minimum ratio (%) 10.50% Leverage Ratio (LR) 254,940,360 222 Leverage Ratio (LR) 254,940,360 222 Leverage Ratio (CR) 3.00% 4.21% Minimum Requirement (%) 3.00% 4.21% Minimum Requirement (%) 3.00% 5.632 Average High Quality Liquid Assets 1,845,912,119 1.605 Average High Quality Liquid Assets 1,845,912,119 1.605 Average Ratio (%) 100.00% 273.40% 273.40% Minimum Requirement (%) 100.00% 100.00% 100.00% 100.00% Net Stable Funding Ratio (NSFR) <t< td=""><td>14.83%</td></t<>	14.83%
capital conservation buffer plus any other buffer requirement)9.00%of which: capital conservation buffer requirement1.50%of which: countercyclical buffer requirement1.50%of which: D-SIB buffer requirement1.50%CET1 available to meet buffers (as a percentage of risk weighted assets)5.60%Other information:9.00%Minimum capital requirements prescribed by the SBP9.00%CET1 minimum ratio (%)9.00%Tier 1 minimum ratio (%)10.50%Total capital minimum ratio (%)13.00%Leverage Ratio (LR)254,940,360Eligible Tier-1 Capital Total Exposures254,940,360Leverage Ratio (%)4.21%Minimum Requirement (%)3.00%Average Ratio (LCR)10.45%Liquidity Coverage Ratio (LCR)1.845,912,119Average Net Cash Outflow Average Ratio (%)1.00.00%Minimum Requirement (%)100.00%Minimum Requirement (%)100.00%Minimum Requirement (%)100.00%	14.03%
of which: countercyclical buffer requirement 1.50% CET1 available to meet buffers (as a percentage of risk weighted assets) 5.60% Other information: 9.00% Minimum capital requirements prescribed by the SBP 9.00% CET1 minimum ratio (%) 10.50% Total capital minimum ratio (%) 10.50% Leverage Ratio (LR) 254,940,360 222 Eligible Tier-1 Capital 254,940,360 222 Total Exposures 6,051,004,132 5,292 Leverage Ratio (LCR) 3.00% 4.21% Minimum Requirement (%) 3.00% 5.632 Average Ratio (LCR) 10.00% 5.535 Liquidity Coverage Ratio (LCR) 675,157,355 632 Average Net Cash Outflow 273.40% 5.273.40% Minimum Requirement (%) 100.00% 100.00% 100.00% Minimum Requirement (%) 100.00% <t< td=""><td>9.00%</td></t<>	9.00%
CET1 available to meet buffers (as a percentage of risk weighted assets) 5.60% Other information: Minimum capital requirements prescribed by the SBP CET1 minimum ratio (%) 9.00% Tier 1 minimum ratio (%) 10.50% Total capital minimum ratio (%) 13.00% Leverage Ratio (LR) 254,940,360 222 Eligible Tier-1 Capital 254,940,360 222 Total Exposures 6,051,004,132 5,292 Leverage Ratio (%) 4.21% 4.21% Minimum Requirement (%) 3.00% 4.21% Varage Net Cash Outflow 1,845,912,119 1,603 Average Net Cash Outflow 273.40% 273.40% Liquidity Coverage Ratio (%) 100.00% 100.00% Minimum Requirement (%) 100.00% 100.00% Net Stable Funding Ratio (NSFR) 100.00% 100.00% Total Available Stable Funding 3,662,652,846 3,222 Total Required Stable Funding 2,622,652,846 3,222	1.50% - 1.50%
Other information: Minimum capital requirements prescribed by the SBP CET1 minimum ratio (%) Tier 1 minimum ratio (%) Total capital minimum ratio (%) Eligible Tier-1 Capital Total Exposures 6.051,004,132 Leverage Ratio (%) 4.21% Minimum Requirement (%) Average Ratio (LCR) Average High Quality Liquid Assets Liquidity Coverage Ratio (LCR) Average Net Cash Outflow Liquidity Coverage Ratio (%) Minimum Requirement (%) Minimum Requirement (%) Minimum Requirement (%) Minimum Requirement (%) 1.845,912,119 1.602 273.40% Liquidity Coverage Ratio (%) Minimum Requirement (%) 100.00% Total Average Net Cash Outflow Liquidity Coverage Ratio (NSFR) Total Available Stable Funding 3.662,652,846 3.226 Total Required Stable Funding 2.328	1.50%
Minimum capital requirements prescribed by the SBP 9.00% CET1 minimum ratio (%) 10.50% Tier 1 minimum ratio (%) 10.50% Total capital minimum ratio (%) 13.00% Leverage Ratio (LR) 254,940,360 222 Eligible Tier-1 Capital 254,940,360 222 Total Exposures 6,051,004,132 5,292 Leverage Ratio (%) 4.21% 4.21% Minimum Requirement (%) 3.00% 5.292 Liquidity Coverage Ratio (LCR) Total Adjusted Va (Rupees in '000 Average Net Cash Outflow 675,157,355 632 Liquidity Coverage Ratio (%) 100.00% 5.273.40% Minimum Requirement (%) 100.00% 5.266,652,846 3.226 Total Available Stable Funding 3,662,652,846 3.226 Total Required Stable Funding 2,328,742,3	4.79%
CET1 minimum ratio (%) 9.00% Tier 1 minimum ratio (%) 10.50% Total capital minimum ratio (%) 13.00% Leverage Ratio (LR) 254,940,360 222 Eligible Tier-1 Capital 254,940,360 222 Total Exposures 6,051,004,132 5,292 Leverage Ratio (%) 4.21% 4.21% Minimum Requirement (%) 3.00% 4.21% Average High Quality Liquid Assets 1,845,912,119 1,609 Average Net Cash Outflow 675,157,355 632 Liquidity Coverage Ratio (%) 273.40% 100.00% Minimum Requirement (%) 100.00% 100.00% Minimum Requirement (%) 3,662,652,846 3,226 Total Available Stable Funding 3,662,652,846 3,226 Total Required Stable Funding 2,328,742,374 2,174	
Eligible Tier-1 Capital 254,940,360 222 Total Exposures 6,051,004,132 5,292 Leverage Ratio (%) 3.00% 4.21% Minimum Requirement (%) 3.00% 5.292 Liquidity Coverage Ratio (LCR) Total Adjusted Va (Rupees in '000 Average High Quality Liquid Assets 1,845,912,119 1,603 Average Net Cash Outflow 675,157,355 632 Liquidity Coverage Ratio (%) 273.40% 5.273,40% Minimum Requirement (%) 100.00% 5.292 Net Stable Funding Ratio (NSFR) Total Available Stable Funding 3,662,652,846 3,225 Total Required Stable Funding 2,328,742,374 2,171	9.00% 10.50% 13.00%
Total Exposures 6,051,004,132 5,292 Leverage Ratio (%) 4.21% 4.21% Minimum Requirement (%) 3.00% 70tal Adjusted Va Liquidity Coverage Ratio (LCR) Total Adjusted Va Rupees in '000 Average High Quality Liquid Assets 1,845,912,119 1,609 Average Net Cash Outflow 675,157,355 632 Liquidity Coverage Ratio (%) 273.40% 100.00% Minimum Requirement (%) 100.00% Total Weighted Va (Rupees in '000 Net Stable Funding Ratio (NSFR) 3,662,652,846 3,225 Total Available Stable Funding 3,662,652,846 3,225 Total Required Stable Funding 3,662,652,846 3,225 Total Required Stable Funding 3,662,652,846 3,225	
Liquidity Coverage Ratio (LCR)Total Adjusted Va (Rupees in '000Average High Quality Liquid Assets1,845,912,1191,609Average Net Cash Outflow675,157,355632Liquidity Coverage Ratio (%)273.40%273.40%Minimum Requirement (%)100.00%100.00%Total Weighted Va (Rupees in '000Net Stable Funding Ratio (NSFR)3,662,652,8463,225Total Available Stable Funding3,662,652,8463,225Total Required Stable Funding2,328,742,3742,171	222,345,187 5,292,442,000 <u>4.20%</u>
Liquidity Coverage Ratio (LCR)(Rupees in '000Average High Quality Liquid Assets1,845,912,1191,609Average Net Cash Outflow675,157,355632Liquidity Coverage Ratio (%)273.40%273.40%Minimum Requirement (%)100.00%100.00%Total Weighted Va (Rupees in '000Net Stable Funding Ratio (NSFR)3,662,652,8463,225Total Available Stable Funding3,662,652,8463,225Total Required Stable Funding2,328,742,3742,171	3.00%
Average Net Cash Outflow 675,157,355 632 Liquidity Coverage Ratio (%) 273.40% 273.40% Minimum Requirement (%) 100.00% 100.00% Total Weighted Va (Rupees in '000 Net Stable Funding Ratio (NSFR) Total Available Stable Funding 3,662,652,846 3,225 Total Required Stable Funding 2,328,742,374 2,171	
Total Weighted Va (Rupees in '000Net Stable Funding Ratio (NSFR)Total Available Stable Funding3,662,652,8463,225Total Required Stable Funding2,328,742,3742,171	,609,446,790 632,560,916 254.43%
Net Stable Funding Ratio (NSFR)(Rupees in '000Total Available Stable Funding3,662,652,8463,225Total Required Stable Funding2,328,742,3742,171	100.00%
Net Stable Funding Ratio (%) 157.28%	'000) 3,225,111,950 2,171,559,048
	148.52%
Minimum Requirement (%) 100.00%	100.00%

36 ISLAMIC BANKING BUSINESS

The Bank operates 330 (December 31, 2022: 294) Islamic Banking branches and 578 (December 31, 2022: 573) Islamic Banking windows.

STATEMENT OF FINANCIAL POSITION	Note	(Unaudited) September 30, 2023	(Audited) December 31, 2022	
ASSETS		(Rupees in '000)		
Cash and balances with treasury banks Balances with other banks Due from financial institutions		49,382,729 673,772 14,961,000	17,497,223 451,114 -	
Investments Islamic financing and related assets - net	36.1 36.2	201,136,604 203,334,482	183,654,832 223,974,766	
Fixed assets Intangible assets		12,268,258 41,993	6,497,224 30,066	
Due from Head Office Deferred tax assets Other assets		- 1,880,922 30,456,380	257,428 1,160,304 8,653,602	
		514,136,140	442,176,559	
LIABILITIES Bills pourble		41,111	20,267	
Bills payable Due to financial institutions	36.3	50,520,590	74,694,404	
Deposits and other accounts	36.4	380,238,348	319,883,948	
Due to Head Office		15,157,819	-	
Subordinated debt		-	-	
Deferred tax liabilities Other liabilities		- 27,357,718	- 15,693,460	
Other habilities		473,315,586	410,292,079	
NET ASSETS		40,820,554	31,884,480	
REPRESENTED BY				
Islamic Banking Fund Reserves		500,000	500,000 -	
Deficit on revaluation of investments - net of tax		(1,957,695)	(1,538,078)	
Unappropriated profit	36.5	42,278,249 40,820,554	32,922,558 31,884,480	
Contingencies and commitments	36.6	40,020,334	31,004,400	
	00.0	(Unau For the nine mo	idited) onths ended	
		September 30, 2023	September 30, 2022	
PROFIT AND LOSS ACCOUNT		(Rupees	s in '000)	
Profit / return earned	36.7	53,122,249	32,564,590	
Profit / return expensed	36.8	30,443,179	20,453,330	
Net profit / return		22,679,070	12,111,260	
Other income Fee and commission income		1,323,547	795,573	
Dividend income Foreign exchange income		- 734,507	461,163	
Income from derivatives Gain on securities - net		- 5,592	- 77,552	
Others		-	537	
Total other income		2,063,646	1,334,825	
Total income Other expenses		24,742,710	13,446,085	
Operating expenses		6,270,802	4,933,817	
Workers' Welfare Fund		367,195	149,426	
Other charges		220	168,332	
Total other expenses		6,638,217	5,251,575	
Profit before provisions (Reversal) / provisions and write offs - net		18,104,499	8,194,510	
		(255 250)	1 133 060	
		(255,259) 18.359.758	1,133,960 7.060.550	
Profit before taxation Taxation		(255,259) 18,359,758 8,996,281	1,133,960 7,060,550 3,459,670	
Profit before taxation		18,359,758	7,060,550	

36.1	Investments by type		September 30	0, 2023 (Unaudited)		
		Cost / amortised cost	Provision for diminution	Surplus / (deficit)	Carrying value	
			(Rupees	s in '000)		
	Held-for-trading (HFT) securities Federal Government securities - Ijarah Sukuk	660	-	4	664	
	Available-for-sale (AFS) securities Federal Government securities					
	 Ijarah Sukuk Other Federal Government securities 	141,862,290 6,764,725	-	(3,893,848) -	137,968,442 6,764,725	
	Non-Government debt securities - Listed	45,172,712	-	57,208	45,229,920	
	- Unlisted	1,401,000 195,200,727		(1,977) (3,838,617)	1,399,023 191,362,110	
	Held-to-maturity (HTM) securities Non-Government debt securities - Unlisted	9.773.830	_	_	9,773,830	
				(0.000.010)		
	Total Investments	204,975,217		(3,838,613)	201,136,604	
				1, 2022 (Audited)		
		Cost / amortised cost	Provision for diminution	Surplus / (deficit)	Carrying value	
	Available for cale (AES) accurities		(Rupees	s in '000)		
	Available-for-sale (AFS) securities Federal Government securities					
	- Ijarah Sukuk - Other Federal Government securities	125,360,260 4,686,060	-	(2,772,531) -	122,587,729 4,686,060	
	Non-Government debt securities -Listed	45,943,545	_	57,829	46,001,374	
	-Unlisted	1,401,000	-	16,320	1,417,320	
	Held-to-maturity (HTM) securities	177,390,865	-	(2,698,382)	174,692,483	
	Non-Government debt securities					
	- Unlisted	8,962,349	-	-	8,962,349	
	Total Investments	186,353,214	-	(2,698,382)	183,654,832	
				(Unaudited) September 30, 2023	(Audited) December 31, 2022	
36.2	Islamic financing and related assets - net			(Rupees	; in '000)	
	Diminishing Musharakah			93,166,006	94,643,200	
	Running Musharakah Wakalah			46,874,412 14,868,698	57,261,410 14,541,328	
	ljarah			2,960,715	2,294,057	
	Murabaha Currency Salam			1,872,590 696,066	3,791,439	
	Tijarah			1,776,849	2,887,334	
	Istisna			1,103,318	1,994,354	
	Musawamah Advance for Diminishing Musharakah			2,434,880 3,494,562	777,472 5,364,119	
	Advance for Ijarah			4,058,233	3,599,862	
	Advance for Murabaha			3,662,313	5,546,361	
	Advance for Salam Advance for Istisna			- 13,883,918	2,029,702 13,169,142	
	Advance for Musawamah			1,856,753	3,856,574	
	Inventories against Murabaha Inventories against Tijarah			6,344,176 3,361,917	5,410,563 5,427,552	
	Inventories against Tjaran			3,141,558	3,853,373	
	Islamic financing and related assets - gross			205,556,964	226,447,842	
	Provision against Islamic financing and related assets - Specific - General			(1,101,637) (1,120,845)	(1,376,081) (1,096,995)	
	- Ushciai			(2,222,482)	(2,473,076)	
	Islamic financing and related assets - net of provision			203,334,482	223,974,766	

For the	nine months ended September 30, 2023			
36.3	Due to financial institutions		(Unaudited) September 30, 2023	(Audited) December 31, 2022
			(Rupees	s in '000)
	Unaccurred acceptaneous of funda			10,000,000
	Unsecured acceptances of funds Acceptances from the SBP under:		-	19,000,000
	- Islamic export refinance scheme		19,341,548	19,931,491
	- Islamic export refinance scheme bill discounting		374,490	-
	- Islamic long term financing facility		6,673,811	7,183,674
	- Islamic financing facility for renewable energy power plants		698,748	693,399
	 Islamic refinance facility for modernization of Small & Medium Enterprises (SMEs) Islamic refinance and credit guarantee scheme for women entrepreneurs 		2,073	129,838 5,720
	- Financing facility for storage of agricultural produce		303,469	-
	- Islamic refinance facility for combating COVID-19		389,298	143,564
	- Islamic temporary economic refinance facility		2,521,317	2,749,061
	- Secured Mudarbah Agreement		20,215,836	24,689,405
	Acceptances from Pakistan Mortgage Refinance Company		50,520,590	<u>168,252</u> 74,694,404
			30,320,330	74,004,404
36.4	Deposits and other accounts			
	Customers			
	Current deposits		98,068,298	85,498,743
	Savings deposits Term deposits		216,993,665 26,478,435	161,990,175 24,836,049
			341,540,398	272,324,967
	Financial Institutions		0.1,0.0,000	
	Current deposits		2,911	414,372
	Savings deposits		37,931,393	47,142,963
	Term deposits		763,646 38,697,950	1,646 47,558,981
			380,238,348	319,883,948
00 5	Jelewie Deuling husinges unequinited qualit		000,200,010	0.0,000,0.0
36.5	Islamic Banking business unappropriated profit Opening Balance		32,922,558	27,194,762
	Add: Islamic Banking profit for the period / year		18,359,758	11,236,017
	Less: Taxation		(8,996,281)	(5,505,648)
	Less: Transferred / Remitted to Head Office		(7,786)	(2,573)
	Closing Balance		42,278,249	32,922,558
36.6	Contingencies and commitments			
	-			
	- Performance Guarantees		4,066,142	2,862,623
	- Commitments	36.6.1	<u>63,318,057</u> 67,384,199	31,705,993 34,568,616
			07,304,199	34,300,010
36.6.1	Commitments			
	Trade-related contingent liabilities		39,277,661	26,704,850
	Commitments in respect of forward foreign exchange contracts	36.6.1.1	24,040,396	5,001,143
			63,318,057	31,705,993
36.6.1.	Commitments in respect of forward foreign exchange contracts			
	Purchase		12,104,958	2,405,370
	Sale		11,935,438	2,595,773
			24,040,396	5,001,143
			(Unau For the pipe r	
36.7	Profit / return earned		For the nine r September 30,	September 30,
50.7			2023	2022
				s in '000)
			(
	On: Financing		26,412,923	15,049,252
	Financing Investments		25,713,085	16,868,822
	Amounts due from financial institutions		996,241	646,516
			53,122,249	32,564,590

		•	idited) nonths ended
36.8	Profit / return expensed	September 30, 2023	September 30, 2022
		(Rupees	s in '000)
	On:		
	Deposits and other accounts	20,874,291	14,771,996
	Amounts due to financial institutions	8,662,303	5,388,716
	Foreign currency deposits for Wa'ad based transactions	4,842	13,132
	Lease liability against right-of-use assets	901,743	279,486
		30,443,179	20,453,330

37 NON-ADJUSTING EVENTS AFTER THE BALANCE SHEET DATE

37.1 The Board of Directors, in its meeting held on October 25, 2023, has declared a cash dividend of Rs 2.25 per share in respect of the quarter ended September 30, 2023 (September 30, 2022: Rs 1.50 per share). These condensed interim consolidated financial statements do not include the effect of this appropriation which will be accounted for subsequent to the period end.

38 DATE OF AUTHORISATION FOR ISSUE

These condensed interim consolidated financial statements were authorised for issue in the Board of Directors meeting held on October 25, 2023.

39 GENERAL

39.1 Comparative figures have been re-arranged and reclassified for comparison purposes.

Director

Director



CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

For the nine months ended September 30, 2023

Habib Bank Limited Condensed Interim Unconsolidated Statement of Financial Position As at September 30, 2023

	Note	(Unaudited) September 30, 2023	(Audited) December 31, 2022	
		(Rupees in '000)		
ASSETS				
Cash and balances with treasury banks	5	488,440,866	257,368,084	
Balances with other banks	6	39,875,159	31,319,141	
Lendings to financial institutions	7	219,213,353	254,593,287	
Investments	8	2,454,618,353	1,882,075,268	
Advances	9	1,580,831,373	1,622,607,447	
Fixed assets	10	133,945,832	109,326,287	
Intangible assets	11	12,947,305	11,840,205	
Deferred tax assets	12	23,552,607	16,939,758	
Other assets	13	239,854,706	169,027,440	
		5,193,279,554	4,355,096,917	
LIABILITIES				
Bills payable	14	52,423,100	51,676,520	
Borrowings	15	798,335,956	579,004,938	
Deposits and other accounts	16	3,716,407,416	3,234,176,418	
Liabilities against assets subject to finance lease		-	-	
Subordinated debt	17	18,874,000	18,874,000	
Deferred tax liabilities	12	_	-	
Other liabilities	18	297,413,648	217,589,525	
		4,883,454,120	4,101,321,401	
NET ASSETS		309,825,434	253,775,516	
REPRESENTED BY				
Shareholders' equity				
Share capital		14,668,525	14,668,525	
Reserves		85,480,140	71,735,697	
Surplus on revaluation of assets - net of tax	19	12,992,630	1,984,774	
Unappropriated profit		196,684,139	165,386,520	
		309,825,434	253,775,516	
CONTINGENCIES AND COMMITMENTS	20			

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

Director

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Director

Habib Bank Limited Condensed Interim Unconsolidated Profit and Loss Account (Unaudited) For the nine months ended September 30, 2023

	Note	January 01 to September 30, 2023	January 01 to September 30, 2022 (Rupees ir	July 01 to September 30, 2023 1 '000)	2022
Mark-up / return / profit / interest earned	22	479,819,379	290,012,963	179,635,207	114,680,667
Mark-up / return / profit / interest expensed	23	315,537,127	182,837,778	118,885,209 60,749,998	75,194,105
Net mark-up / return / profit / interest inco	ome	164,282,252	107,175,185	60,749,996	39,486,562
Non mark-up / interest income					
Fee and commission income	24	26,908,502	19,986,361	9,489,747	6,785,545
Dividend income		3,027,681	1,216,515	225,777	394,203
Foreign exchange (loss) / income - dome	estic	(5,162,034)	2,161,056	(866,270)	(415,095)
Foreign exchange income - international		1,399,621	2,201,068	146,918	1,035,106
Foreign exchange income - unrealised g	ain				
/ (loss) related to derivatives		4,544,399	5,463,820	(1,239,637)	2,864,385
(Loss) / gain from derivatives		(3,140,330)	(3,412,516)	2,011,230	(2,318,240)
(Loss) / gain on securities - net	25	(325,450)	687,309	(112,741)	211,537
Other income	26	9,883,533	358,670	226,162	116,972
Total non mark-up / interest income		37,135,922	28,662,283	9,881,186	8,674,413
Total income		201,418,174	135,837,468	70,631,184	48,160,975
Non mark-up / interest expenses					
Operating expenses	27	110,496,644	80,482,078	39,464,922	28,141,337
Workers' Welfare Fund	21	1,661,993	1,030,352	597,715	380,926
Other charges	28	82,090	450,995	5,610	8,682
Total non mark-up / interest expense	-	112,240,727	81,963,425	40,068,247	28,530,945
			01,000,120	10,000,211	20,000,010
Profit before provisions and taxation		89,177,447	53,874,043	30,562,937	19,630,030
Provisions and write offs - net	29	6,159,440	2,355,915	840,419	527,478
Profit before taxation		83,018,007	51,518,128	29,722,518	19,102,552
Taxation	30	40,200,911	29,819,141	14,616,755	8,915,936
Profit after taxation		42,817,096	21,698,987	15,105,763	10,186,616
			(Rup	oees)	
Basic and diluted earnings per share	31	29.19	14.79	10.30	6.94

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

President and Chief Executive Officer Chief Financial Officer

Director

Director

Habib Bank Limited Condensed Interim Unconsolidated Statement of Comprehensive Income (Unaudited) For the nine months ended September 30, 2023

	January 01 to September 30, 2023	January 01 to September 30, 2022 (Rupees in	July 01 to September 30, 2023 '000)	2022
		(,	
Profit after taxation for the period	42,817,096	21,698,987	15,105,763	10,186,616
Other comprehensive income / (loss)				
Items that may be reclassified to the profit and loss account in subsequent periods				
Effect of translation of net investment in foreigr branches - net of tax	9,462,733	1,973,175	(506,713)	1,070,809
Movement in surplus / deficit on revaluation of investments - net of tax	(4,532,615)	(20,118,839)	2,368,380	(3,797,309)
Items that are not to be reclassified to the p and loss account in subsequent periods	rofit			
Remeasurement gain on defined benefit obligations - net of tax	-	209,435	-	-
Movement in surplus / deficit on revaluation of assets / non-banking - net of tax	fixed 15,636,967	(201,262)	9,418	-
Transferred from surplus on revaluation of non-banking assets - net of tax		79,789	-	79,789
Transferred to surplus on revaluation of fixed assets - net of tax		(79,789)	-	(79,789)
Total comprehensive income	63,384,181	3,561,496	16,976,848	7,460,116

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

Habib Bank Limited Condensed Interim Unconsolidated Statement of Changes In Equity (Unaudited) For the nine months ended September 30, 2023

Balance as at December 31, 2021 Comprehensive income for the nine months ended September 30, 20 Profit after taxation for the nine months ended September 30, 2022 Other comprehensive income / (loss) Effect of translation of net investment in foreign branches - net of tax Remeasurement gain on defined benefit obligations - net of tax Movement in surplus / deficit on revaluation of assets - net of tax Transferred to statutory reserve Transferred from surplus on revaluation of assets - net of tax Transferred from surplus on revaluation of assets - net of tax Transferred from surplus on revaluation of assets - net of tax Transferred from surplus on revaluation of assets - net of tax	Share capital 14,668,525 22 - -	Statutory 40,043,376	Reserves Cap Exchange Translation 29,088,178	Non - distributable	Surplus / (revalua Investments pees in '000) (2,045,362)	tion of Fixed / Non- banking assets	Unappropriated profit 148,392,471	Total
Comprehensive income for the nine months ended September 30, 20 Profit after taxation for the nine months ended September 30, 2022 Other comprehensive income / (loss) Effect of translation of net investment in foreign branches - net of tax Remeasurement gain on defined benefit obligations - net of tax Movement in surplus / deficit on revaluation of assets - net of tax Transferred to statutory reserve Transferred from surplus on revaluation of assets - net of tax Transactions with owners, recorded directly in equity	14,668,525		Exchange Translation	Non - distributable (Ruj	Investments bees in '000)	Fixed / Non- banking assets	profit	
Comprehensive income for the nine months ended September 30, 20 Profit after taxation for the nine months ended September 30, 2022 Other comprehensive income / (loss) Effect of translation of net investment in foreign branches - net of tax Remeasurement gain on defined benefit obligations - net of tax Movement in surplus / deficit on revaluation of assets - net of tax Transferred to statutory reserve Transferred from surplus on revaluation of assets - net of tax Transferred from surplus on revaluation of assets - net of tax	14,668,525		Translation	distributable	pees in '000)	banking assets	profit	
Comprehensive income for the nine months ended September 30, 20 Profit after taxation for the nine months ended September 30, 2022 Other comprehensive income / (loss) Effect of translation of net investment in foreign branches - net of tax Remeasurement gain on defined benefit obligations - net of tax Movement in surplus / deficit on revaluation of assets - net of tax Transferred to statutory reserve Transferred from surplus on revaluation of assets - net of tax Transactions with owners, recorded directly in equity		40,043,376	29,088,178				148,392,471	257 029 040
Comprehensive income for the nine months ended September 30, 20 Profit after taxation for the nine months ended September 30, 2022 Other comprehensive income / (loss) Effect of translation of net investment in foreign branches - net of tax Remeasurement gain on defined benefit obligations - net of tax Movement in surplus / deficit on revaluation of assets - net of tax Transferred to statutory reserve Transferred from surplus on revaluation of assets - net of tax Transferred from surplus on revaluation of assets - net of tax		40,043,376	29,088,178	547,115	(2,045,362)	27,234,607	148,392,471	257 000 040
Profit after taxation for the nine months ended September 30, 2022 Other comprehensive income / (loss) Effect of translation of net investment in foreign branches - net of tax Remeasurement gain on defined benefit obligations - net of tax Movement in surplus / deficit on revaluation of assets - net of tax Transferred to statutory reserve Transferred from surplus on revaluation of assets - net of tax Transactions with owners, recorded directly in equity	<u>22</u> - - -	-	-					257,928,910
Effect of translation of net investment in foreign branches - net of tax Remeasurement gain on defined benefit obligations - net of tax Movement in surplus / deficit on revaluation of assets - net of tax Transferred to statutory reserve Transferred from surplus on revaluation of assets - net of tax Transactions with owners, recorded directly in equity	-			-	-	-	21,698,987	21,698,987
Transferred from surplus on revaluation of assets - net of tax Transactions with owners, recorded directly in equity	-	-	1,973,175	- -	(20,118,839)	(201,262)	209,435	1,973,175 209,435 (20,320,101)
Transferred from surplus on revaluation of assets - net of tax Transactions with owners, recorded directly in equity	-	-	1,973,175	-	(20,118,839)	(201,262)	21,908,422	3,561,496
Transactions with owners, recorded directly in equity	-	2,169,899	-	-	-	- (43,709)	(2,169,899) 43,709	-
	-	-	-	-	-	(43,709)	43,709	-
Final cash dividend - Rs 2.25 per share declared subsequent to the year ended December 31, 2021 1st interim cash dividend - Rs 2.25 per share 2nd interim cash dividend - Rs 1.50 per share	-	-	- -	- - -	- - -	-	(3,300,418) (3,300,418) (2,200,279)	(3,300,418) (3,300,418) (2,200,279)
	-	-	-	-	-	-	(8,801,115)	(8,801,115)
Balance as at September 30, 2022	14,668,525	42,213,275	31.061.353	547.115	(22,164,201)	26,989,636	159,373,588	252,689,291
Comprehensive income for the three months ended December 31, 20		42,213,275	51,001,555	547,115	(22,104,201)	20,909,030	139,373,366	232,009,291
Profit after taxation for the three months ended December 31, 2022	-	-	-	-	-	-	9,168,016	9,168,016
Other comprehensive income / (loss) Effect of translation of net investment in foreign branches - net of tax Remeasurement loss on defined benefit obligations - net of tax Movement in surplus / deficit on revaluation of assets - net of tax	- - -	- -	(3,002,847) - -	- -	- - (2,856,941)	- - 30,850	(52,574)	(3,002,847) (52,574) (2,826,091)
	-	-	(3,002,847)	-	(2,856,941)	30,850	9,115,442	3,286,504
Transferred to statutory reserve	-	916,801	-	-	-	-	(916,801)	-
Transferred from surplus on revaluation of assets - net of tax	-	-	-	-	-	(14,570)	14,570	-
Transactions with owners, recorded directly in equity 3rd interim cash dividend - Rs 1.50 per share	-	-	-	-	-	-	(2,200,279)	(2,200,279)
Balance as at December 31, 2022	14,668,525	43,130,076	28,058,506	547,115	(25,021,142)	27,005,916	165,386,520	253,775,516
Comprehensive income for the nine months ended September 30, 20	23							
Profit after taxation for the nine months ended September 30, 2023	-	-	-	-	-	-	42,817,096	42,817,096
Other comprehensive income / (loss) Effect of translation of net investment in foreign branches - net of tax Movement in surplus / deficit on revaluation of assets - net of tax	-	-	9,462,733	-	- (4,532,615)	- 15,636,967	-	9,462,733 11,104,352
	-	-	9,462,733	-	(4,532,615)	15,636,967	42,817,096	63,384,181
Transferred to statutory reserve	-	4,281,710		-	-	-	(4,281,710)	-
Transferred from surplus on revaluation of assets - net of tax	-	-	-	-	-	(96,496)	96,496	-
Transactions with owners, recorded directly in equity Final cash dividend - Rs 1.50 per share declared subsequent								
to the year ended December 31, 2022	-	-	-	-	-	-	(2,200,279)	(2,200,279)
1st interim cash dividend - Rs 1.50 per share	-	-	-	-	-	-	(2,200,279)	(2,200,279)
2nd interim cash dividend - Rs 2.00 per share	-	-	-	-	-	-	(2,933,705)	(2,933,705)
	-	-	-	-	-	-	(7,334,263)	(7,334,263)
Balance as at September 30, 2023	14,668,525	47,411,786	37,521,239	547,115	(29,553,757)	42,546,387	196,684,139	309,825,434

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

President and	Chief Financial Officer	Director	Director	Director
Chief Executive Officer				

Habib Bank Limited Condensed Interim Unconsolidated Cash Flow Statement (Unaudited) For the nine months ended September 30, 2023

For the nine months ended September 30, 2023		
	January 01 to September 30, 2023	January 01 to September 30, 2022
	(Rupees	-
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	83,018,007	51,518,128
Dividend income	(3,027,681)	(1,216,515)
Mark-up / return / profit / interest expensed on subordinated debt	3,126,563 83,116,889	<u>1,307,766</u> 51,609,379
Adjustments:	05,110,005	51,009,579
Depreciation	6,624,825	5,147,845
Amortisation	1,482,463	1,249,545
Depreciation on right-of-use assets	2,848,085	2,402,757
Mark-up / return / profit / interest expensed on lease liabilities	2,756,769	2,099,628
Provision for diminution in value of investments	1,085,470	637,711
Provision against loans and advances Provision against other assets	4,862,098 976,864	1,893,867 861,478
Reversal of provision against off-balance sheet obligations	(108,955)	(584,066)
Unrealised loss on held-for-trading securities	45,071	27,650
Gain on derecognition of joint venture	(9,333,221)	-
Gain on sale of fixed assets - net	(80,826)	(29,135)
Workers' Welfare Fund	1,661,993	1,030,352
	12,820,636	14,737,632
	95,937,525	66,347,011
Decrease / (increase) in operating assets	25 270 024	
Lendings to financial institutions	35,379,934 14,473,917	(21,187,795) 112,338,192
Held-for-trading securities Advances	36,913,976	(182,063,535)
Other assets (excluding advance taxation)	(77,636,774)	(43,147,454)
	9,131,053	(134,060,592)
Increase / (decrease) in operating liabilities		
Bills payable	746,580	2,128,571
Borrowings from financial institutions	219,331,018	144,279,432
Deposits and other accounts	482,230,998	(28,884,400)
Other liabilities	77,785,129	60,390,678
	780,093,725 885,162,303	<u> </u>
Income tax paid	(37,195,950)	(22,006,673)
Net cash flows generated from operating activities	847,966,353	88,194,027
CASH FLOWS FROM INVESTING ACTIVITIES	0.11,000,000	00,101,021
Net investment in available-for-sale securities	(554,532,955)	(104,545,963)
Net investment in held-to-maturity securities	(34,875,279)	9,711,064
Net investment in subsidiaries	(1,000,000)	(4,286,993)
Net investment in associates	183,742	2,178,957
Dividend received	3,007,875	1,388,982
Investments in fixed assets	(10,983,825)	(11,543,836)
Investments in intangible assets	(2,496,936)	(5,917,497)
Proceeds from sale of fixed assets	125,242	42,904
Effect of translation of net investment in foreign branches - net of tax	9,462,733	1,973,175
Net cash flows used in investing activities	(591,109,403)	(110,999,207)
CASH FLOWS FROM FINANCING ACTIVITIES	(0, (, (, (, 0, 0)))	(1,000,1,17)
Payment of mark-up on subordinated debt	(3,141,024)	(1,302,145)
Payment of lease liability against right-of-use assets	(3,185,734) (10,901,392)	(3,126,275) (7,417,723)
Dividend paid Net cash flows used in financing activities	(17,228,150)	(11,846,143)
Increase / (decrease) in cash and cash equivalents during the period	239,628,800	(34,651,323)
	· · ·	,
Cash and cash equivalents at the beginning of the period	288,384,257	421,808,267
Effect of exchange rate changes on cash and cash equivalents	<u>302,968</u> 288,687,225	19,896,801 441,705,068
Cash and cash equivalents at the end of the period	528,316,025	407,053,745
The annexed notes 1 to 39 form an integral part of these condensed interim unconsolidated financial	statements.	

Director

1 STATUS AND NATURE OF BUSINESS

Habib Bank Limited (the Bank) is incorporated in Pakistan and is engaged in commercial banking services in Pakistan and overseas. The Bank's registered office is at Habib Bank Tower, 9th Floor, Jinnah Avenue, Blue Area, Islamabad and its principal office is at HBL Tower, Plot # G-4, KDA Scheme 5, Block 7, Clifton, Karachi. The Bank's shares are listed on the Pakistan Stock Exchange. The Bank operates 1,726 (December 31, 2022: 1,714) branches inside Pakistan including 330 (December 31, 2022: 294) Islamic Banking Branches and 31 (December 31, 2022: 32) branches outside the country including in the Karachi Export Processing Zone (KEPZ).

The Aga Khan Fund for Economic Development S.A. (AKFED) is the parent company of the Bank and its registered office is in Geneva, Switzerland. During the period, AKFED has purchased 81,873,094 shares of the Bank from the market. As a result its shareholding in the Bank has increased from 51.00% to 56.58%.

- 1.1 The Bank had commenced an orderly winding down of its operations in Afghanistan and banking operations were ceased on June 10, 2019. The remaining formalities required for closure are in progress.
- 1.2 The Bank has decided to exit its operations in Mauritius and is considering various options regarding the same.
- 1.3 The Bank has commenced an orderly wind-down of its Lebanon operations. Formalities for completion of the wind-down are underway.
- 1.4 After obtaining approval from the Central Bank of Oman for the deregistration of its Oman operations, the Bank has commenced an orderly and phase wise exit.
- 1.5 Himalayan Bank Limited, Nepal (HBLN), which was previously recognized as a Joint Venture, has acquired Civil Bank Limited, Nepal with effect from February 24, 2023, by issuing new shares as consideration. As a result, the shareholding of the Bank in HBLN has been diluted from 20.00% to 12.93%. Accordingly, HBLN is now classified as an available for sale investment.
- 1.6 During the period, the Bank has subscribed to 100 million Rights shares issued by HBL Microfinance Bank Limited (HBL MfB). Post acquisition, the Bank's shareholding in HBL MfB has increased from 76.42% to 79.92%.

2 BASIS OF PRESENTATION

2.1 STATEMENT OF COMPLIANCE

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

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

Whenever the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 or the directives issued by the SBP and the SECP differ from 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 The disclosures made in these condensed interim unconsolidated financial statements have been limited based on the format prescribed by the SBP vide BPRD Circular Letter No. 05 dated March 22, 2019 and IAS 34. These condensed interim unconsolidated financial statements do not include all the information and disclosures required for annual consolidated financial statements and should be read in conjunction with the unconsolidated financial statements for the year ended December 31, 2022.

2.3 Amendments to existing accounting and reporting standards that have become effective in the current year

There are certain new standards and interpretations of and amendments to existing accounting and reporting standards that have become applicable to the Bank for accounting periods beginning on or after January 1, 2023. These are considered either to not be relevant or not to have any significant impact on the Bank's financial statements.

2.4 New standards and amendments to existing accounting and reporting standards that are not yet effective

As per the SBP's BPRD Circular Letter No. 07 dated April 13, 2023, the applicability of IFRS 9, Financial Instruments has been deferred to accounting periods beginning on or after January 01, 2024. The impact of the application of IFRS 9 in Pakistan on the Bank's financial statements is being assessed.

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

2.5 Critical accounting estimates and judgements

The basis for accounting estimates adopted in the preparation of these condensed interim unconsolidated financial statements is the same as that applied in the preparation of the unconsolidated financial statements for the year ended December 31, 2022, except for the following:

During the period, the Bank has revised its estimate of the useful life of vehicles used in the UAE business from 10 years to 5 years. This revision has been accounted for as a change in accounting estimate in accordance with the requirements of IAS 8 and accordingly, has been recognised prospectively in the unconsolidated profit and loss account.

The effect of this change on depreciation expense in the current period and the next corresponding period is as follows:

	January 01 to September 30, 2024	January 01 to September 30, 2023
	(Rupees	s in '000)
Increase in other operating expenses - depreciation	8,518	8,518

3 SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of these condensed interim unconsolidated financial statements are consistent with those followed in the preparation of the unconsolidated financial statements for the year ended December 31, 2022.

4 FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Bank are consistent with those disclosed in the unconsolidated financial statements for the year ended December 31, 2022.

5	CASH AND BALANCES WITH TREASURY BANKS	(Unaudited) September 30, 2023	(Audited) December 31, 2022
		(Rupee	s in '000)
	In hand		
	Local currency	61,840,140	71,656,001
	Foreign currencies	10,563,006	7,193,966
		72,403,146	78,849,967
	With State Bank of Pakistan in		
	Local currency current accounts	176,952,423	107,551,161
	Foreign currency current accounts	13,003,963	292,436
	Foreign currency deposit accounts	25,971,665	655,439
		215,928,051	108,499,036
	With other Central Banks in		
	Foreign currency current accounts	38,407,400	32,490,538
	Foreign currency deposit accounts	45,560,423	35,609,011
		83,967,823	68,099,549
	With National Bank of Pakistan in local currency current accounts	115,803,324	1,757,957
	National Prize Bonds	338,522	161,575
		488,440,866	257,368,084
6	BALANCES WITH OTHER BANKS		
	In Pakistan		
	In current accounts	45,550	81,588
		10,000	01,000
	Outside Pakistan	40.004.400	40,450,700
	In current accounts	18,301,420	16,458,763
	In deposit accounts	21,528,189 39,829,609	14,778,790 31,237,553
		39,829,809	31,237,553
		39,875,159	31,319,141
7	LENDINGS TO FINANCIAL INSTITUTIONS		
	Call money lendings	8,000,000	-
	Repurchase agreement lendings (reverse repo)	211,213,353	254,593,287
		219,213,353	254,593,287

7

INVESTMENTS	Note		September 30,	2023 (Unaudited)			December 31,	2022 (Audited)	
		Cost / amortised cost	Provision for diminution	Surplus / (deficit)	Carrying value	Cost / amortised cost	Provision for diminution	Surplus / (deficit)	Carrying value
Investments by type					(Rupe	es in '000)			
Held-for-trading (HFT) securities									
Federal Government securities									
- Market Treasury Bills		18,375,174	-	(30,161)	18,345,013	5,885,581	-	(7,865)	5,877,716
- Pakistan Investment Bonds		24,563,481	-	102,882	24,666,363	52,471,296	-	(85,104)	52,386,192
- Ijarah Sukuk		660	-	4	664	- , ,		(, -)	. ,, .
Shares									
- Listed companies		273,819	-	(8,683)	265,136	132		(42)	90
Foreign securities		,		()	,			. ,	
- Government debt securities		3,864,343	-	(109,113)	3,755,230	3,278,776	-	8,620	3,287,396
		47,077,477	-	(45,071)	47,032,406	61,635,785	-	(84,391)	61,551,394
Available-for-sale (AFS) securities									-
Federal Government securities									
- Market Treasury Bills		653,314,899	-	(764,617)	652,550,282	206,248,292	-	(363,332)	205,884,960
- Pakistan Investment Bonds		973,278,683	-	(44,738,313)	928,540,370	925,726,908	-	(29,334,463)	896,392,445
- Ijarah Sukuk		141,862,290	-	(3,893,848)	137,968,442	125,360,260	-	(2,772,531)	122,587,729
- Government of Pakistan US Dollar Bonds		21,033,877	(3,595,604)	(3,470,767)	13,967,506	18,895,230	(2,213,447)	(8,221,230)	8,460,553
- Other Federal Government securities		6,764,725	-	-	6,764,725	4,686,060	-	-	4,686,060
Shares									
- Listed companies		16,535,850	(1,562,578)	(2,509,965)	12,463,307	6,329,024	(2,097,873)	(242,961)	3,988,190
- Unlisted companies		5,372,623	(134,966)	-	5,237,657	5,372,623	(119,718)	-	5,252,905
Non-Government debt securities									
- Listed		52,713,443	(1,284,051)	(1,887,163)	49,542,229	52,253,137	(602,689)	(2,566,098)	49,084,350
- Unlisted		2,660,839	(413,232)	(20,352)	2,227,255	2,664,233	(413,232)	16,321	2,267,322
Foreign securities - Government debt securities									
		148,309,530	(2,163,771)	(797,085)	145,348,674	107,850,716	(1,672,462)	(582,189)	105,596,065
- Non-Government debt securities - Listed		4,345,021	(47,388)	(31,624)	4,266,009	4,541,314	(59,375)	(42,714)	4,439,225
- Equity securities - Unlisted		9,854	(239)	-	9,615	7,762	(197)	-	7,565
National Investment Unit Trust units		11,113	-	25,191	36,304	11,113	-	27,057	38,170
Real Estate Investment Trust units - Listed									
- Listed		55,000	-	14,000	69,000	55,000	-	13,200	68,200
Preference shares		1,575,000	-	-	1,575,000	1,575,000	-	-	1,575,000
- Listed				100.000	070 (00			170.000	
- Unlisted		744,400	-	126,000	870,400	744,400	-	172,200	916,600
- Onnated		354,985 2,028,942,132	(285,793) (9,487,622)	- (57,948,543)	69,192 1,961,505,967	354,985 1,462,676,057	(285,793) (7,464,786)	- (43,896,740)	69,192 1,411,314,531
Held-to-maturity (HTM) securities	8.2	2,020,0 12,102	(0,101,022)	(01,010,010)	1,001,000,001	1,102,010,0001	(1,101,100)	(10,000,110)	1,111,011,001
Federal Government securities									
- Market Treasury Bills		139,595,400		-	139,595,400	108,085,213		-	108,085,213
- Pakistan Investment Bonds		230,075,305		_	230,075,305	229,410,921		_	229,410,921
- Government of Pakistan US Dollar Bonds		5,387,701	(838,596)	-	4,549,105	4,307,651	(379,077)	-	3,928,574
Non-Government debt securities		-,,	(***,***)		.,,	.,,	(,)		-,,
- Listed		1,899,540	-	-	1,899,540	1,733,442	-	-	1,733,442
- Unlisted		19,407,639	-	-	19,407,639	17,300,182	-	-	17,300,182
Foreign securities									
- Government debt securities		13,870,867	-	-	13,870,867	14,365,073	-	-	14,365,073
- Non-Government debt securities									
- Listed		-	-	-	-	161,426	(15,712)	-	145,714
- Unlisted		310,835	(14,912)	-	295,923	308,100		-	308,100
		410,547,287	(853,508)	-	409,693,779	375,672,008	(394,789)	-	375,277,219
Investment in associates	8.2	7,238,353	(201,406)	-	7,036,947	7,422,095	-	-	7,422,095
Investment in subsidiary companies		29,349,254	-	-	29,349,254	26,510,029	-	-	26,510,029
		2,523,154,503	(10,542,536)	(57,993,614)	2,454,618,353	1,933,915,974	(7,859,575)	(43,981,131)	1,882,075,268

8.1.1	Investments given as collateral The market value of investments given as collateral against borrowings is as follows:	(Unaudited September 2023 (Ru	30,	(Audited) December 31, 2022 in '000)
	Federal Government securities			
	- Market Treasury Bills	88,906,7	790	76,758,133
	- Pakistan Investment Bonds	381,990,0	000	165,214,633
	- Ijarah Sukuk	21,074,8	300	25,479,600
	Foreign securities			
	Government debt securities	12,792,6	680	15,216,156
		504,764,2	270	282,668,522

8.2 The market value of investments classified as held-to-maturity and investment in listed associates and joint venture is as follows:

		September 30, 2023 (Unaudited)		December 31, 2	2022 (Audited)
		Book value	Market value	Book value	Market value
			(Rupees in '00	0)	
	- Investments classified as held-to-maturity	409,693,779	366,833,096	375,277,219	343,498,835
	- Investment in listed associates and joint venture	6,780,717	7,129,983	7,165,864	23,324,728
				(Unaudited) September 30, 2023	(Audited) December 31, 2022
8.3	Particulars of provision held against diminution in the value of investments			(Rupees	in '000)
	Opening balance			7,859,575	3,228,791
	Exchange adjustment			1,375,384	604,306
	Charge / (reversal)				
	Charge for the period / year			2,391,552	4,565,152
	Reversal for the period / year			(541,703)	(24,044)
	Reversal on disposal during the period / year			(764,379)	(689,400)
	Net charge			1,085,470	3,851,708
	Transferred in			222,107	67,880
	Other movement			-	106,890
	Closing balance			10,542,536	7,859,575
8.4	Particulars of provision against debt securities				
		(Unauc	dited)	(Aud	ited)
		September	30, 2023	December	r 31, 2022
		Non-Performing	Provision	Non-Performing	Provision

Cotomory of algorithm	Investments	Provision	Investments	Provision	
Category of classification	(Rupees in '000)				
Domestic					
Loss	413,232	413,232	413,232	413,232	
Overseas					
Overdue by:					
91 to 180 days	-	-	452,912	452,912	
181 days to 365 days	-	-	679,188	500,742	
>365 days	1,429,041	1,429,041	-	-	
	1,429,041	1,429,041	1,132,100	953,654	
Total	1,842,273	1,842,273	1,545,332	1,366,886	

8.4.1 In addition to the above, overseas branches hold a provision of Rs 6,515.280 million (December 31, 2022: Rs 3,989.107 million) against investment in accordance with the ECL requirements of IFRS 9.

			Performing		Non - perf	forming	Total			
			(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)		
9	ADVANCES	Note	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022		
				(Rupees in '000)						
	Loans, cash credits, running finances, etc.		1,242,045,104	1,314,811,542	73,603,534	72,548,664	1,315,648,638	1,387,360,206		
	Islamic financing and related assets	36.2	202,492,024	222,982,477	3,064,940	3,465,365	205,556,964	226,447,842		
	Bills discounted and purchased		141,617,320	86,852,316	9,832,366	8,760,951	151,449,686	95,613,267		
	Advances - gross		1,586,154,448	1,624,646,335	86,500,840	84,774,980	1,672,655,288	1,709,421,315		
	Provision against advances									
	- Specific	9.3	-	-	(75,806,604)	(74,638,423)	(75,806,604)	(74,638,423)		
	- General	9.3	(16,017,311)	(12,175,445)	-	-	(16,017,311)	(12,175,445)		
			(16,017,311)	(12,175,445)	(75,806,604)	(74,638,423)	(91,823,915)	(86,813,868)		
	Advances - net of provision		1,570,137,137	1,612,470,890	10,694,236	10,136,557	1,580,831,373	1,622,607,447		

9.1	Particulars of advances (gross)	(Unaudited) September 30, 2023 (Rupees	(Audited) December 31, 2022 in '000)
	In local currency	1,295,519,797	1,402,884,074
	In foreign currencies	377,135,491	306,537,241
		1,672,655,288	1,709,421,315

Advances include Rs 86,500.840 million (December 31, 2022: Rs 84,774.980 million) which have been placed under non-performing status as 9.2 detailed below:

•	(Audited) December 31, 2022		
Non - performing advances	Provision	Non - performing advances s in '000)	Provision
	· ·	,	
1,156,671	-	470,336	-
5,705,114	1,461,185	6,753,937	1,713,269
4,523,899	2,261,949	2,487,879	1,172,491
40,651,796	39,939,567	41,681,202	40,992,247
52,037,480	43,662,701	51,393,354	43,878,007
-	-	114,816	65,731
65,558	22,626	46,595	12,056
24,306	3,402	1,180,167	295,610
1,510,377	793,839	30,805	13,555
32,863,119	31,324,036	32,009,243	30,373,464
34,463,360	32,143,903	33,381,626	30,760,416
86,500,840	75,806,604	84,774,980	74,638,423
	September Non - performing advances 1,156,671 5,705,114 4,523,899 40,651,796 52,037,480 - 65,558 24,306 1,510,377 32,863,119 34,463,360	performing advances Provision	September 30, 2023 December Non - Provision performing advances

9.3 Particulars of provision against advances

	Note	(Unaudited) September 30, 2023			(Audited) December 31, 2022			
		Specific	General	Total	Specific	General	Total	
				(Rupees	in '000)			
Opening balance		74,638,423	12,175,445	86,813,868	69,086,372	9,569,507	78,655,879	
Exchange adjustment		7,837,550	841,921	8,679,471	6,837,158	669,003	7,506,161	
Charge for the period / year		6,537,111	3,591,956	10,129,067	6,803,855	2,844,306	9,648,161	
Reversal for the period / year		(4,674,958)	(592,011)	(5,266,969)	(4,767,741)	(907,371)	(5,675,112)	
Net charge against advances		1,862,153	2,999,945	4,862,098	2,036,114	1,936,935	3,973,049	
Charged off during the period / year-		((500,400)		()	
agriculture financing	9.5	(346,918)	-	(346,918)	(582,438)	-	(582,438)	
Written off during the period / year		(8,184,604)	-	(8,184,604)	(2,670,903)	-	(2,670,903)	
Transferred out		-	-	-	(67,880)	-	(67,880)	
Closing balance		75,806,604	16,017,311	91,823,915	74,638,423	12,175,445	86,813,868	

General provision includes provision amounting to Rs 3,563.219 million (December 31, 2022: Rs 3,307.203 million) against consumer finance 9.4 portfolio. General provision also includes Rs 4,545.923 million (December 31, 2022: Rs 3,539.973 million) pertaining to overseas advances to meet the requirements of the regulatory authorities of the respective countries in which the Bank operates. General provision also includes Rs 7,908.169 million (December 31, 2022: Rs 5,328.305 million) carried as a matter of prudence, on account of borrowers impacted by the currently stressed economic conditions.

These represent non-performing advances for agriculture financing which have been classified as loss, are fully provided and are in default for 9.5 more than 3 years. These non-performing advances have been charged off by extinguishing them against the provision held, in accordance with the SBP's Prudential Regulations for Agriculture Financing. This charge off does not, in any way, prejudice the Bank's right of recovery from these customers.

i or th		Note	(Unaudited) September 30, 2023	(Audited) December 31, 2022	
10	FIXED ASSETS		(Rupee	s in '000)	
	Capital work-in-progress	10.1	7,203,197	7,264,167	
	Property and equipment	10.4	126,742,635	102,062,120	
			133,945,832	109,326,287	
10.1	Capital work-in-progress				
	Civil works		1,241,261	2,478,945	
	Equipment		1,645,584	1,211,929	
	Advances to suppliers and contractors		4,316,352	3,573,293	
			7,203,197	7,264,167	
10.2	.2 Additions to fixed assets		(Unaudited) For the nine months ended		
			September 30, 2023	September 30, 2022	
	The following additions have been made to fixed assets during the period:		(Rupees	in '000)	
	Capital work-in-progress - net		(60,970)	3,544,803	
	Property and equipment				
	Leasehold land		1,747,513	469,366	
	Building on leasehold land		481,641	113,752	
	Machinery		79,106	35,277	
	Leasehold improvements		2,915,126	2,174,664	
	Furniture and fixtures		1,034,235	792,674	
	Electrical, office and computer equipment		4,601,921	4,347,452	
	Vehicles		185,253	65,848	
			11,044,795	7,999,033	
	Right-of-use assets - net		3,913,522	3,250,675	
			14,897,347	14,794,511	
			14,007,047	14,764,011	

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

Property and equipment		
Building on free hold land	9,354	-
Machinery	-	4
Leasehold improvements	691	4,978
Furniture and fixtures	2,932	1,231
Electrical, office and computer equipment	30,376	6,189
Vehicles	1,063	1,367
	44,416	13,769

10.4 The properties of the Bank were revalued by independent professional valuers as at June 30, 2023. The revaluation was carried out by M/s Tristar International consultant Pvt Ltd, M/s Joseph Lobo Pvt Ltd, M/s Luckyhiya Associates Pvt Ltd, M/s United Valuers (Pte) Limited (Singapore), M/s Sunil Fernando & Associates (Pvt) Limited (Sri Lanka) and M/s J&M Associates Pvt Limited (KEPZ) on the basis of an assessment of their present market values. The revaluation has resulted in an increase of Rs 17,495.030 million in the surplus. The total surplus arising against revaluation of fixed assets as at September 30, 2023 amounts to Rs 46,060.482 million.

		(Unaudited) September 30, 2023	(Audited) December 31, 2022
11	INTANGIBLE ASSETS	(Rupee	s in '000)
	Capital work-in-progress - computer software	6,612,941	5,183,359
	Intangible assets	6,334,364	6,656,846
		12,947,305	11,840,205
		(Unaudited)	
		For the nine r	nonths ended
		September 30,	September 30,
11.1	Additions to intangibles assets	2023	2022
		(Rupees	s in '000)
	The following additions have been made to intangible assets during the period:		
	Capital work-in-progress - net	1,429,582	2,588,247
	Computer software	1,067,354	3,329,250
		2,496,936	5,917,497

		Note	(Unaudited) September 30, 2023 (Rupees	(Audited) December 31, 2022 s in '000)
12	DEFERRED TAX ASSETS / (LIABLITIES)			
	 Deductible temporary differences on Provision against investments Provision against doubtful debts and off-balance sheet obligations Liabilities written back Deficit on revaluation of investments Provision against other assets 	19	729,913 4,182,278 2,847,596 28,394,786 6,672	879,614 3,164,090 2,717,261 18,875,598 5,855
	- Ijarah financing		289,398	187,389
	 Taxable temporary differences on Accelerated tax depreciation Surplus on revaluation of fixed assets Exchange translation reserve Net deferred tax assets	19	36,450,643 (2,491,853) (3,699,574) (6,706,609) (12,898,036) 23,552,607	25,829,807 (2,354,489) (1,905,686) (4,629,874) (8,890,049) 16,939,758
13	OTHER ASSETS			
	Mark-up / return / profit / interest accrued in local currency - net of provision Mark-up / return / profit / interest accrued in foreign currency - net of provision Advances, deposits, advance rent and other prepayments Advance taxation Advances against subscription of securities Stationery and stamps on hand Accrued fees and commissions Due from Government of Pakistan / SBP Mark to market gain on forward foreign exchange contracts Mark to market gain on derivative instruments Non-banking assets acquired in satisfaction of claims Acceptances Clearing and settlement accounts Dividend receivable Claims receivable against fraud and forgeries Others Provision held against other assets Other assets- net of provision Surplus on revaluation of non-banking assets acquired in satisfaction of claim Other assets - total	13.1 19	115,325,190 8,040,988 4,625,205 7,976,877 228,514 254,530 520,288 6,489,019 2,298,849 - 242,619 58,964,094 35,504,808 23,689 860,778 837,011 242,192,459 (2,523,232) 239,669,227 185,479 239,854,706	$78,399,836 \\ 6,236,421 \\ 4,447,288 \\ 11,990,565 \\ 1,228,514 \\ 133,214 \\ 459,300 \\ 3,654,276 \\ 3,067,881 \\ 546 \\ 232,109 \\ 54,403,050 \\ 4,352,389 \\ 3,883 \\ 694,460 \\ 1,340,474 \\ 170,644,206 \\ (1,791,891) \\ 168,852,315 \\ 175,125 \\ 169,027,440 \\ \end{array}$
13.1	Provision held against other assets			
	Claims receivable against fraud and forgeries Suit filed cases Others		860,778 4,979 1,657,475 2,523,232	694,460 4,979 1,092,452 1,791,891
13.1.1	Movement in provision against other assets			
	Opening balance Exchange adjustment		1,791,891 13,469	1,243,645 (7,806)
	Charge for the period / year Reversal for the period / year Net charge		976,864 - 976,864	661,462 (37,218) 624,244
	Written off during the period / year Transferred out		(36,885) (222,107)	(67,820)
	Other movement Closing balance		- 2,523,232	(372) 1,791,891 12

		Note	(Unaudited) September 30, 2023 (Rupee	(Audited) December 31, 2022 s in '000)
14	BILLS PAYABLE			
	In Pakistan		48,782,032	50,109,748
	Outside Pakistan		3,641,068	1,566,772
			52,423,100	51,676,520
15	BORROWINGS			
	Secured			
	Borrowings from the SBP under			
	- Export refinance scheme		62,638,148	69,820,144
	- Export refinance scheme for bill discounting		22,622,253	8,867,548
	- Long term financing facility		38,365,685	42,068,296
	- Financing facility for renewable energy power plants		7,387,762	7,168,301
	- Refinance facility for modernization of Small and Medium Enterprises (SMEs)		420,969	312,545
	- Refinance and credit guarantee scheme for women entrepreneurs		35,054	69,658
	 Financing facility for storage of agricultural produce Refinance scheme for payment of wages and salaries 		647,105	601,918 1,227,812
	- Refinance scheme for payment of wages and salahes		1,744,910	1,793,800
	- Temporary economic refinance facility		33,351,899	34,998,333
	- Refinance facility for SME Asaan Finance (SAAF)		3,454,132	2,272,423
	Remained racinty for OWE Asaan Finlance (OAAF)		170,667,917	169,200,778
	Repurchase agreement borrowings		513,184,676	284,971,485
			683,852,593	454,172,263
	Unsecured			
	- Call money borrowings		2,000,000	19,000,000
	- Overdrawn nostro accounts		2,533,524	348,674
	- Borrowings of overseas branches		36,108,972	39,653,052
	- Other long-term borrowings	15.1	73,840,867	65,830,949
			114,483,363	124,832,675
			798,335,956	579,004,938
15 1	This includes the following:			

- 15.1 This includes the following:
- 15.1.1 A loan from the International Finance Corporation amounting to US\$ 74.985 million (December 31, 2022: US\$ 99.990 million). The principal amount is payable in six equal semi-annual installments from June 2022 to December 2024. Interest at LIBOR + 5.00% is payable semi annually.
- 15.1.2 A long-term financing facility arrangement of US\$ 300 million from China Development Bank, utilized for on-lending to projects of the Bank's customers. Under this facility, US\$ 190 million has been utilized by the Bank, with the initial drawdown having occurred on January 31, 2019. The current amount outstanding is US\$ 181.640 million (December 31, 2022: US\$ 190 million). Drawn amounts are payable in semi-annual installments from January 2023 to January 2033. Interest at a fixed spread over LIBOR is payable semi-annually.

16 DEPOSITS AND OTHER ACCOUNTS

	Septem	September 30, 2023 (Unaudited)		Dece	December 31, 2022 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total	
			(Rupe	es in '000)			
Customers							
Current deposits	1,133,620,758	194,580,111	1,328,200,869	1,133,774,070	162,565,484	1,296,339,554	
Savings deposits	1,421,161,675	157,884,868	1,579,046,543	1,160,962,009	139,379,848	1,300,341,857	
Term deposits	388,182,612	306,974,966	695,157,578	347,383,594	209,952,695	557,336,289	
	2,942,965,045	659,439,945	3,602,404,990	2,642,119,673	511,898,027	3,154,017,700	
Financial institutions							
Current deposits	6,847,735	2,146,514	8,994,249	8,499,505	3,163,648	11,663,153	
Savings deposits	84,881,960	1,538,051	86,420,011	57,909,192	2,181,262	60,090,454	
Term deposits	8,909,833	9,678,333	18,588,166	3,328,171	5,076,940	8,405,111	
	100,639,528	13,362,898	114,002,426	69,736,868	10,421,850	80,158,718	
	3,043,604,573	672,802,843	3,716,407,416	2,711,856,541	522,319,877	3,234,176,418	

			(Unaudited) September 30, 2023	(Audited) December 31, 2022
17	SUBORDINATED DEBT		(Rupees	in '000)
	Additional Tier I Term Finance Certificates	17.1.1	12,374,000	12,374,000
	Additional Tier I Term Finance Certificates	17.1.2	6,500,000	6,500,000
			18.874.000	18.874.000

17.1 The Bank has issued listed, fully paid up, rated, privately placed, perpetual, unsecured, subordinated, non-cumulative and contingent convertible debt instruments in the nature of Term Finance Certificates (TFCs) issued as instruments of redeemable capital under Section 66 of the Companies Act, 2017 which qualify as Additional Tier 1 Capital (AT 1) as outlined by the State Bank of Pakistan (SBP) under BPRD Circular No. 6 dated August 15, 2013.

The key features of these issues are as follows:

Issue date	September 26, 2019
Issue amount	Rs 12.374 billion
Rating	AA+ (Double A plus) [December 31, 2020: AA+ (Double A plus)]
Original Tenor	Perpetual
Security	Unsecured and subordinated to all other indebtedness of the Bank including depositors and genera creditors. However, they shall rank superior to the claims of ordinary shareholders.
Profit payment frequency	Quarterly in arrears
Redemption	Perpetual, hence not applicable.
Mark-up	Floating rate of return at Base Rate + 1.60%. The Base Rate is defined as the average "Ask Side" rate of the three months Karachi Interbank Offered Rate (KIBOR).
Call option	 The Bank may, at its sole discretion, call the TFCs any time after five years from the Issue Date subject to the following: (a) Prior approval of the SBP having been obtained; and (b) The Bank replacing the TFCs with capital of the same or better quality and the capital position of the Bank being above the minimum capital requirement after the Call Option is exercised. If the Bank decides to exercise the Call Option, the Bank shall notify the Trustee and the investors not less than 30 calendar days prior to the date of exercise of such Call Option, which notice shal specify the date fixed for the exercise of the Call Option (the "Call Option Exercise Date").
Lock-in clause	Mark-up will only be paid from the current year's earnings and only if the Bank is in compliance with regulatory capital and liquidity requirements.
Loss absorbency clause	The TFCs will be subject to a loss absorbency clause as stipulated under the SBP's "Instructions for Basel III Implementation in Pakistan".

Issue date	December 28, 2022
Issue amount	Rs 6.500 billion
Rating	AA+ (Double A plus)
Original Tenor	Perpetual
Security	Unsecured and subordinated to all other indebtedness of the Bank including depositors and general creditors, but superior to the claims of ordinary shareholders.
Profit payment frequency	Quarterly in arrears
Redemption	Perpetual, hence not applicable.
Mark-up	Floating rate of return at Base Rate + 2.00%. The Base Rate is defined as the average "Ask Side rate of the three months Karachi Interbank Offered Rate (KIBOR).
Call option	 The Bank may, at its sole discretion, call the TFCs any time after five years from the Issue Dat subject to the following: (a) Prior approval of the SBP having been obtained; and (b) The Bank replacing the TFCs with capital of the same or better quality and the capital position of the Bank being above the minimum capital requirement after the Call Option is exercised. If the Bank decides to exercise the Call Option, the Bank shall notify the Trustee and the Investor not less than 30 calendar days prior to the date of exercise of such Call Option, which notice sha specify the date fixed for the exercise of the Call Option (the "Call Option Exercise Date").
Lock-in clause	Mark-up will only be paid from the current year's earnings and only if the Bank is in compliance wit regulatory capital and liquidity requirements.
Loss absorbency clause	The TFCs will be subject to a loss absorbency clause as stipulated under the SBP's "Instructions for Basel III Implementation in Pakistan".

18	OTHER LIABILITIES	Note	(Unaudited) September 30, 2023	(Audited) December 31, 2022
			(Rupees	in '000)
	Mark-up / return / profit / interest payable in local currency		64,977,649	16,143,221
	Mark-up / return / profit / interest payable in foreign currency		9,987,356	5,733,644
	Security deposits		1,276,644	1,567,333
	Accrued expenses		30,834,353	22,174,107
	Mark to market loss on forward foreign exchange contracts		8,037,085	2,218,389
	Mark to market loss on derivative instruments		11,323,196	6,882,438
	Unclaimed dividends		765,124	751,907
	Dividends payable		231,330	3,811,676
	Provision for post retirement medical benefits		3,756,458	3,522,518
	Provision for employees' compensated absences		745,950	762,192
	Provision for staff retirement benefits		1,720,052	1,563,256
	Payable to defined benefit plans		717,388	607,424
	Provision against off-balance sheet obligations	18.1	1,890,433	1,633,326
	Acceptances		58,964,093	54,403,050
	Branch adjustment account		1,454,264	1,662,185
	Provision for Workers' Welfare Fund		10,596,875	8,934,881
	Unearned income		5,792,470	4,780,489
	Qarz-e-Hasna Fund		338,409	338,409
	Levies and taxes payable		6,822,795	13,191,257
	Insurance payable		818,801	1,030,409
	Provision for rewards program expenses		3,153,754	2,384,689
	Liability against trading of securities		19,852,396	22,768,986
	Clearing and settlement accounts		20,654,785	12,068,102
	Provision for donation to HBL Foundation		644,910	515,961
	Contingent consideration payable		500,000	500,000
	Charity fund		54,966	25,121
	Unclaimed deposits		635,224 28,184,080	528,656 24,293,255
	Lease liability against right-of-use assets Others		2,682,808	24,293,235 2,792,644
	Others		297,413,648	217,589,525
18.1	Provision against off-balance sheet obligations		297,413,040	217,309,323
	Opening balance		1,633,326	2,687,054
	Exchange adjustment		366,062	277,857
	Charge for the period / year		157,379	150,910
	Reversal for the period / year		(266,334)	(1,482,495)
	Net reversal		(108,955)	(1,331,585)
	Closing balance		1,890,433	1,633,326
19	SURPLUS ON REVALUATION OF ASSETS - NET OF TAX			
	Surplus arising on revaluation of:			
	- Fixed assets		46,060,482	28,736,477
	- Available-for-sale securities	8.1	(57,948,543)	(43,896,740)
	- Non-banking assets acquired in satisfaction of claims	13	185,479	175,125
	Deferred tax on surplus on revaluation of:		(11,702,582)	(14,985,138)
	- Fixed assets		3,699,574	1,905,686
	- Available-for-sale securities		(28,394,786)	(18,875,598)
	- Non-banking assets acquired in satisfaction of claims			
			(24,695,212)	(16,969,912)
	Surplus on revaluation of assets - net of tax		12,992,630	1,984,774

20	CONTINGENCIES AND COMMITMENTS	Note	(Unaudited) September 30, 2023 (Rupees	(Audited) December 31, 2022 in '000)
	- Guarantees	20.1	299,969,526	262,131,266
	- Commitments	20.1	1,029,952,309	910,126,139
	- Other contingent liabilities	20.2	22,800,406	22,813,357
			1,352,722,241	1,195,070,762
20.1	Guarantees:	=		
	Financial guarantees		62,144,218	53,825,190
	Performance guarantees		228,603,885	201,579,599
	Other guarantees	-	9,221,423	6,726,477
20.2	Commitments:	:	299,969,526	262,131,266
20.2				
	Trade-related contingent liabilities Commitments in respect of:		370,042,635	279,449,231
	·	20.2.1	430,601,717	403,789,013
	0 0	20.2.2	151,372,653	132,295,940
		20.2.3	51,627,808	57,305,018
		20.2.4	13,569,756	21,379,153
		- L	647,171,934	614,769,124
	Commitments for acquisition of:	r		
	- Fixed assets		8,093,024	10,436,315
	- Intangible assets		4,644,716	5,471,469
			12,737,740	15,907,784
		-	1,029,952,309	910,126,139
20.2.1	Commitments in respect of forward foreign exchange contracts			
	Purchase		284,938,292	268,910,504
	Sale		145,663,425	134,878,509
		-	430,601,717	403,789,013
20.2.2	Commitments in respect of forward Government securities transactio	ons		
	Purchase		122,606,183	117,020,407
	Sale	-	28,766,470	15,275,533
		=	151,372,653	132,295,940
20.2.3	Commitments in respect of derivatives			
	Cross currency swaps			
	Purchase		18,890,165	23,863,687
	Sale		30,787,643	30,407,998
		-	49,677,808	54,271,685
	Interest rate swaps	-		
	Purchase		-	-
	Sale	-	1,950,000	3,033,333
20.2.4	Commitments in respect of forward lending	:	1,950,000	3,033,333
	Undrawn formal standby facilities, credit lines and other commitments to ex	xtend credit	13,569,756	21,379,153

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

		(Unaudited) September 30, 2023	(Audited) December 31, 2022
20.3	Other contingent liabilities	(Rupees	s in '000)
20.3.1	Claims against the Bank not acknowledged as debts	22,800,406	22,813,357

These mainly represent counter claims by borrowers for damages, claims filed by former employees of the Bank and other claims relating to banking transactions. Based on legal advice and / or internal assessments, management is confident that the matters will be decided in the Bank's favour and the possibility of any adverse outcome is unlikely. Accordingly, no provision has been made in these condensed interim unconsolidated financial statements.

20.3.2 There were no tax related contingencies as at the period end.

21 DERIVATIVE INSTRUMENTS

22

23

Product Analysis		September 30, 2023 (Unaudited)			
-	Cross curre	ncy swaps	Interest r	ate swaps	
	Notional	Mark to	Notional	Mark to market	
	principal	market loss	principal	loss	
		(Rupee	es in '000)		
Hedging	-	-	-	-	
Market Making	49,677,808	(11,130,726)	1,950,000	(192,470)	
			I, 2022 (Audited)		
	Cross curre	ncy swaps	Interest r	ate swaps	
	Notional	Mark to	Notional	Mark to market	
	principal	market loss	principal	loss	
		(Rupee	es in '000)		
Hedging	-	-	-	-	
Market Making	54,271,685	(6,635,205)	3,033,333	(246,687)	
				P4 0	
			(Unai	udited)	
				idited) months ended	
		-		months ended	
		-	For the nine	months ended	
MARK-UP / RETURN / PROFIT / INTEREST E	EARNED	-	For the nine September 30, 2023	months ended September 30,	
MARK-UP / RETURN / PROFIT / INTEREST E	EARNED	-	For the nine September 30, 2023	months ended September 30, 2022	
	EARNED	-	For the nine September 30, 2023	months ended September 30, 2022	
On:	EARNED	-	For the nine September 30, 2023 (Rupee	months ended September 30, 2022 s in '000)	
On: Loans and advances	EARNED	-	For the nine September 30, 2023 (Rupee: 195,104,585	months ended September 30, 2022 s in '000) 117,872,481	
On: Loans and advances Investments	EARNED	-	For the nine September 30, 2023 (Rupee: 195,104,585 257,153,354	months ended September 30, 2022 s in '000) 117,872,481 162,249,711	
On: Loans and advances Investments Lendings to financial institutions	EARNED	-	For the nine September 30, 2023 (Rupees 195,104,585 257,153,354 21,240,249	months ended September 30, 2022 s in '000) 117,872,481 162,249,711 9,295,152	
On: Loans and advances Investments Lendings to financial institutions		- - -	For the nine September 30, 2023 (Rupees 195,104,585 257,153,354 21,240,249 6,321,191	months ended September 30, 2022 s in '000) 117,872,481 162,249,711 9,295,152 595,619	
On: Loans and advances Investments Lendings to financial institutions Balances with banks		-	For the nine September 30, 2023 (Rupees 195,104,585 257,153,354 21,240,249 6,321,191	months ended September 30, 2022 s in '000) 117,872,481 162,249,711 9,295,152 595,619	
On: Loans and advances Investments Lendings to financial institutions Balances with banks MARK-UP / RETURN / PROFIT / INTEREST E		-	For the nine September 30, 2023 (Rupees 195,104,585 257,153,354 21,240,249 6,321,191	months ended September 30, 2022 s in '000) 117,872,481 162,249,711 9,295,152 595,619	
On: Loans and advances Investments Lendings to financial institutions Balances with banks MARK-UP / RETURN / PROFIT / INTEREST E On:	EXPENSED	- - -	For the nine September 30, 2023 (Rupee: 195,104,585 257,153,354 21,240,249 6,321,191 479,819,379	months ended September 30, 2022 s in '000) 117,872,481 162,249,711 9,295,152 595,619 290,012,963	
On: Loans and advances Investments Lendings to financial institutions Balances with banks MARK-UP / RETURN / PROFIT / INTEREST E On: Deposits	EXPENSED	- - -	For the nine September 30, 2023 (Rupee: 195,104,585 257,153,354 21,240,249 6,321,191 479,819,379 230,422,337	months ended September 30, 2022 s in '000) 117,872,481 162,249,711 9,295,152 595,619 290,012,963 128,557,498	
On: Loans and advances Investments Lendings to financial institutions Balances with banks MARK-UP / RETURN / PROFIT / INTEREST E On: Deposits Securities sold under repurchase agreement	EXPENSED	- - =	For the nine September 30, 2023 (Rupees 195,104,585 257,153,354 21,240,249 6,321,191 479,819,379 230,422,337 54,229,336	months ended September 30, 2022 s in '000) 117,872,481 162,249,711 9,295,152 595,619 290,012,963 128,557,498 38,997,604	
On: Loans and advances Investments Lendings to financial institutions Balances with banks MARK-UP / RETURN / PROFIT / INTEREST E On: Deposits Securities sold under repurchase agreement Borrowings	EXPENSED t borrowings	- =	For the nine September 30, 2023 (Rupee: 195,104,585 257,153,354 21,240,249 6,321,191 479,819,379 230,422,337 54,229,336 20,661,840	months ended September 30, 2022 s in '000) 117,872,481 162,249,711 9,295,152 595,619 290,012,963 128,557,498 38,997,604 6,819,656	
On: Loans and advances Investments Lendings to financial institutions Balances with banks MARK-UP / RETURN / PROFIT / INTEREST E On: Deposits Securities sold under repurchase agreement Borrowings Subordinated debt	EXPENSED t borrowings	- =	For the nine September 30, 2023 (Rupee: 195,104,585 257,153,354 21,240,249 6,321,191 479,819,379 230,422,337 54,229,336 20,661,840 3,126,563	months ended September 30, 2022 s in '000) 117,872,481 162,249,711 9,295,152 595,619 290,012,963 128,557,498 38,997,604 6,819,656 1,307,766	

		Note		udited) months ended
			September 30, 2023	September 30, 2022
24	FEE AND COMMISSION INCOME		(Rupees	s in '000)
	Branch banking customer fees Branchless banking customer fees		3,404,846 625,923	2,723,721 669,672
	Commission on Government to Person (G2P) payments Consumer finance related fees		1,002,087 1,874,395	633,709 1,683,222
	Card related fees (debit and credit cards) Credit related fees Investment banking fees		9,328,321 772,074 661,738	6,277,763 697,214 715,100
	Commission on trade related products and guarantees Commission on cash management		5,240,948 1,197,057	3,485,115 823,872
	Commission on remittances (including home remittances) Commission on bancassurance		514,804 519,228	535,904 576,974
	Merchant discount and interchange fees Wealth management fee Others		5,019,509 26,114 524,359	3,830,536 14,478 208,594
			30,711,403	22,875,874
	Less: Sales tax / Federal Excise Duty on fee and commission in	ncome	(3,802,901) 26,908,502	(2,889,513) 19,986,361
25	(LOSS) / GAIN ON SECURITIES - NET			
	Realised Unrealised - held-for-trading	25.1 8.1	(280,379) (45,071) (325,450)	714,959 (27,650) 687,309
25.1	(Loss) / gain on securities - realised			
	On: Federal Government securities - Market Treasury Bills		319,602	(167,075)
	- Pakistan Investment Bonds - Ijarah Sukuk - Government of Pakistan US Dollar Bonds		666,035 4,642 (531,487)	914,722 77,455 -
	Shares Non-Government debt securities Associates		(687,684) (36,046) (15,441) (280,379)	(264,496) 17,920 <u>136,433</u> <u>714,959</u>
26	OTHER INCOME			
	Incidental charges Gain on derecognition of joint venture Gain on sale of fixed assets - net		413,551 9,333,221 80,826	280,278 - 29,135
	Rent on properties		55,935 9,883,533	49,257 358,670

		For the nine	idited) months ended
		September 30,	September 30,
07		2023 (Dunce)	2022
27	OPERATING EXPENSES	(Rupees in '000)	
	Total compensation expense	36,735,008	31,825,264
	Property expense		
	Rent and taxes	1,031,293	946,194
	Insurance	195,027	103,193
	Utilities cost	3,663,675	2,770,091
	Security (including guards)	1,944,987	1,612,102
	Repair and maintenance (including janitorial charges)	3,202,808	2,541,587
	Depreciation on owned fixed assets	3,801,438	2,743,632
	Depreciation on right-of-use assets	2,848,085	2,402,757
	Information technology expenses	16,687,313	13,119,556
	Software maintenance	6,256,316	4,074,698
	Hardware maintenance	1,639,348	949,768
	Depreciation	2,293,973	1,837,383
	Amortisation	1,482,463	1,249,545
	Network charges	1,330,870	1,042,962
	Consultancy charges	614,520	567,536
		13,617,490	9,721,892
	Other operating expenses		
	Legal and professional charges	8,640,411	576,669
	Outsourced services costs	2,257,823	1,668,459
	Travelling and conveyance	1,371,497	893,741
	Insurance	695,990	467,650
	Remittance charges	468,392	363,227
	Cash transportation and sorting charges	2,391,746	1,736,076
	Repairs and maintenance	1,623,537	1,252,306
	Depreciation	529,414	566,830
	Training and development	370,983	274,122
	Postage and courier charges	594,670	559,670
	Communication	2,013,206	1,070,958
	Stationery and printing	2,194,562	1,660,495
	Marketing, advertisement and publicity	3,016,660	2,897,188
	Donations	790,765	358,685
	Auditors' remuneration	276,562	181,468
	Brokerage and commission	628,817	590,839
	Subscription	304,042 6,579,012	172,088
	Documentation and processing charges Entertainment	6,579,012 562,204	3,888,065 359,233
	Consultancy charges		
	Deposits insurance premium expense	2,029,193 2,332,050	868,111 2,026,813
	Product feature cost	3,095,309	2,515,397
	Others	3,095,309 689,988	867,276
	Guidio	43,456,833	25,815,366
		110,496,644	80,482,078
		,,	00,102,010

		Note	(Unau) For the nine r	dited) nonths ended
			September 30, 2023	September 30, 2022
28	OTHER CHARGES		(Rupees	s in '000)
	Penalties imposed by the State Bank of Pakistan		32,447	428,488
	Penalties imposed by other regulatory bodies		49,643	22,507
			82,090	450,995
29	PROVISIONS / (REVERSALS) AND WRITE OFFS - NET			
	Provision for diminution in value of investments	8.3	1,085,470	637,711
	Provision against loans and advances	9.3	4,862,098	1,893,867
	Provision against other assets	13.1.1	976,864	861,478
	Reversal of provision against off-balance sheet obligations	18.1	(108,955)	(584,066)
	Recoveries against written off / charged off bad debts		(737,948)	(518,511)
	Recoveries against other assets written off		(13,195)	(1,087)
	Other write offs and operational lossess		95,106	66,523
			6,159,440	2,355,915
30	TAXATION			
	- Current tax charge / (reversal)			
	- For the year		41,309,638	26,899,449
	- For the prior year		(100,000)	3,188,663
	- Deferred tax reversal		41,209,638	30,088,112
	- For the year		(366,906)	(268,971)
	- For the prior year		(641,821)	(200,971)
			(1,008,727)	(268,971)
			40,200,911	29,819,141
31	BASIC AND DILUTED EARNINGS PER SHARE			
	Profit for the period		42,817,096	21,698,987
			(Nun	nber)
	Weighted average number of ordinary shares		1,466,852,508	1,466,852,508
			(Rup	ees)
	Basic and diluted earnings per share		29.19	14.79

31.1 Diluted earnings per share has not been presented separately as the Bank does not have any convertible instruments in issue.

32 FAIR VALUE MEASUREMENTS

The fair values of traded investments are based on quoted market prices.

The fair values of unquoted equity investments are estimated using the break-up value of the investee company.

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

In the opinion of the management, the fair value of the remaining financial assets and liabilities are not significantly different from their carrying values since they are either short-term in nature or, in the case of customer advances, deposits and certain long term borrowings, are frequently repriced.

All assets and liabilities for which fair value is measured or disclosed in these unconsolidated financial statements are categorised within the following fair value hierarchy based on the lowest level input that is significant to the fair value measurement.

Level 1 - Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Fair value measurements using inputs, other than quoted prices included within Level 1, that are observable for the asset or liabilities, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 - Fair value measurements using inputs that are not based on observable market data.

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 rates / prices sourced from Reuters.
Non-Government debt securities	Non-Government debt securities denominated in Rupees are valued on the basis of rates announced by the Mutual Funds Association of Pakistan (MUFAP). Investments in non-Government debt securities denominated in other currencies are valued on the basis of rates taken from Bloomberg / Reuters.
Foreign Government debt securities	The fair values of Foreign Government debt securities are determined on the basis of rates taken from Bloomberg / Reuters.
Units of mutual funds	The fair values of investments in units of mutual funds are determined based on their net asset values as published at the close of each business day.
Derivatives	The Bank enters into derivatives contracts with various counterparties. Derivatives that are valued using valuation techniques based on market observable inputs are mainly interest rate swaps and cross currency swaps. The most frequently applied valuation techniques include forward pricing and swap models using present value calculations.
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 ir satisfaction of claims	Land, buildings and non-banking assets acquired in satisfaction of claims are revalued on a periodic basis using professional valuers. The valuation is based on their assessment of the market value of the assets. The effect of changes in the unobservable inputs used in the valuations cannot be determined with certainty. Accordingly, a qualitative disclosure of sensitivity has not been presented in these unconsolidated financial statements.

32.1 Fair value of financial assets

The following table provides the fair values of those Bank's financial assets that are recognised or disclosed at fair value in these condensed interim unconsolidated financial statements:

		As at Sept	tember 30, 2023 (U	naudited)	
	Carrying value	Level 1	Level 2	Level 3	Total
On balance sheet financial instruments			(Rupees in '000)		
inancial assets - measured at fair value					
nvestments					
Federal Government securities	1,776,038,640	-	1,776,038,640	-	1,776,038,640
Shares - listed companies	12,728,443	5,285,410	7,443,033	-	12,728,443
Non-Government debt securities					
- Listed	49,542,229	40,004,000	9,538,229	-	49,542,229
- Unlisted	598,023	-	598,023	-	598,023
Foreign securities					
- Government debt securities	149,103,904	-	149,103,904	-	149,103,904
 Non-Government debt securities - Listed 	4,266,009	-	4,266,009	-	4,266,009
National Investment Unit Trust units	36,304	-	36,304	-	36,304
Real Estate Investment Trust units	69,000	69,000	-	-	69,000
Preference shares - Listed	870,400	870,400	-	-	870,400
	1,993,252,952	46.228.810	1,947,024,142	-	1,993,252,952
inancial assets - disclosed but not measured at fair value	,, . ,				
nvestments Federal Government securities Non-Government debt securities - Listed	374,219,810 1,899,540	-	331,317,556 1,899,365	-	1,899,365
nvestments Federal Government securities Non-Government debt securities - Listed - Unlisted	374,219,810	- - -		-	1,899,365
nvestments Federal Government securities Non-Government debt securities - Listed	374,219,810 1,899,540	- - - -	1,899,365	- - - -	1,899,365 19,407,639 -
vestments Federal Government securities Non-Government debt securities - Listed - Unlisted Foreign securities Government debt securities	374,219,810 1,899,540 19,407,639	-	1,899,365 19,407,639	-	1,899,365 19,407,639 -
Avestments Federal Government securities Non-Government debt securities - Listed Foreign securities Government debt securities Non-Government debt securities - Listed	374,219,810 1,899,540 19,407,639 13,870,867		1,899,365 19,407,639 13,912,613 -	-	1,899,365 19,407,639 - 13,912,613 -
Vestments Federal Government securities Non-Government debt securities - Listed - Unlisted Foreign securities Government debt securities Non-Government debt securities - Listed - Unlisted	374,219,810 1,899,540 19,407,639 13,870,867 - 295,923	- - - - 7 784 170	1,899,365 19,407,639	-	1,899,365 19,407,639 - 13,912,613 - 295,923
Avestments Federal Government securities Non-Government debt securities - Listed Foreign securities Government debt securities Non-Government debt securities - Listed	374,219,810 1,899,540 19,407,639 13,870,867 - - 295,923 6,780,717	- - - - 7,784,170 7 784 170	1,899,365 19,407,639 13,912,613 - 295,923	-	1,899,365 19,407,639 - 13,912,613 - 295,923 7,784,170
Vestments Federal Government securities Non-Government debt securities - Listed - Unlisted Foreign securities Government debt securities Non-Government debt securities - Listed - Unlisted	374,219,810 1,899,540 19,407,639 13,870,867 - 295,923	- - - - - - - - - - - - - - - - - - -	1,899,365 19,407,639 13,912,613 -	-	331,317,556 1,899,365 19,407,639 - 13,912,613 - 295,923 7,784,170 374,617,266 2,367,870,218
Vestments Federal Government securities Non-Government debt securities - Listed - Unlisted Foreign securities Government debt securities Non-Government debt securities - Listed - Unlisted	374,219,810 1,899,540 19,407,639 13,870,867 - - 295,923 6,780,717 416,474,496	7,784,170 54,012,980	1,899,365 19,407,639 13,912,613 - 295,923 - 366,833,096		1,899,365 19,407,639 - 13,912,613 - 295,923 7,784,170 374,617,266

Commitments

- Forward foreign exchange contracts

- Forward Government securities transactions

- Derivative instruments

			As at Dece	ember 31, 2022 (A	udited)	
		Carrying value	Level 1	Level 2	Level 3	Total
On balance sheet fin	nancial instruments		(I	Rupees in '000)		
	easured at fair value					
Investments						
 Federal Governmer 		1,291,589,595	-	1,291,589,595	-	1,291,589,595
 Shares - listed complexity 	banies	3,988,281	3,988,281	-	-	3,988,281
 Non-Government de 	ebt securities					
- Listed		49,084,350	40,000,000	9,084,350	-	49,084,350
- Unlisted		616,321	-	616,321	-	616,321
- Foreign securities		,		,		,
Government debt	securities	108,883,461	-	108,883,461	-	108,883,461
	debt securities- listed	4,439,225	-	4,439,225		4,439,225
- National Investment		38,170	-	38,170	-	38,170
- Real Estate Investm		68,200	68,200	-	-	68,200
- Preference shares -		872,200	872,200			872,200
	Listed	1,459,579,803	44,928,681	1,414,651,122		1,459,579,803
Financial constants	and an address of management of fair value	1,459,579,603	44,920,001	1,414,001,122	-	1,459,579,603
	sclosed but not measured at fair value					
Investments						
- Federal Governmer		341,424,708	-	309,895,574	-	309,895,574
 Non-Government de 	bt securities					
- Listed		1,733,442	-	1,739,778	-	1,739,778
- Unlisted		17,300,182	-	17,300,182	-	17,300,182
- Foreign securities						, ,
Government debt	securities	14,365,073	-	14,109,487	-	14,109,487
Non-Government		1,000,010		,		,,,
- Listed		145,714		145,714		145,714
			-		-	
- Unlisted		308,100	-	308,100	-	308,100
 Associates and Joir 	tventure	7,165,864	23,324,728	-	-	23,324,728
		382,443,083	23,324,728	343,498,835	-	366,823,563
		1,842,022,886	68,253,409	1,758,149,957	-	1,826,403,366
			As at Dece	ember 31, 2022 (A	udited)	
		Notional	Level 1	Level 2	Level 3	Total
Off-balance sheet fi	nancial instruments - measured at fair value	Value				. etai
Commitments			(I	Rupees in '000)		
- Forward foreign exc	hango contracto	403,789,013		849.492		849.492
-	-		-			
- Forward Governme	nt securities transactions	132,295,940	-	(38,938)	-	(38,938
- Derivative instrumer	nts	57,305,018	-	(6,881,892)	-	(6,881,892
Fair value of no	n-financial assets		Ac at Santa	mber 30, 2023 (U	nouditod)	
		Carrying			,	
		value	Level 1	Level 2	Level 3	Total
			(F	Rupees in '000)		
			(.	(apooo 000)		
Land and Buildings		79,172,296	-	-	79,172,296	79,172,296
Non-banking assets a	acquired in satisfaction of claims	428,098	-	-	428,098	428,098
•		79,600,394	-	-	79,600,394	79,600,394
			As at Dece	ember 31, 2022 (A	udited)	
		Carrying	Level 1	Level 2	Level 3	Total
		value				
			(F	Rupees in '000)		
Land and Buildings		58,262,450	-	-	58,262,450	58,262,450
Non-banking assets a	acquired in satisfaction of claims	407,234	-	-	407,234	407,234
0	•	58,669,684		· · · ·	58,669,684	58,669,684
		58 hhy h84	-			

33 SEGMENT INFORMATION

33.1 Segment Details with respect to Business Activities

		Fo	or the nine m	onths ended Se	ptember 30, 2	023 (Unaudited)		
	Branch banking	Consumer,SME & Rural banking	Islamic	Corporate, Commercial and Investment banking	Treasury	International and correspon- dent banking	Head Office / Others	Total
				(Rupees ii	n million)			
Profit and loss account								
Net mark-up / return / profit / interest income	(162,074)	37,527	22,679	67,484	187,590	16,699	(5,623)	164,282
Inter segment revenue / (expense) - net	254,921	(25,035)	-	(33,526)	(200,357)	(2,816)	6,813	-
Non mark-up / interest income	3,462	13,194	2,064	4,079	3,897	4,559	5,881	37,136
Total income	96,309	25,686	24,743	38,037	(8,870)	18,442	7,071	201,418
Segment direct expenses	24,883	14,024	5,691	3,310	593	13,664	50,075	112,240
Inter segment expense allocation	23,394	7,793	947	10,004	1,405	1,279	(44,822)	-
Total expenses	48,277	21,817	6,638	13,314	1,998	14,943	5,253	112,240
Provisions - charge / (reversal)	764	1,636	(255)	(1,146)	(520)	2,744	2,937	6,160
Profit / (loss) before tax	47,268	2,233	18,360	25,869	(10,348)	755	(1,119)	83,018

Statement of financial position 177,757 - 50,057 1,221 Lendings to financial institutions Inter segment lending Investments 177,757 - 201,137 10,303 Advances - non-performing 2,428,076 201,137 10,303 623,719 Advances - non-performing 2,426,076 237,861 514,136 922,117 Borrowings 2,278,076 237,861 514,136 922,117 Borrowings 2,278,076 237,861 514,136 922,117 Deposits and other accounts Inter segment borrowing - - 0,305 50,521 134,058 Others 2,278,076 237,861 514,136 922,117 50,602 18,739 202,117 Total leapily and liabilities 2,278,076 237,861 514,136 922,117 Contingencies and commitments 96,622 - 67,384 485,000 Profit and loss account 96,622 - 67,384 485,000 Net mark-up / return / profit / interest income 13,355 2,2819 1,335 2,2819	0, 2023 (Unaud	lited)		
Statement of financial position 177,757 - 50,057 1,221 Lendings to financial institutions 177,757 - - 1,211 Linder segment lending - 2,064,393 - - 1,211 Advances - performing - 2,278,076 237,861 514,136 922,117 Advances - performing - 2,278,076 237,861 514,136 922,117 Borrowings - 6,305 50,521 134,058 - - Subordinated debt - 6,305 50,521 134,058 -	Treasury	International and correspon- dent banking	Head Office / Others	Total
Cash and bank balances 177,757 - 50,657 1,221 Lendings to financial institutions - - 201,137 10,303 Advances - performing - - 201,219 38,34 Advances - non-performing - 227,806 201,219 38,34 Others - - 201,219 38,34 38,34 Others - - 237,861 514,136 922,117 Borrowings - - - - - 600,602 Subordinated debt - - - - 600,602 12,113 30,238 600,602 12,137 570,623 12,117 - - 40,821 - - - 40,821 - - - 40,821 - - - - 40,821 - - - - 40,821 - - - - - 40,821 - - - - - - - </th <th>n million)</th> <th></th> <th></th> <th></th>	n million)			
Inter segment lending 2,064,938 - - - - - - - 10,303 Ba23,719 Ba3,719 Ba3,719 Ba3,719 Ba3,717 Ba3,75 Ba3,75 <td>174,834</td> <td>124,448</td> <td>-</td> <td>528,31</td>	174,834	124,448	-	528,31
Investments Advances - performing Advances	204,252	-	-	219,21
Advances - performing - 27.980 201.219 82.314 Advances - non-performing - 2.780 2.116 83.84 Others 2.278.076 237.861 514.136 922.117 Borrowings - - - 6.305 - - 609.602 Unter segment borrowing - - - - 609.602 121.333 12.563 121.375 Statistics 2.278.076 237.861 473.315 922.117 - 609.602 121.375 57.082 - - 609.602 121.375 57.082 - - 40.821 - - 609.602 - - 609.602 121.375 57.082 - 67.384 485.090 - - 609.602 - - 67.384 485.090 - - 609.602 - - 67.374 485.090 - - 67.374 485.090 - - 67.374 485.090 - - - 67.374 485.090 - - - - - - <	-	20,247	191,059	2,276,24
Advances - non-performing Others - 2.426 2.118 8.3040 Others 7.455 44,648 8.3040 Total assets 2.278,076 237,861 514,136 922,117 Borrowings - - - - - 609,602 134,058 - 609,602 121,375 55,621 134,058 - 609,602 121,335 922,117 - 609,602 121,335 929,903 57,082 121,375 55,602 121,335 922,117 - - - 2,278,076 237,861 473,315 922,117 - </td <td>1,993,425</td> <td>211,215</td> <td>38,538</td> <td>2,454,61</td>	1,993,425	211,215	38,538	2,454,61
Others 35,381 7.455 44,646 83,040 Total assets 2.278,076 237,861 514,138 922,117 Borrowings	-	280,075 2,319	37,144	1,570,13 10,69
Total assets 2,278,076 237,861 514,136 922,117 Borrowings Subordinated debt Deposits and other accounts Inter segment borrowing Others Total liabilities -	64,764	29,681	145,333	410,30
Subordinated debt -	2,437,275	667,985	412,074	7,469,52
Subordinated debt -	484,710	122,742	<u> </u>	798,33
Inter segment borrowing Others Total liabilities 211,333 (2,786) 12,563 (2,993) 121,375 (2,78,076) Total liabilities 2,278,076 237,861 473,315 922,117 Total equity and liabilities 2,278,076 237,861 473,315 922,117 Total equity and liabilities 2,278,076 237,861 473,315 922,117 Contingencies and commitments 95,622 67,384 485,090 For the nine months ended Se Comsumer,SME 8 Rural banking and investment banking Profit and loss account (85,518) 27,750 12,111 43,143 Non mark-up / return / profit / interest income (85,518) 27,750 12,111 43,143 Inter segment revenue / (expense) - net (9,283) 1,335 2,2324 Segment direct expenses 19,373 10,256 4,359 2,556 Inter segment expense allocation 14,589 5,677 893 7,831 Total expenses 33,962 15,933 5,252 10,367 Profit / (loss) before tax 22,411 4,659 2	-	-	18,874	18,87
Others 58,602 18,739 29,993 57,082 Total labilities 2,278,076 237,861 473,315 922,117 Total equity and liabilities 2,278,076 237,861 473,315 922,117 Total equity and liabilities 2,278,076 237,861 473,315 922,117 Contingencies and commitments 95,622 67,384 485,090 922,117 Consumer,SME Branch banking 60,518) 12,711 and investment banking Profit and loss account (85,518) 27,750 12,111 and investment banking Non mark-up / return / profit / interest income Inter segment revenue / (expense) - net 139,266 (15,304) 1,335 2,819 Total income 14,589 5,677 833 2,859 2,556 Total expenses 14,593 5,677 833 2,819 136,61 Total expenses 14,589 7,060 13,601 - 6,773 83,962 15,831 1,624 1,664 - - 6,7673 833,962 16,332	-	470,763	34,846	3,716,40
Total liabilities 2,278,076 237,861 473,315 922,117 Equity and liabilities 2,278,076 237,861 473,315 922,117 Total equity and liabilities 2,278,076 237,861 473,315 922,117 Contingencies and commitments 95,622 67,884 485,090 922,117 Contingencies and commitments 95,622 67,884 485,090 67 Branch Sammer, SME 8 Rural Islamic Corporate, Commercial and Investment banking Non mark-up / return / profit / interest income (85,518) 27,750 12,111 43,143 Non mark-up / interest income (9,9283) 1,335 2,2819 Total expenses 19,373 10,256 4,359 2,552 Inter segment expense allocation 14,569 5,677 893 7,631 Total expenses 19,373 10,256 4,359 7,631 1,664 Profit / (loss) before tax 22,411 4,659 7,060 13,601 1,664 Statement of financial position 72,736 <td>1,930,973</td> <td>-</td> <td>-</td> <td>2,276,24</td>	1,930,973	-	-	2,276,24
Equity Total equity and liabilities 2.278,076 237,861 514,136 922,117 Contingencies and commitments 95,622 - 67,384 485,090 - Contingencies and commitments 95,622 - 67,384 485,090 - Branch banking & Rural banking Islamic Corporate, Corporat	45,500	22,486	117,435	349,83
Total equity and liabilities 2.278,076 237,861 514,136 922,117 Contingencies and commitments 95,622 - 67,384 485,090 For the nine months ended Se Contingencies and commitments 95,622 - 67,384 485,090 For the nine months ended Se Compare, Commercial & Alance Branch Sammer, SME Commercial and labilities Commercial and labilities Non mark-up / return / profit / interest income Non mark-up / interest income (85,518) 27,750 12,111 43,143 139,266 21,729 13,446 22,324 Segment direct expenses Inter segment expense allocation 14,589 5,677 893 7,831 Total expenses 155 1,137 1,134 (1,664) Profit / (loss) before tax 22,411 4,659 7,060 13,601 Statement of financial position Cash and bank balances 7,775 1,948 1,678 Lond	2,461,183	615,991	171,155	7,159,69
Contingencies and commitments 95,622 67,384 485,090 For the nine months ended Se Consumer,SME & Rural banking Consumer,SME & Rural banking Consumer,SME & Rural banking Consumer,SME (85,518) Consumer,SME (85,518) Consumer,SME (85,518) Consumer,SME (15,304) Consumer,SME (15,518) Consumer,SME (15,524) Consumer,SME (15,524) Consumer,SME (15,524) Consumer,SME (15,524) Consumer,SME (15,524) Consumer,SME (15,524) Consumer,SME (15,524) Consumer,SME (15,52	(23,908) 2,437,275	51,994 667,985	240,919 412,074	<u> </u>
For the nine months ended Se Branch banking Consumer,SME & Rural banking Commercial and Investment banking Profit and loss account (85,518) 27,750 12,111 43,143 Non mark-up / return / profit / interest income Inter segment revenue / (expense) - net Non mark-up / interest income (85,518) 27,750 12,111 43,143 Non mark-up / interest income Inter segment direct expenses (15,304) - 2,323 1,335 2,819 Total income 56,528 21,729 13,446 22,324 2,556 Segment direct expenses 19,373 10,256 4,359 2,556 Inter segment expense allocation Total expenses 33,962 15,933 5,252 10,387 Provisions - charge / (reversal) 71,55 1,137 1,134 (1,664) 27,060 13,601 Profit / (loss) before tax 22,411 4,659 7,060 13,601 20,000 2,000 2,000 2,000 2,000 2,000 2,000 2,000 2,000 2,000 2,000 2,000 2,000 2,000 2,000				
Branch banking Consumer,SME & Rural banking Islamic Comporate, Commercial and Investment banking Profit and loss account (85,518) 27,750 12,111 43,143 Net mark-up / return / profit / interest income nter segment revenue / (expense) - net Non mark-up / interest income (85,518) 27,750 12,111 43,143 139,266 (15,304) - - (23,638) 2,319 Total income 56,528 21,729 13,446 22,324 Segment direct expenses neter segment expense allocation Total expenses 19,373 10,256 4,359 2,556 14,589 5,677 893 7,831 7,080 13,601 Profit / (loss) before tax 22,411 4,659 7,060 13,601 Statement of financial position Cash and bank balances endings to financial institutions nter segment lending nvestments - 17,746 - - Advances - performing Advances - performing - 1993,32 2,017,83 1,678 - 10 that assets 2,027,691 241,850 442,176 960,648 Subordinated debt	522,399	147,221	35,006	1,352,72
Branch banking Consumer,SME & Rural banking Islamic investment banking Commercial and investment banking Profit and loss account Net mark-up / return / profit / interest income inter segment revenue / (expense) - net Non mark-up / interest income (85,518) 27,750 12,111 43,143 139,266 2,780 9,283 1,335 2,819 Total income 56,528 21,729 13,446 22,324 Segment direct expenses Inter segment expense allocation Total expenses 19,373 10,256 4,359 2,556 14,589 5,677 8933 5,252 10,387 Provisions - charge / (reversal) 155 1,137 1,134 (1,664) Profit / (loss) before tax 22,411 4,659 7,060 13,601 Statement of financial position Cash and bank balances Lendings to financial institutions Inter segment lending 7,7736 - 17,948 - 1,950,230 - - 2,557 9,460 Advances - performing Advances - performing 2,089 7,248 7,948 7,634 4,725 7,948 7,634 7,634	eptember 30, 20	022 (Unaudited)		
Branch banking & Rural banking Islamic banking and investment banking Profit and loss account (expense) - net (85,518) 27,750 12,111 43,143 Net mark-up / return / profit / interest income Inter segment revenue / (expense) - net (85,518) 27,750 12,111 43,143 Non mark-up / interest income (23,638) 2,780 9,283 1,335 2,819 Total income 56,528 21,729 13,446 22,324 Segment direct expenses 19,373 10,256 4,359 2,556 Inter segment expense allocation 14,589 5,677 893 7,831 Total expenses 33,962 15,933 5,252 10,387 Profit / (loss) before tax 22,411 4,659 7,060 13,601 Statement of financial position Consumer,SME & Rural banking Islamic Commercial and Investment banking Cash and bank balances 72,736 - - - - Lendings to financial position - - - - - - <td></td> <td>International</td> <td>Head</td> <td></td>		International	Head	
Profit and loss account Investment banking Investment banking Profit and loss account (Rupees in (Rupees in 139,266) (27,750) 12,111 43,143) Non mark-up / return / profit / interest income Inter segment revenue / (expense) - net Non mark-up / interest income (85,518) 27,750 12,111 43,143) Non mark-up / interest income 2,780 9,323 1,335 2,819 Total income 56,528 21,729 13,446 22,324 Segment direct expenses Inter segment expense allocation Total expenses 19,373 10,256 4,359 2,556 14,589 5,677 8931 7,831 1,664) 22,324 Provisions - charge / (reversal) Profit / (loss) before tax 155 1,137 1,134 (1,664) Profit / (loss) before tax 22,411 4,659 7,060 13,601 Statement of financial position Cash and bank balances Lendings to financial institutions Inter segment lending Investments Advances - non-performing Others 172,736 - 17,948 1,678 2,027,691 241,850 442,176 960,648 370,783 70,783	Treasury	and correspon-		Total
Profit and loss account (Rupes in terms - profit / interest income inter segment revenue / (expense) - net Non mark-up / interest income (85,518) 27,750 12,111 43,143 (23,638) <td></td> <td>dent banking</td> <td>Others</td> <td></td>		dent banking	Others	
Profit and loss account (85,518) 27,750 12,111 43,143 (23,638) Non mark-up / interest income (85,518) 27,750 12,111 43,143 (23,638) 2,819 13,9266 9,283 1,335 2,819 12,324 43,143 (23,638) 2,819 1,335 2,819 12,111 43,143 (23,638) 2,819 13,346 22,324 13,446 22,324 13,446 22,324 13,446 22,324 13,55 2,1729 13,446 22,324 14,589 5,677 893 7,831 10,256 4,359 2,556 14,589 7,600 13,611 14,689 7,060 13,601 14,589 7,060 13,601 14,589 7,060 13,601 14,589 7,060 13,601 14,589 7,060 13,601 14,589 7,060 13,601 14,589 7,060 13,601 14,589 7,060 13,601 14,589 7,060 13,601 14,589 1,55 1,137 1,134 1,678 16,342 16,342				
Net mark-up / return / profit / interest income Inter segment revenue / (expense) - net Non mark-up / interest income (85,518) 139,266 27,750 (15,304) 12,111 - (15,304) 43,143 (23,638) Total income 56,528 21,729 13,446 22,324 Segment direct expenses Inter segment expense allocation Total expenses 19,373 14,589 10,256 5,677 4,359 893 2,556 7,831 Provisions - charge / (reversal) Profit / (loss) before tax 155 1,137 1,134 4,659 (16,64) 7,060 13,601 Statement of financial position Cash and bank balances Lendings to financial institutions Investments Advances - performing Advances - non-performing Others 72,736 - 1,950,230 - 1,950,230 17,948 - 1,993 1,678 - 221,885 - 9,460 Borrowings Subordinated debt Deposits and other accounts Inter segment borrowing 2,027,691 241,850 442,176 960,648 Borrowings Subordinated debt Deposits and other accounts Inter segment borrowing - 1,999,322 5,841 - 1,999,322 - 5,841 - 1,999,322 74,694 - 01 132,506 - 50,691	n million)			
Inter segment revenue / (expense) - net Non mark-up / interest income 139,266 2,780 (15,304) 9,283 - 1,335 (23,638) 2,819 Total income 56,528 21,729 13,446 22,324 Segment direct expenses Inter segment expense allocation Total expenses 19,373 10,256 4,359 2,556 14,589 5,677 893 7,831 1,361 2,664 Provisions - charge / (reversal) Profit / (loss) before tax 155 1,137 1,134 (1,664) Profit / (loss) before tax 22,411 4,659 7,060 13,601 Statement of financial position Cash and bank balances Lendings to financial institutions Inter segment lending Investments - 17,948 1,678 1,950,230 - - 17,948 1,678 - 1,950,230 - - - - - Advances - performing - - 1,993 2,089 7,783 - 1,950,230 - - - - - - - Advances - performing - <td< td=""><td>108,116</td><td>3,015</td><td>(1,918)</td><td>106,69</td></td<>	108,116	3,015	(1,918)	106,69
Total income 56,528 21,729 13,446 22,324 Segment direct expenses Inter segment expense allocation Total expenses 19,373 10,256 4,359 2,556 14,589 5,677 8933 7,831 7,831 Total expenses 15,933 5,252 10,387 Provisions - charge / (reversal) 155 1,137 1,134 (1,664) Profit / (loss) before tax 22,411 4,659 7,060 13,601 Statement of financial position Cash and bank balances Lendings to financial institutions Investments Consumer,SME & Rural banking Corporate, Commercial and investment banking - Advances - performing Advances - non-performing Others 72,736 - 17,948 1,678 1,950,230 - - 183,655 9,460 Advances - performing Advances - non-performing Others 2,027,691 241,850 442,176 960,648 Borrowings 2,027,691 241,850 442,176 960,648 Borrowings Subordinated debt - - - - - - 0.0	(107,008)		2,738	-
Segment direct expenses Inter segment expense allocation 19,373 14,589 10,256 5,677 4,359 893 2,556 7,831 Total expenses 33,962 15,933 5,252 10,387 Provisions - charge / (reversal) 155 1,137 1,134 (1,664) Profit / (loss) before tax 22,411 4,659 7,060 13,601 Branch banking Rural banking Statement of financial position Consumer,SME and investment Corporate, Commercial and investment Statement of financial position 72,736 - 17,948 1,678 Lendings to financial institutions Inter segment lending - 1,950,230 - 221,885 9,460 Advances - non-performing Others - - 183,655 9,460 Advances - non-performing Others 2,027,691 241,850 442,176 960,648 Borrowings Subordinated debt - 5,841 74,694 132,506 - - 5,841 74,694 - - - Deposits and other accounts Inter segment borrowing - - - <td>12,746</td> <td>4,957</td> <td>(4,782)</td> <td>29,13</td>	12,746	4,957	(4,782)	29,13
Inter segment expense allocation 14,589 5,677 893 7,831 Total expenses 33,962 15,933 5,252 10,387 Provisions - charge / (reversal) 155 1,137 1,134 (1,664) Profit / (loss) before tax 22,411 4,659 7,060 13,601 Branch banking Statement of financial position Consumer,SME karral banking Corporate, Commercial and Investment banking Statement of financial position 72,736 - - - Cash and bank balances 72,736 - - - Lendings to financial institutions - - - - Investments - - - - - Advances - non-performing - - - - - Advances - non-performing 2,027,691 241,850 442,176 960,648 Borrowings 2,027,691 241,850 442,176 960,648 Borrowings - - - - - S	13,854	11,918	(3,962)	135,83
Total expenses 33,962 15,933 5,252 10,387 Provisions - charge / (reversal) 155 1,137 1,134 (1,664) Profit / (loss) before tax 22,411 4,659 7,060 13,601 Branch banking Statement of financial position Consumer,SME & Commercial and Investment banking Corporate, Commercial and Investment banking Statement of financial position 72,736 - - - Cash and bank balances 71,948 1,678 - Lendings to financial institutions - - - - Investments - - - - - - Advances - performing -	911	9,782	34,726	81,96
Provisions - charge / (reversal) 155 1,137 1,134 (1,664) Profit / (loss) before tax 22,411 4,659 7,060 13,601 Statement of financial position Branch banking & Rural banking Islamic Comporate, Commercial and Investment banking Statement of financial position Cash and bank balances 72,736 - - - Inter segment lending - - - - - - - Advances - performing - - - 1,950,230 - <td>1,048</td> <td>1,100</td> <td>(31,138)</td> <td>-</td>	1,048	1,100	(31,138)	-
Branch banking Consumer,SME & Rural banking Corporate, Commercial and Investment banking Statement of financial position Cash and bank balances Lendings to financial institutions Inter segment lending Advances - performing Advances - non-performing Others 72,736 - 1,950,230 - 1,950,230 - 2,027,691 - 17,948 - 1,950,230 - 2,0199 2,089 16,342 - 17,948 - 1,950,230 - 183,655 9,460 875,294 3,433 70,783 Total assets 2,027,691 241,850 442,176 960,648 Borrowings Subordinated debt Deposits and other accounts Inter segment borrowing - 1,999,352 - 691 218,253 74,694 - 319,884 132,506 - 508,589 264,154	1,959	10,882	3,588	81,9
As at December 3Branch bankingConsumer,SME & Rural bankingCorporate, Commercial and Investment bankingStatement of financial position Cash and bank balances Lendings to financial institutions Inter segment lending Advances - performing Advances - non-performing Others72,736 - 1,950,230- - 1,950,230- - 257 - 183,65517,948 - 257 - 183,6551,678 - - 257 - 183,655Advances - performing Advances - non-performing Others- 2,726121,885 2,027,6912,089 2,089 2,089 2,0893,433 70,783Total assets2,027,691241,850442,176960,648Borrowings Subordinated debt Deposits and other accounts Inter segment borrowing- - 1,999,3525,841 691 218,25374,694 - 219,884 264,154	45 11,850	<u>616</u> 420	933 (8,483)	2,3 51,5
Branch banking Consumer,SME & Rural banking Corporate, Commercial and Investment banking Statement of financial position -	,		(0) 1007	01,0
Branch banking Consumer,SME & Rural banking Commercial and Investment banking Statement of financial position -<	31, 2022 (Audite	ed)		
banking & Rural banking Islamic banking and Investment banking Statement of financial position		International	Head	
Statement of financial position 72,736 - 17,948 1,678 Cash and bank balances 72,736 - 257 - Inter segment lending 1,950,230 - 257 - Investments - 1,950,230 - 183,655 9,460 Advances - performing - 1,993 2,089 3,433 Others - 1,993 2,089 3,433 Total assets 2,027,691 241,850 442,176 960,648 Borrowings - - - - - Subordinated debt - - - - - 1,999,352 691 319,884 508,589 - - - 1,999,352 - 218,253 - 264,154 - -	Treasury	and correspon-		Total
Statement of financial position 72,736 - 17,948 1,678 Cash and bank balances -		dent banking	Others	
Cash and bank balances 72,736 - 17,948 1,678 _endings to financial institutions - - 257 - nvestments - 1,950,230 - 257 - nvestments - 1,950,230 - 257 - Advances - performing - 1,993 2,0185 875,294 Advances - non-performing - 1,993 2,089 3,433 Others - 7,948 16,342 70,783 Total assets 2,027,691 241,850 442,176 960,648 Borrowings - - - - - Subordinated debt - - - - - Deposits and other accounts 1,999,352 691 319,884 508,589 - net segment borrowing - 218,253 - 264,154	n million)			
Lendings to financial institutions - - - - Inter segment lending 1,950,230 - 257 - Investments - - 183,655 9,460 Advances - performing - 1,990 221,885 875,294 Advances - non-performing - 1,993 2,089 3,433 Others 4,725 7,948 16,342 70,783 Total assets 2,027,691 241,850 442,176 960,648 Borrowings - - - - - Subordinated debt - - - - - Deposits and other accounts 1,999,352 691 319,884 508,589 - - - 218,253 - 264,154 - - 218,253 - 264,154	99,301	97,024		288,68
Inter segment lending 1,950,230 - 257 - Investments - - 183,655 9,460 Advances - performing - 231,909 221,885 875,294 Advances - non-performing - 1,993 2,089 3,433 Others 4,725 7,948 16,342 70,783 Total assets 2,027,691 241,850 442,176 960,648 Borrowings - - - - Subordinated debt - - - - Deposits and other accounts 1,999,352 691 319,884 508,589 Inter segment borrowing - 218,253 - 264,154	254,593	- 37,024		200,00
Advances - performing - 231,909 221,885 875,294 Advances - non-performing - 1,993 2,089 3,433 Others 7,948 16,342 70,783 Total assets 2,027,691 241,850 442,176 960,648 Borrowings - - - - Subordinated debt - - - - Deposits and other accounts 1,999,352 691 319,884 508,589 Inter segment borrowing - 218,253 - 264,154	-	3,587	201,897	2,155,9
Advances - non-performing Others - 1,993 7,948 2,089 16,342 3,433 70,783 Total assets 2,027,691 241,850 442,176 960,648 Borrowings Subordinated debt - 5,841 - 74,694 - 132,506 - - Deposits and other accounts Inter segment borrowing - 218,253 - 264,154	1,496,496	162,025	30,439	1,882,0
Others 4,725 7,948 16,342 70,783 Total assets 2,027,691 241,850 442,176 960,648 Borrowings - 5,841 74,694 132,506 - Subordinated debt - - - - - - Deposits and other accounts 1,999,352 691 319,884 508,589 264,154	-	252,225 2,621	31,158	1,612,4 10,1
Total assets 2,027,691 241,850 442,176 960,648 Borrowings - 5,841 74,694 132,506 Subordinated debt - - - - Deposits and other accounts 1,999,352 691 319,884 508,589 Inter segment borrowing - 218,253 - 264,154	- 59,889	2,621	- 125,751	307,13
Subordinated debt - - - Deposits and other accounts 1,999,352 691 319,884 508,589 Inter segment borrowing - 218,253 - 264,154	1,910,279	539,178	389,245	6,511,00
Deposits and other accounts 1,999,352 691 319,884 508,589 Inter segment borrowing - 218,253 - 264,154	245,413	120,550	-	579,00
Inter segment borrowing - 218,253 - 264,154	-	-	18,874	18,8
	-	344,969	60,691	3,234,1
Others 28,339 17,065 15,714 55,399	1,648,566 34,606	24,998 20,358	- 97,786	2,155,9 269,20
Z0,000 17,000 13,714 30,000 Total liabilities 2,027,691 241,850 410,292 960,648	1,928,585	510,875	177,351	6,257,2
Equity - <u>- 31,884</u> -	(18,306)	28,303	211,894	253,7
Zotal equity and liabilities 2,027,691 241,850 442,176 960,648	1,910,279	539,178	389,245	6,511,06
Contingencies and commitments 73,089 - 34,569 404,198	449,835	195,265	38,116	1,195,07

34 RELATED PARTY TRANSACTIONS

The Bank has related party relationships with various parties including its Directors, Key Management Personnel, Group entities subsidiaries, associated companies, joint venture, and employee benefit schemes of the Bank.

Transactions with related parties, other than those under terms of employment, are executed on an arm's length basis i.e. do not involve more than normal risk and are substantially on the same terms, including mark-up rates and collateral, as those prevailing at the time for comparable transactions with unrelated parties.

Contributions to and accruals in respect of staff retirement and other benefit schemes are made in accordance with the actuarial valuations / terms of the schemes.

Details of transactions and balances with related parties as at the period / year end are as follows:

			Asa	at September 30, 2023 (Un	audited)		
	Directors	Key Management Personnel		Subsidiary companies	Associates	Joint venture	Other related parties
Statement of financial position				(Rupees in '000)			
Balances with other banks In current accounts			132,124	666,585	_		
Investments Opening balance Investment made during the period Investment redeemed / disposed off during	-	-	- -	26,510,029 1,000,000	7,286,430 -	135,665 -	9,705,368 -
the period Provision for diminution in the value of investments Transfer (out) / in - net	- -	-	- -	- - -	(48,077) (201,406) -	- - (135,665)	- (15,248) 9,564,088
Revaluation of investment during the period Exchange adjustment Closing balance		- 		1,839,225 - - 29,349,254	- 7,036,947		(2,914,703) 793,648 17,133,153
Provision for diminution in the value of investments			_		201,406	_	58,191
Advances Opening balance Addition during the period Repaid during the period Exchange adjustment Closing balance	1,412 7,707 (8,863) - 256	520,240 465,686 (328,034) - -	4,547,709 20,832,498 (20,787,941) 1,012,100 5,604,366	3,357,440 403,764 (1,964,624) 418,315 2,214,895	625,000 - (125,000) - 500,000		11,714,938 13,512,890 (13,969,318) - 11,258,510
Other Assets Interest / mark-up accrued Other receivables / prepayments		709 - 709	71,184 - 71,184	1,605,961 450 1,606,411	21,460 48,257 69,717	- - -	864,798 - 864,798
Borrowings Opening balance Borrowings during the period Settled during the period Transfer (out) / in - net Exchange adjustment Closing balance		- - - - - -	3,982,280 15,109,136 (14,927,101) - 1,008,687 5,173,002	2,264,309 - (2,793,881) - 529,572 -	12,950,894 25,000,929 (33,931,701) - 3,219,614 7,239,736	2,717,171 2,348,700 (3,131,600) (2,554,127) 619,856	168,252 7,543,479 (8,549,895) 2,554,127 873,683 2,589,646
Deposits and other accounts Opening balance Received during the period Withdrawn during the period Transfer (out) / in - net Exchange adjustment Closing balance	135,270 475,242 (531,026) - 18,695 98,181	504,305 4,464,008 (4,375,112) - 26,657 619,858	16,086,603 277,141,181 (270,790,603) - 251,127 22,688,308	2,461,812 772,478,317 (771,229,350) - 145,816 3,856,595	2,817,791 783,807,824 (750,819,786) - 42,848 35,848,677	4,204 3,996 (7,583) (1,412) 795 -	1,754,471 137,777,188 (132,441,571) 1,412 35,331 7,126,831
Other liabilities Interest / mark-up payable Payable to defined benefit plan Other payables	634 - - 634	8,264 - - 8,264	224,252 	1,648 - 	49,307 - 57,632 106,939		26,857 717,388 <u>644,910</u> 1,389,155
Contingencies and Commitments Letter of credit Guarantees Forward purchase of Government securities			700,917 174,650 35,078	- 80,776 -		 _ _ _	340,903 3,535,727 -
Forward purchase of foreign exchange contracts Interest rate swaps		- 	- - 910,645	1,381,144 - 1,461,920	- 500,000 500,000		- - 3,876,630
Others Securities held as custodian	88,915	152,590	22,720,141		175,115,000		20,721,065

			For the nine m	onths ended September 3	0, 2023 (Unaudite	ed)	
	Directors	Personnel		Subsidiary companies	Associates	Joint venture	Other related parties
Profit and loss account				(Rupees in '000)			
Income							
Mark-up / return / profit / interest earned	71	21,744	362,570	1,424,022	86,176	_	1,850,798
Fee and commission income	476	3,939	211,752	57,339	497,484	-	55,660
Dividend income	470	-	211,752	-	841,098	_	1,545,344
Foreign exchange gain	-	-	-	575,207	-	-	
Unrealised loss on derivatives	-	-	-	-	(47,673)	_	-
Loss on sale of securities - net	-	-	-	-	(15,441)	-	-
Rent on properties	-	-	-	52,168	-	-	-
Other income	-	-	-	11,433	-	-	-
Expenses							
Mark-up / return / profit / interest expensed	5,550	30,562	733,938	108,553	827,714	12,526	474,696
Operating expenses							
Total compensation expense	-	2,169,570	-	-	-	-	1,114,265
Non-Executive Directors' fees	58,650	-	-	-	-	-	-
Insurance premium expense	-	-	-	-	1.701.838	-	-
Product feature cost	-	-	160,936	-	-	-	-
Travelling	-	-	5.497	-	-	-	-
Subscription	-	-	-	-	-	_	12,599
Donation	-	-	-	-	-	_	644,910
Brokerage and Commission	_	_		_	_	_	223,560
Other expenses	-	-	42,824	16,577	51,122	-	35,519
Provision for diminution in the value of investments	-	-	-	-	201,406	-	15,248
Others							
Purchase of Government securities	86,846	231,310	101,657,318	221,312,365	189,416,641	-	53,633,248
Sale of Government securities	164,890	362,185	132,002,021	225,177,052	200,678,499	-	76,419,976
Purchase of foreign currencies	-	-	4,528,650	23,131,041	1,706,125	-	8,903,897
Sale of foreign currencies	42.467	-	5,739,059	26,315,057	2,852	-	26,076
Insurance claims settled	-	-	-	20,010,001	154,621		- 20,070

Balances and transactions with group entities include deposits of Rs. 0.703 million (December 31, 2022: Rs. 0.590 million) from the parent.
As at December 31, 2022 (Audited)

			A	at December 31, 2022 (At	laitea)		
	Directors	Key Management Personnel	Group Entities	Subsidiary companies	Associates	Joint venture	Other related parties
Statement of financial position				(Rupees in '000)			
Balances with other banks In current accounts			1,592	1,602,967	-		
Investments							
Opening balance	-	-	-	20,091,764	9,465,766	135,665	7,713,055
Investment made during the year	-	-	-	4,920,743	44,188	-	2,000,000
Investment redeemed / disposed off during the year	-	-	-	-	(2,223,524)	-	-
Provision for diminution in the value of investments	-	-	-	-	-	-	(36,974)
Transfer in - net	-	-	-	-	-	-	29,287
Revaluation of investment during the year	-	-	-	1,497,522	-		-
Closing balance	-	-	-	26,510,029	7,286,430	135,665	9,705,368
Provision for diminution in the value of investments					-		42,943
Advances							
Opening balance	527	447,007	4,001,392	2,092,521	1,845,811	-	11,132,886
Addition during the year	30,557	421,195	23,281,985	1,716,370	-	-	14,020,793
Repaid during the year	(29,672)	(378,950)	(23,534,128)	(613,375)	(1,375,527)	-	(13,438,741)
Transfer in - net	-	30,988	-	-	-	-	-
Exchange adjustment	-	-	798,460	161,924	154,716		
Closing balance	1,412	520,240	4,547,709	3,357,440	625,000	-	11,714,938
Other Assets							
Interest / mark-up accrued	-	778	44,798	491,130	19,286	-	266,034
Other receivables / prepayments	-	2,475	-	-	-	-	-
Advance subscription of shares	-	-	-	1,000,000	-	-	
		3,253	44,798	1,491,130	19,286		266,034

			As	s at December 31, 2022 (Au	iuiteu)		
	Directors	Key Management Personnel		Subsidiary companies	Associates	Joint venture	Other related parties
				(Rupees in '000)			
Borrowings Opening balance			3,177,871	475,527	3,969,060		181,985
Borrowings during the year	-	-	7,519,611	2,116,002	22,569,599	11,050,690	-
Settled during the year	-	-	(6,953,154)	(620,884)	(16,014,977)	(8,594,981)	(13,733
Exchange adjustment	-	-	237,952	293,664	2,427,212	261,462	-
Closing balance	-	-	3,982,280	2,264,309	12,950,894	2,717,171	168,252
Deposits and other accounts							
Opening balance	42,382	545,067	10,820,031	6,314,465	50,605,027	-	2,960,354
Received during the year	585,700	4,083,660	349,416,139	734,132,907	938,266,443	13,607	70,836,494
Withdrawn during the year	(500,475)	(4,162,730)	(344,428,637)	(738,191,795)	(986,066,571)	(15,287)	(72,088,26
Transfer out - net	-	(30,270)	-	-	-	-	-
Exchange adjustment Closing balance	7,663 135,270	68,578 504,305	279,070	206,235 2,461,812	12,892 2,817,791	5,884 4,204	45,89
	133,270	304,303	10,000,003	2,401,012	2,017,751	4,204	1,734,47
Other liabilities							
Interest / mark-up payable	434	1,340	116,735	7,570	42,367	28,530	4,02
Payable to defined benefit plan	-	-	-	-	-	-	607,42
Other payables	434	- 1,340	33,884 150,619	22,716 30,286	71,748 114,115	- 28,530	515,96
Contingencies and Commitments	404	1,340	130,019	50,200	114,113	20,000	1,121,40
Letters of credit	-	-	693,802		-	-	440,14
Guarantees	-	-	159,480	64,435	-	-	3,535,72
Forward purchase of Government securities	-	-	-	-	-	-	2,452,57
Forward purchase of foreign exchange contracts	-	-	-	183,409	1,500	-	-
Interest rate swaps			-	-	625,000		-
		-	853,282	247,844	626,500		6,428,43
Others Securities held as custodian	2,500	94,830	24,812,555	_	134,281,000	_	18,455,83
			For the nine m	onths ended September 3). 2022 (Unaudite)d)	
		Кеу		onths ended September 3), 2022 (Unaudite	èd)	Other relate
	Directors	Management		onths ended September 30 Subsidiary companies	0, 2022 (Unaudite Associates	ed) Joint venture	Other relate parties
	Directors			Subsidiary companies			
Profit and loss account	Directors	Management					
	Directors	Management		Subsidiary companies			
Income		Management Personnel	Group Entities	Subsidiary companies	Associates		parties
Profit and loss account Income Mark-up / return / profit / interest earned	7	Management Personnel 17,925	Group Entities	Subsidiary companies (Rupees in '000) 662,483	Associates 83,299		parties
Income Mark-up / return / profit / interest earned Fee and commission income		Management Personnel	Group Entities	Subsidiary companies (Rupees in '000) 662,483 3,391	Associates 83,299 587,456		parties
Income Mark-up / return / profit / interest earned Fee and commission income Dividend income	7	Management Personnel 17,925	Group Entities	Subsidiary companies (Rupees in '000) 662,483 3,391	Associates 83,299		parties
Income Mark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain	7	Management Personnel 17,925	Group Entities	Subsidiary companies (Rupees in '000) 662,483 3,391	Associates 83,299 587,456 666,706		parties
Income Mark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Unrealised loss on derivatives	7	Management Personnel 17,925	Group Entities	Subsidiary companies (Rupees in '000) 662,483 3,391 - 1,014,121 -	Associates 83,299 587,456 666,706 - (54,768)		1,279,20
Income Mark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Unrealised loss on derivatives Gain on sale of securities - net	7	Management Personnel 17,925	Group Entities	Subsidiary companies (Rupees in '000) 662,483 3,391 - 1,014,121 - -	Associates 83,299 587,456 666,706		1,279,20
Income Mark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Unrealised loss on derivatives Gain on sale of securities - net Rent on properties	7	Management Personnel 17,925	Group Entities	Subsidiary companies (Rupees in '000) 662,483 3,391 - 1,014,121 - - 34,567	Associates 83,299 587,456 666,706 - (54,768) 136,433 -		1,279,20
Income Mark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Unrealised loss on derivatives Gain on sale of securities - net Rent on properties	7	Management Personnel 17,925	Group Entities	Subsidiary companies (Rupees in '000) 662,483 3,391 - 1,014,121 - -	Associates 83,299 587,456 666,706 - (54,768)		1,279,20
Mcome Mark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Unrealised loss on derivatives Gain on sale of securities - net Rent on properties Dther income	7	Management Personnel 17,925	Group Entities	Subsidiary companies (Rupees in '000) 662,483 3,391 - 1,014,121 - - 34,567	Associates 83,299 587,456 666,706 - (54,768) 136,433 -		1,279,20
Mark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Unrealised loss on derivatives Gain on sale of securities - net Rent on properties Dther income Expense	7	Management Personnel 17,925	Group Entities	Subsidiary companies (Rupees in '000) 662,483 3,391 - 1,014,121 - - 34,567	Associates 83,299 587,456 666,706 - (54,768) 136,433 -		1,279,20 6,66 66,22 - - - - - -
Mark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Unrealised loss on derivatives Gain on sale of securities - net Rent on properties Dther income Expense Mark-up / return / profit / interest expensed	7 867 - - - - - -	Management Personnel 17,925 3,714 - - - - - - - - -	Group Entities 181,945 187,358 - - - - - - - - - - - - -	Subsidiary companies (Rupees in '000) 662,483 3,391 - 1,014,121 - - 34,567 312	Associates 83,299 587,456 666,706 - (54,768) 136,433 - -	Joint venture	1,279,20 6,66 66,22 - - - - - -
Income Mark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Unrealised loss on derivatives Gain on sale of securities - net Rent on properties Other income Expense Mark-up / return / profit / interest expensed Operating expenses	7 867 - - - - - -	Management Personnel 17,925 3,714 - - - - - - - - -	Group Entities 181,945 187,358 - - - - - - - - - - - - -	Subsidiary companies (Rupees in '000) 662,483 3,391 - 1,014,121 - - 34,567 312	Associates 83,299 587,456 666,706 - (54,768) 136,433 - -	Joint venture	1,279,20 6,66 66,22 - - - - - - - - - - - - - - - - - -
Mark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Unrealised loss on derivatives Gain on sale of securities - net Rent on properties Dther income Expense Mark-up / return / profit / interest expensed	7 867 - - - - - - - - - 1,845	Management Personnel 17,925 3,714 - - - - - - - - 16,581	Group Entities 181,945 187,358 - - - - - - - - - - - - -	Subsidiary companies (Rupees in '000) 662,483 3,391 - 1,014,121 - - 34,567 312 50,801	Associates 83,299 587,456 666,706 - (54,768) 136,433 - - - 1,128,749	Joint venture	1,279,20 6,66 66,22 - - - - - - - - - - - - - - - - - -
Mark-up / return / profit / interest earned Mark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Unrealised loss on derivatives Gain on sale of securities - net Rent on properties Dther income Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees	7 867 - - - - - - - - - 1,845	Management Personnel 17,925 3,714 - - - - - - - - 16,581	Group Entities 181,945 187,358 - - - - - - - - - - - - -	Subsidiary companies (Rupees in '000) 662,483 3,391 - 1,014,121 - - 34,567 312 50,801	Associates 83,299 587,456 666,706 - (54,768) 136,433 - - 1,128,749 - -	Joint venture	1,279,20 6,66 66,22 - - - - - - - - - - - - - - - - - -
Mark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Unrealised loss on derivatives Gain on sale of securities - net Rent on properties Other income Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense	7 867 - - - - - - - - - 1,845	Management Personnel 17,925 3,714 - - - - - - - - 16,581 1,733,234	Group Entities 181,945 187,358 238,268 238,268	Subsidiary companies (Rupees in '000) 662,483 3,391 - 1,014,121 - 34,567 312 50,801 - - -	Associates 83,299 587,456 666,706 - (54,768) 136,433 - - - 1,128,749	Joint venture	parties 1,279,20 6,66 66,22 - - - - - - - 199,49
Mark-up / return / profit / interest earned Mark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Unrealised loss on derivatives Gain on sale of securities - net Rent on properties Dther income Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees	7 867 - - - - - - - - - 1,845	Management Personnel 17,925 3,714 - - - - - - - - 16,581 1,733,234	Group Entities 181,945 187,358 - - - - - - - - - - - - -	Subsidiary companies (Rupees in '000) 662,483 3,391 - 1,014,121 - 34,567 312 50,801 - - -	Associates 83,299 587,456 666,706 - (54,768) 136,433 - - 1,128,749 - -	Joint venture	parties 1,279,20 6,66 66,22 - - - - - - - 199,49
Arcome Mark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Jurealised loss on derivatives Gain on sale of securities - net Rent on properties Dther income Expense Mark-up / return / profit / interest expensed Dperating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost	7 867 - - - - - - - - - 1,845	Management Personnel 17,925 3,714 - - - - - - - - - - - 16,581 1,733,234 - -	Group Entities 181,945 187,358 238,268 238,268	Subsidiary companies (Rupees in '000) 662,483 3,391 - 1,014,121 - 34,567 312 50,801 - - -	Associates 83,299 587,456 666,706 - (54,768) 136,433 - - 1,128,749 - -	Joint venture	parties 1,279,20 6,66 66,22 - - - 199,48 1,945,34 - - - - - - - - - - - - -
Ark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Jurealised loss on derivatives Gain on sale of securities - net Rent on properties Dther income Expense Mark-up / return / profit / interest expensed Deparating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost Travelling	7 867 - - - - - - - - - 1,845	Management Personnel 17,925 3,714 - - - - - - - - - - - 16,581 1,733,234 - -	Group Entities 181,945 187,358 238,268 238,268	Subsidiary companies (Rupees in '000) 662,483 3,391 - 1,014,121 - 34,567 312 50,801 - - -	Associates 83,299 587,456 666,706 - (54,768) 136,433 - - 1,128,749 - -	Joint venture	parties 1,279,20 6,66 66,22 - - - 199,49 1,945,34 - - 199,45 1,945,34 - - - - - - - - - - - - -
Mark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Jnrealised loss on derivatives Gain on sale of securities - net Rent on properties Dther income Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost Travelling Subscription Donation	7 867 - - - - - - - - - 1,845	Management Personnel 17,925 3,714 - - - - - - - - - - - 16,581 1,733,234 - -	Group Entities 181,945 187,358 238,268 238,268	Subsidiary companies (Rupees in '000) 662,483 3,391 - 1,014,121 - 34,567 312 50,801 - - -	Associates 83,299 587,456 666,706 - (54,768) 136,433 - - 1,128,749 - -	Joint venture	parties 1,279,20 6,66 66,22 - - - 199,49 1,945,34 - - 13,63 354,48
Ark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Jnrealised loss on derivatives Bain on sale of securities - net Rent on properties Dther income Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost Travelling Subscription	7 867 - - - - - - - - - 1,845	Management Personnel 17,925 3,714 - - - - - - - - - - - 16,581 1,733,234 - -	Group Entities 181,945 187,358 238,268 238,268	Subsidiary companies (Rupees in '000) - 662,483 3,391 - 1,014,121 - 34,567 312 50,801 - - - - - - - - - - - - -	Associates 83,299 587,456 666,706 - (54,768) 136,433 - - 1,128,749 - -	Joint venture	parties 1,279,20 6,66 66,22 - - - 199,49 1,945,34 - 1,945,34 - - 13,63 354,48 163,27
Ark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Jnrealised loss on derivatives Gain on sale of securities - net Rent on properties Dther income Expense Mark-up / return / profit / interest expensed Doperating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost Travelling Subscription Donation Brokerage and Commission Other expenses	7 867 - - - - - - - - - 1,845	Management Personnel 17,925 3,714 - - - - - - - - - - - 16,581 1,733,234 - -	Group Entities 181,945 187,358 238,268 238,268 77,563 7,184	Subsidiary companies (Rupees in '000) - 662,483 3,391 - 1,014,121 - 34,567 312 50,801 - - - - - - - - - - - - -	Associates 83,299 587,456 666,706 - (54,768) 136,433 - - 1,128,749 - 1,296,944 - - - - - - - - - - - - -	Joint venture	parties 1,279,20 6,66 66,22 - - - 199,49 1,945,34 - 1,945,34 - - 13,63 354,48 163,27 39,30
Mark-up / return / profit / interest earned Fee and commission income Foreign exchange gain Jurealised loss on derivatives Gain on sale of securities - net Rent on properties Dther income Expense Mark-up / return / profit / interest expensed Doperating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost Travelling Subscription Donation Brokerage and Commission Other expenses Provision for diminution in the value of investments	7 867 - - - - - - - - - 1,845	Management Personnel 17,925 3,714 - - - - - - - - - - - 16,581 1,733,234 - -	Group Entities 181,945 187,358 238,268 238,268 77,563 7,184	Subsidiary companies (Rupees in '000) - 662,483 3,391 - 1,014,121 - 34,567 312 50,801 - - - - - - - - - - - - -	Associates 83,299 587,456 666,706 - (54,768) 136,433 - - 1,128,749 - 1,296,944 - - - - - - - - - - - - -	Joint venture	parties 1,279,20 6,66 66,22 - - - 199,49 1,945,34 - 1,945,34 - - 13,63 354,48 163,27 39,30
Mark-up / return / profit / interest earned Mark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Unrealised loss on derivatives Gain on sale of securities - net Rent on properties Other income Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost Travelling Subscription Donation Brokerage and Commission Other expenses Provision for diminution in the value of investments Dthers	7 867 - - - - - - - - - 1,845	Management Personnel 17,925 3,714 - - - - - - - - - - - 16,581 1,733,234 - -	Group Entities 181,945 187,358 238,268 - 238,268 - 77,563 7,184 - 30,037	Subsidiary companies (Rupees in '000) 662,483 3,391 - 1,014,121 - 34,567 312 50,801 - - - - - - - - - - - - -	Associates 83,299 587,456 666,706 - (54,768) 136,433 - 1,128,749 - 1,296,944 - - 1,296,944 - - - 42,593 -	Joint venture	parties 1,279,20 6,66 66,22 - - - 199,49 1,945,34 - 1,945,34 - 1,945,34 - - 13,63 354,48 163,27 39,30 13,87
Mark-up / return / profit / interest earned Mark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Unrealised loss on derivatives Gain on sale of securities - net Rent on properties Other income Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost Travelling Subscription Donation Brokerage and Commission Other expenses Provision for diminution in the value of investments Others Purchase of Government securities	7 867 - - - - - - - - - 1,845	Management Personnel 17,925 3,714 - - - - - 16,581 1,733,234 - - - - - - - - - - - - - - - - - - -	Group Entities	Subsidiary companies (Rupees in '000)	Associates 83,299 587,456 666,706 - (54,768) 136,433 - 1,128,749 - 1,296,944 - - 1,296,944 - - - 42,593 - 58,278,417	Joint venture	parties 1,279,20 6,66 66,22 - - - 199,49 1,945,34 - 1,945,34 - - 13,63 354,48 163,27 39,30 13,87 21,571,34
Mark-up / return / profit / interest earned Mark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Unrealised loss on derivatives Gain on sale of securities - net Rent on properties Other income Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost Travelling Subscription Donation Brokerage and Commission Other expenses Provision for diminution in the value of investments Others Purchase of Government securities Sale of Government securities	7 867 - - - - - - - - - 1,845	Management Personnel 17,925 3,714 - - - - - - - - - - - - - - - - - - -	Group Entities	Subsidiary companies (Rupees in '000)	Associates 83,299 587,456 666,706 - (54,768) 136,433 - 1,128,749 - 1,296,944 - - 1,296,944 - - - 42,593 -	Joint venture	parties 1,279,20 6,66 66,22 - - - 199,49 1,945,34 - 1,945,34 - - 13,63 354,48 163,27 39,30 13,87 21,571,34 23,576,09
Mark-up / return / profit / interest earned Mark-up / return / profit / interest earned Fee and commission income Dividend income Foreign exchange gain Unrealised loss on derivatives Gain on sale of securities - net Rent on properties Other income Expense Mark-up / return / profit / interest expensed Operating expenses Total compensation expense Non-Executive Directors' fees Insurance premium expense Product feature cost Travelling Subscription Donation Brokerage and Commission Other expenses Provision for diminution in the value of investments Others Purchase of Government securities	7 867 - - - - - - - - - 1,845	Management Personnel 17,925 3,714 - - - - - 16,581 1,733,234 - - - - - - - - - - - - - - - - - - -	Group Entities	Subsidiary companies (Rupees in '000)	Associates 83,299 587,456 666,706 - (54,768) 136,433 - 1,128,749 - 1,296,944 - - 1,296,944 - - - 42,593 - 58,278,417	Joint venture	parties 1,279,20 6,66 66,22 - - - 199,49 1,945,34 - - - - - - - - - - - - -

CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS	(Unaudited) September 30, 2023 (Pupoo	(Audited) December 31, 2022 s in '000)
Minimum Capital Requirement (MCR):	(Rupee	5 11 000)
Paid-up capital (net of losses)	14,668,525	14,668,525
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	228,812,952	203,364,899
Eligible Additional Tier 1 (ADT 1) Capital	14,973,079	15,901,419
Total Eligible Tier 1 Capital	243,786,031	219,266,318
Eligible Tier 2 Capital Total Eligible Capital (Tier 1 + Tier 2)	<u>61,565,083</u> 305,351,114	<u>37,987,540</u> 257,253,858
Risk Weighted Assets (RWAs):		
Credit Risk	1,463,467,878	1,387,509,228
Market Risk	112,148,713	75,860,638
Operational Risk	252,065,484	252,065,484
Total	1,827,682,075	1,715,435,350
Common Equity Tier 1 Capital Adequacy ratio	12.52%	11.86%
Tier 1 Capital Adequacy Ratio	13.34%	12.78%
Total Capital Adequacy Ratio	16.71%	15.00%
Bank specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus any other buffer requirement)		
of which: capital conservation buffer requirement	9.00%	9.00%
of which: countercyclical buffer requirement	1.50%	1.50%
of which: D-SIB buffer requirement	1.50%	1.50%
CET1 available to meet buffers (as a percentage of risk weighted assets)	6.52%	5.86%
Other information:		
Minimum capital requirements prescribed by the SBP		
CET1 ratio (%)	9.00%	9.00%
Tier 1 ratio (%)	10.50%	10.50%
Total capital ratio (%)	13.00%	13.00%
Leverage Ratio (LR)		
Eligible Tier-1 Capital	243,786,031	219,266,318
Total Exposure	5,770,476,895	5,014,549,104
Leverage Ratio (%)	4.22%	4.37%
Minimum Requirement (%)	3.00%	3.00%
Liquidity Coverage Ratio (LCR)	Total Adju (Rupees	
	(napooo	
Average High Quality Liquid Assets	1,845,912,119	1,609,446,790
Average Net Cash Outflow Liquidity Coverage Ratio (%)	675,157,355	632,560,916
	273.40%	254.43%
Minimum Requirement (%)	100.00%	100.00%
Net Stable Funding Ratio (NSFR)	Total Weig (Rupees	
Total Available Stable Funding	3,662,652,846	3,225,111,950
Total Required Stable Funding	2,328,742,374	2,171,559,048
Net Stable Funding Ratio (%)	157.28%	148.52%

36 ISLAMIC BANKING BUSINESS

The Bank operates 330 (December 31, 2022: 294) Islamic Banking branches and 578 (December 31, 2022: 573) Islamic Banking windows.

STATEMENT OF FINANCIAL POSITION	Note	(Unaudited) September 30, 2023 (Rupees	(Audited) December 31, 2022 in '000)
		40,000,700	47 407 000
Cash and balances with treasury banks Balances with other banks		49,382,729 673,772	17,497,223 451,114
Due from financial institutions		14,961,000	451,114
Investments	36.1	201,136,604	183,654,832
Islamic financing and related assets - net	36.2	203,334,482	223,974,766
Fixed assets		12,268,258	6,497,224
Intangible assets		41,993	30,066
Due from Head Office		-	257,428
Deferred tax assets		1,880,922	1,160,304
Other assets		30,456,380	8,653,602
LIABILITIES		514,136,140	442,176,559
Bills payable		41,111	20,267
Due to financial institutions	36.3	50,520,590	74,694,404
Deposits and other accounts	36.4	380,238,348	319,883,948
Due to Head Office		15,157,819	-
Subordinated debt		-	-
Deferred tax liabilities		-	-
Other liabilities		27,357,718	15,693,460
		473,315,586	410,292,079
NET ASSETS		40,820,554	31,884,480
REPRESENTED BY Islamic Banking Fund		500.000	500.000
Reserves		500,000	500,000
Deficit on revaluation of investments - net of tax		(1,957,695)	(1,538,078)
Unappropriated profit	36.5	42,278,249	32,922,558
		40,820,554	31,884,480
O service services and the service service			
Contindencies and commitments	36.6		
Contingencies and commitments	36.6	(Unau	dited)
	36.6	(Unau For the nine m	,
	36.6	For the nine m September 30,	nonths ended September 30,
	36.6	For the nine m September 30, 2023	nonths ended September 30, 2022
PROFIT AND LOSS ACCOUNT	36.6	For the nine m September 30,	nonths ended September 30, 2022
PROFIT AND LOSS ACCOUNT		For the nine m September 30, 2023 (Rupees	nonth's ended September 30, 2022 in '000)
PROFIT AND LOSS ACCOUNT Profit / return earned	36.7	For the nine m September 30, 2023 (Rupees 53,122,249	nonth's ended September 30, 2022 in '000) 32,564,590
PROFIT AND LOSS ACCOUNT Profit / return earned Profit / return expensed		For the nine m September 30, 2023 (Rupees 53,122,249 30,443,179	nonth's ended September 30, 2022 in '000) 32,564,590 20,453,330
PROFIT AND LOSS ACCOUNT Profit / return earned Profit / return expensed Net profit / return	36.7	For the nine m September 30, 2023 (Rupees 53,122,249	nonth's ended September 30, 2022 in '000) 32,564,590
PROFIT AND LOSS ACCOUNT Profit / return earned Profit / return expensed Net profit / return Other income	36.7	For the nine m September 30, 2023 (Rupees 53,122,249 30,443,179 22,679,070	nonth's ended September 30, 2022 in '000) 32,564,590 20,453,330 12,111,260
PROFIT AND LOSS ACCOUNT Profit / return earned Profit / return expensed Net profit / return	36.7	For the nine m September 30, 2023 (Rupees 53,122,249 30,443,179	nonth's ended September 30, 2022 in '000) 32,564,590 20,453,330
PROFIT AND LOSS ACCOUNT Profit / return earned Profit / return expensed Net profit / return Other income Fee and commission income	36.7	For the nine m September 30, 2023 (Rupees 53,122,249 30,443,179 22,679,070 1,323,547 -	nonth's ended September 30, 2022 in '000) 32,564,590 20,453,330 12,111,260 795,573
PROFIT AND LOSS ACCOUNT Profit / return earned Profit / return expensed Net profit / return Other income Fee and commission income Dividend income	36.7	For the nine m September 30, 2023 (Rupees 53,122,249 30,443,179 22,679,070	nonth's ended September 30, 2022 in '000) 32,564,590 20,453,330 12,111,260
PROFIT AND LOSS ACCOUNT Profit / return earned Profit / return expensed Net profit / return Other income Fee and commission income Dividend income Foreign exchange income	36.7	For the nine m September 30, 2023 (Rupees 53,122,249 30,443,179 22,679,070 1,323,547 -	nonth's ended September 30, 2022 in '000) 32,564,590 20,453,330 12,111,260 795,573
PROFIT AND LOSS ACCOUNT Profit / return earned Profit / return expensed Net profit / return Other income Fee and commission income Dividend income Foreign exchange income Income from derivatives Gain on securities - net Others	36.7	For the nine m September 30, 2023 (Rupees 53,122,249 30,443,179 22,679,070 1,323,547 - 734,507 - 5,592 -	nonth's ended September 30, 2022 in '000) 32,564,590 20,453,330 12,111,260 795,573 - 461,163 - 77,552 537
PROFIT AND LOSS ACCOUNT Profit / return earned Profit / return expensed Net profit / return Other income Fee and commission income Dividend income Foreign exchange income Income from derivatives Gain on securities - net	36.7	For the nine m September 30, 2023 (Rupees 53,122,249 30,443,179 22,679,070 1,323,547 - 734,507 -	nonth's ended September 30, 2022 in '000) 32,564,590 20,453,330 12,111,260 795,573 - 461,163 - 77,552
PROFIT AND LOSS ACCOUNT Profit / return earned Profit / return expensed Net profit / return Other income Fee and commission income Dividend income Foreign exchange income Income from derivatives Gain on securities - net Others	36.7	For the nine m September 30, 2023 (Rupees 53,122,249 30,443,179 22,679,070 1,323,547 - 734,507 - 5,592 -	nonth's ended September 30, 2022 in '000) 32,564,590 20,453,330 12,111,260 795,573 - 461,163 - 77,552 537
PROFIT AND LOSS ACCOUNT Profit / return earned Profit / return expensed Net profit / return Other income Fee and commission income Dividend income Foreign exchange income Income from derivatives Gain on securities - net Others Total other income	36.7	For the nine m September 30, 2023 (Rupees 53,122,249 30,443,179 22,679,070 1,323,547 - 734,507 - 5,592 - 2,063,646 24,742,716	nonth's ended September 30, 2022 in '000) 32,564,590 20,453,330 12,111,260 795,573 - 461,163 - 77,552 537 1,334,825 13,446,085
PROFIT AND LOSS ACCOUNT Profit / return earned Profit / return expensed Net profit / return Other income Fee and commission income Dividend income Foreign exchange income Income from derivatives Gain on securities - net Others Total other income Total income Other expenses Operating expenses	36.7	For the nine m September 30, 2023 (Rupees 53,122,249 30,443,179 22,679,070 1,323,547 - 734,507 - 5,592 - 2,063,646 24,742,716	nonth's ended September 30, 2022 in '000) 32,564,590 20,453,330 12,111,260 795,573 - 461,163 - 77,552 537 1,334,825 13,446,085
PROFIT AND LOSS ACCOUNT Profit / return earned Profit / return expensed Net profit / return Other income Fee and commission income Dividend income Foreign exchange income Income from derivatives Gain on securities - net Others Total other income Total other income Other expenses Operating expenses Workers' Welfare Fund - charge	36.7	For the nine m September 30, 2023 (Rupees 53,122,249 30,443,179 22,679,070 1,323,547 - 734,507 - 5,592 - 2,063,646 24,742,716 6,270,802 367,195	nonth's ended September 30, 2022 in '000) 32,564,590 20,453,330 12,111,260 795,573 - 461,163 - 77,552 537 1,334,825 13,446,085 4,933,817 149,426
PROFIT AND LOSS ACCOUNT Profit / return earned Profit / return expensed Net profit / return Other income Fee and commission income Dividend income Foreign exchange income Income from derivatives Gain on securities - net Others Total other income Total other income Other expenses Operating expenses Workers' Welfare Fund - charge Other charges	36.7	For the nine m September 30, 2023 (Rupees 53,122,249 30,443,179 22,679,070 1,323,547 - 734,507 - 5,592 - 2,063,646 24,742,716 6,270,802 367,195 220	nonth's ended September 30, 2022 in '000) 32,564,590 20,453,330 12,111,260 795,573 - 461,163 - 77,552 537 1,334,825 13,446,085 4,933,817 149,426 168,332
PROFIT AND LOSS ACCOUNT Profit / return earned Profit / return expensed Net profit / return Other income Fee and commission income Dividend income Foreign exchange income Income from derivatives Gain on securities - net Others Total other income Other expenses Operating expenses Workers' Welfare Fund - charge Other charges Total other expenses	36.7	For the nine m September 30, 2023 (Rupees 53,122,249 30,443,179 22,679,070 1,323,547 - 734,507 - 5,592 - 2,063,646 24,742,716 6,270,802 367,195 220 6,638,217	nonth's ended September 30, 2022 in '000) 32,564,590 20,453,330 12,111,260 795,573 - 461,163 - 77,552 537 1,334,825 13,446,085 4,933,817 149,426 168,332 5,251,575
PROFIT AND LOSS ACCOUNT Profit / return earned Profit / return expensed Net profit / return Other income Fee and commission income Dividend income Foreign exchange income Income from derivatives Gain on securities - net Others Total other income Other expenses Operating expenses Workers' Welfare Fund - charge Other charges Total other expenses Profit before provisions	36.7	For the nine m September 30, 2023 (Rupees 53,122,249 30,443,179 22,679,070 1,323,547 - 734,507 - 5,592 - 2,063,646 24,742,716 6,270,802 367,195 220 6,638,217 18,104,499	nonth's ended September 30, 2022 in '000) 32,564,590 20,453,330 12,111,260 795,573 - 461,163 - 77,552 537 1,334,825 13,446,085 4,933,817 149,426 168,332 5,251,575 8,194,510
PROFIT AND LOSS ACCOUNT Profit / return earned Profit / return expensed Net profit / return Other income Fee and commission income Dividend income Foreign exchange income Income from derivatives Gain on securities - net Others Total other income Other expenses Operating expenses Workers' Welfare Fund - charge Other charges Total other expenses Frofit before provisions (Reversals) / provisions and write offs - net	36.7	For the nine m September 30, 2023 (Rupees 53,122,249 30,443,179 22,679,070 1,323,547 - 734,507 - 5,592 - 2,063,646 24,742,716 6,270,802 367,195 220 6,638,217 18,104,499 (255,259)	nonth's ended September 30, 2022 in '000) 32,564,590 20,453,330 12,111,260 795,573 - 461,163 - 77,552 537 1,334,825 13,446,085 4,933,817 149,426 168,332 5,251,575 8,194,510 1,133,960
PROFIT AND LOSS ACCOUNT Profit / return earned Profit / return expensed Net profit / return Other income Fee and commission income Dividend income Foreign exchange income Income from derivatives Gain on securities - net Others Total other income Other expenses Vorkers' Welfare Fund - charge Other charges Total other expenses Profit before provisions (Reversals) / provisions and write offs - net Profit before taxation	36.7	For the nine m September 30, 2023 (Rupees 53,122,249 30,443,179 22,679,070 1,323,547 - 734,507 - 5,592 - 2,063,646 24,742,716 6,270,802 367,195 220 6,638,217 18,104,499 (255,259) 18,359,758	nonth's ended September 30, 2022 in '000) 32,564,590 20,453,330 12,111,260 795,573 - 461,163 - 77,552 537 1,334,825 13,446,085 4,933,817 149,426 168,332 5,251,575 8,194,510 1,133,960 7,060,550
PROFIT AND LOSS ACCOUNT Profit / return earned Profit / return expensed Net profit / return Other income Fee and commission income Dividend income Foreign exchange income Income from derivatives Gain on securities - net Others Total other income Other expenses Operating expenses Workers' Welfare Fund - charge Other charges Total other expenses Frofit before provisions (Reversals) / provisions and write offs - net	36.7	For the nine m September 30, 2023 (Rupees 53,122,249 30,443,179 22,679,070 1,323,547 - 734,507 - 5,592 - 2,063,646 24,742,716 6,270,802 367,195 220 6,638,217 18,104,499 (255,259)	nonths ended September 30, 2022 in '000) 32,564,590 20,453,330 12,111,260 795,573 - 461,163 - 77,552 537 1,334,825 13,446,085 4,933,817 149,426 168,332 5,251,575 8,194,510 1,133,960

36.1 Investments by type

30.1	investments by type		September 3	0, 2023 (Unaudited)	
		• • • • • •	Provision	, 2020 (Ondualiou)	
		Cost / amortised cost	for diminution	Surplus / (deficit)	Carrying value
			(Rup	ees in '000)	
	Held-for-trading (HFT) securities Federal Government securities				
	- Ijarah Sukuk	660	-	4	664
	Available-for-sale (AFS) securities				
	Federal Government securities	·			
	- Ijarah Sukuk	141,862,290	-	(3,893,848)	137,968,442
	 Other Federal Government securities Non-Government debt securities 	6,764,725	-	-	6,764,725
	- Listed	45,172,712	-	57,208	45,229,920
	- Unlisted	1,401,000	-	(1,977)	1,399,023
		195,200,727	-	(3,838,617)	191,362,110
	Held-to-maturity (HTM) securities Non-Government debt securities				
	- Unlisted	9,773,830	-	-	9,773,830
	Total Investments	204,975,217	-	(3,838,613)	201,136,604
			December	31, 2022 (Audited)	
		Cost / amortised	Provision	• • • • • • • • •	
		cost	for diminution	Surplus / (deficit)	Carrying value
				ees in '000)	
	Available-for-sale (AFS) securities				
	Federal Government securities	405 000 000		(0.770.504)	400 507 700
	 Ijarah Sukuk Other Federal Government securities 	125,360,260 4,686,060	-	(2,772,531)	122,587,729 4,686,060
	Non-Government debt securities	4,000,000			4,000,000
	- Listed	45,943,545	-	57,829	46,001,374
	- Unlisted	1,401,000	-	16,320	1,417,320
		177,390,865	-	(2,698,382)	174,692,483
	Held-to-maturity (HTM) securities Non-Government debt securities				
	- Unlisted	8,962,349	-	-	8,962,349
	Total Investments	186,353,214	-	(2,698,382)	183,654,832
				(Unaudited)	(Audited)
				September 30, 2023	December 31, 2022
36.2	Islamic financing and related assets - net			2023 (Rupees	-
	Diminishing Musharakah			93,166,006	94,643,200
	Running Musharakah			46,874,412	57,261,410
	Wakalah			14,868,698	14,541,328
	ljarah Murekaka			2,960,715	2,294,057
	Murabaha Currency Salam			1,872,590 696,066	3,791,439
	Tijarah			1,776,849	2,887,334
	Istisna			1,103,318	1,994,354
	Musawamah			2,434,880	777,472
	Advance for Diminishing Musharakah Advance for Ijarah			3,494,562 4,058,233	5,364,119 3,599,862
	Advance for Murabaha			3,662,313	5,546,361
	Advance for Salam			-	2,029,702
	Advance for Istisna			13,883,918	13,169,142
	Advance for Musawamah Inventories against Murabaha			1,856,753 6,344,176	3,856,574 5,410,563
	Inventories against Tijarah			3,361,917	5,427,552
	Inventories against Istisna			3,141,558	3,853,373
	Islamic financing and related assets - gross			205,556,964	226,447,842
	Provision against Islamic financing and related assets - Specific			(1,101,637)	(1,376,081)
	- General			(1,120,845)	(1,096,995)
				(2,222,482)	(2,473,076)
	Islamic financing and related assets - net of provision			203,334,482	223,974,766

		Note	(Unaudited) September 30, 2023	(Audited) December 31, 2022	
36.3	Due to financial institutions		(Rupees	(Rupees in '000)	
	Unsecured acceptances of funds Acceptances from the SBP under:		-	19,000,000	
	 Islamic export refinance scheme Islamic export refinance scheme bill discounting 		19,341,548 374,490	19,931,491 -	
	- Islamic long term financing facility		6,673,811	7,183,674	
	- Islamic financing facility for renewable energy power plants		698,748	693,399	
	- Islamic refinance facility for modernization of Small & Medium Enterprises (SMEs)	-	129,838	
	 Islamic refinance and credit guarantee scheme for women entrepreneurs Financing facility for storage of agricultural produce 		2,073 303,469	5,720	
	- Islamic refinance facility for combating COVID-19		389,298	143,564	
	- Islamic temporary economic refinance facility		2,521,317	2,749,061	
	- Secured Mudarbah Agreement		20,215,836	24,689,405	
	Acceptances from Pakistan Mortgage Refinance Company			168,252	
			50,520,590	74,694,404	
36.4	Deposits and other accounts				
	Customers				
	Current deposits		98,068,298	85,498,743	
	Savings deposits		216,993,665	161,990,175	
	Term deposits		26,478,435	24,836,049	
	Financial Institutions		341,540,398	272,324,967	
	Current deposits		2,911	414,372	
	Savings deposits		37,931,393	47,142,963	
	Term deposits		763,646	1,646	
			38,697,950	47,558,981	
			380,238,348	319,883,948	
36.5	Islamic Banking business unappropriated profit				
	Opening Balance		32,922,558	27,194,762	
	Add: Islamic Banking profit for the period / year Less: Taxation		18,359,758 (8,996,281)	11,236,017 (5,505,648)	
	Less: Transferred / Remitted to Head Office		(8,990,281) (7,786)	(3,505,648) (2,573)	
	Closing Balance		42,278,249	32,922,558	
	Contingencies and commitments				
	- Performance Guarantees		4,066,142	2,862,623	
	- Commitments	36.6.1	63,318,057	31,705,993	
			67,384,199	34,568,616	
36.6.1	Commitments:				
	Trade-related contingent liabilities		39,277,661	26,704,850	
	Commitments in respect of forward foreign exchange contracts	36.6.1.1	24,040,396	5,001,143	
			63,318,057	31,705,993	
36.6.1.1	Commitments in respect of forward foreign exchange contracts				
	Purchase		12,104,958	2,405,370	
	Sale		11,935,438	2,595,773	
			24,040,396	5,001,143	
			(Unaud		
26.7			For the nine m		
30.7	Profit / return earned		September 30, 2023	September 30, 2022	
			(Rupees		
	On:				
	Financing		26,412,923	15,049,252	
	Investments Amounts due from financial institutions		25,713,085 996,241	16,868,822 646,516	
			53,122,249	32,564,590	

32,564,590

53,122,249

		(Unaudited) For the nine months ended		
		September 30, 2023	September 30, 2022	
		(Rupees	(Rupees in '000)	
36.8	Profit / return expensed			
	On:			
	Deposits and other accounts	20,874,291	14,771,996	
	Amounts due to financial institutions	8,662,303	5,388,716	
	Foreign currency deposits for Wa'ad based transactions	4,842	13,132	
	Lease liability against right-of-use assets	901,743	279,486	
		30,443,179	20,453,330	

37 NON-ADJUSTING EVENTS AFTER THE BALANCE SHEET DATE

37.1 The Board of Directors, in its meeting held on October 25, 2023, has declared a cash dividend of Rs 2.25 per share in respect of the quarter ended September 30, 2023 (September 30, 2022: Rs 1.50 per share). These condensed interim unconsolidated financial statements do not include the effect of this appropriation which will be accounted for subsequent to the period end.

38 DATE OF AUTHORISATION FOR ISSUE

These condensed interim unconsolidated financial statements were authorised for issue in the Board of Directors meeting held on October 25, 2023.

39 GENERAL

39.1 Comparative figures have been re-arranged and reclassified for comparison purposes.