

**3rd Quarterly Report**  

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**September 30, 2023**

SIB

# COMPANY INFORMATION

## BOARD OF DIRECTORS

Haji Jan Muhammad (Chairman)  
Mr Muhammad Mehboob  
Mrs. Zillay Huma Khan  
Mr Faisal Zahid  
Mr. Farrukh Siddiqui  
Mr. Muhammad Bilal Chaudhry

## PRESIDENT & CEO

Mr Zafar M Sheikh

## AUDIT COMMITTEE

Mr. Farrukh Siddiqui (Chairman)  
Haji Jan Muhammad  
Mr Muhammad Mehboob  
Mr Faisal Zahid

## SHARIAH ADVISOR

Mufti Muhammad Hanif

## HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr Faisal Zahid (Chairman)  
Mr Zafar M Sheikh  
Mr Muhammad Mehboob  
Mrs. Zillay Huma Khan

## RISK MANAGEMENT COMMITTEE

Mr Muhammad Mehboob  
Mr. Farrukh Siddiqui  
Mr Faisal Zahid  
Mr Zafar M Sheikh

## Chief Financial Officer

Mr. Shakeel Ahmed

## HEAD OF INTERNAL AUDIT & COMPLIANCE

Syed Ahsan Ali

## SHARIAH COMPLIANCE OFFICER

Mufti Abdul Ghaffar

## AUDITORS

Bakers Tilly Mehmood Idrees Qamar  
Chartered Accountant

## TAX ADVISORS

Grant Thoranton Anjum Rahman  
Chartered Accountants

## LEGAL ADVISORS

Rizwan Ahmed (Barrister at Law)  
Ahmad, Azim & Co (Advocates)

## SHARE REGISTRAR

M/s. C&K Management  
Associates (Pvt) Limited  
404, Trade Tower,  
near Hotel Metropole, Karachi.

## BANKERS

Habib Metropolitan Bank Limited.  
United Bank Limited  
Summit Bank Limited.

## REGISTERED OFFICE

Suite No. 3, 1st Floor, Junaid Plaza,  
I-10, Markaz, Islamabad.  
Tel : (051) 4102919  
Website : [www.sibl.com.pk](http://www.sibl.com.pk)

## KARACHI OFFICE

502, 5th Floor, Madina City Mall,  
Abdullah Haroon Road, Saddar Karachi.  
Tel: (021) 35659753-54  
Fax: (021) 35659755  
E-mail : [sibl@sibl.com.pk](mailto:sibl@sibl.com.pk)

## DIRECTORS' REPORT

The directors of **Security Investment Bank Limited** (the **Company**) are pleased to present the Financial Statements of the Company for the quarter ended 30 September 2023.

The Pakistani economy under the new interim government faces a delicate balance of challenges and opportunities. Economic stabilization, energy reforms, and structural changes are crucial for setting the economy on a sustainable growth trajectory. Simultaneously, leveraging initiatives, focusing on agriculture and the digital economy, and promoting export diversification can unlock immense potential. However, the government is taking all possible measures to address these challenges in a turbulent moment, it is important to develop political stability, adopting long run economic policies, attracts foreign investment, and needs to undertake reforms with mutual consensus of all the parties and stakeholders.

SBP, Monetary Policy Committee (Committee) reviewed its policy frequently to take appropriate action towards supporting growth, financial stability and fiscal adjustments. The Committee, keeping the view of overall economic situation, decided to remain the policy rate unchanged at 22% percent, due to continually decline in overall inflation.

During the quarter under review, the Pakistan Stock Exchange Ltd (KSE-100 index) registered rising trend and posted KSE 100 index at 46365 points at the closing of the quarter 2023 under review as compared to 41437 of the last quarter of 2023.

### **Business Performance Review**

Alhamdulillah, your company declared profit from its operation Rs. 35 million and incurred unrealized gain on re-measurement of investment Rs. 15 million, resulted operating profit before taxes of Rs. 50 million for the quarter ended 30 September 2023 as compared to operating loss before taxes Rs. 49 million of the corresponding period. Your Company's EPS was Rs. 0.917 as compared to negative Rs. 0.996 of the corresponding period.

During the quarter under review the company submitted application to Securities and Exchange Commission of Pakistan (SECP) to convert SIB into shariah compliant entity and the conversion process is under way.

The board wishes to place on record the gratitude to Pakistan Stock Exchange and Securities and Exchange Commission of Pakistan for their continued valued support, assistance and guidance. The board would also like to thank untiring efforts of the Management and staff.

On behalf of the Board

Haji Jan Muhammad  
Chairman  
Karachi, 28 October 2023

## ڈائریکٹرز رپورٹ:

سیکیورٹی انویسٹمنٹ بینک لمیٹڈ (کمپنی) کے ڈائریکٹرز 30 ستمبر 2023 کو ختم ہونے والے سہ ماہی کے لئے کمپنی کے مالی بیانات پیش کرنے پر مسرور ہیں۔

## معاشی جائزہ

نئی عبوری حکومت کے تحت پاکستانی معیشت کو چیلنجوں اور مواقع کے نازک توازن کا سامنا ہے۔ اقتصادی استحکام، توانائی کی اصلاحات اور ساختی تبدیلیاں معیشت کو پائیدار ترقی کی راہ پر گامزن کرنے کے لئے اہم ہیں۔ اس کے ساتھ ہی اقدامات کا فائدہ اٹھانا، زراعت ڈیجیٹل معیشت پر توجہ مرکوز کرنا اور برآمدی تنوع کو فروغ دینا بے پناہ امکانات کو کھول سکتا ہے۔ تاہم، حکومت ان چیلنجز سے نمٹنے کے لئے ہر ممکن اقدامات کر رہی ہے، اس کے لئے ضروری ہے کہ سیاسی استحکام پیدا کیا جائے، طویل مدتی اقتصادی پالیسیاں اپنائیں، غیر ملکی سرمایہ کاری کو راغب کریں اور مقامی فریقین اور اسٹیک ہولڈرز کے باہمی اتفاق رائے سے اصلاحات کرنے کی ضرورت ہے۔

اسٹیٹ بینک آف پاکستان، مانیٹری پالیسی کمیٹی نے ترقی، مالی استحکام اور مالیاتی ایڈجسٹمنٹ کو سپورٹ کرنے کے لئے اپنی پالیسی کا اکثر جائزہ لیا۔ کمیٹی نے مجموعی معاشی صورت حال کو مد نظر رکھتے ہوئے مجموعی افراط زر میں مسلسل کمی کے باعث ریٹ کو 22 فیصد پر برقرار رکھنے کا فیصلہ کیا۔

زیر جائزہ سہ ماہی کے دوران، پاکستان اسٹاک ایکسچینج لمیٹڈ KSE-100 انڈیکس نے بڑھتے رجحان کو درج کیا اور 2022 کے آخری سہ ماہی کے 41437 کے مقابلے میں 2023 کی سہ ماہی کے اختتام پر KSE-100 انڈیکس 46365 پوائنٹس پر پہنچ گیا۔

## کاروباری کارکردگی کا جائزہ

الحمد للہ آپ کی کمپنی نے اپنے آپریشن سے 30 ستمبر 2023 کو ختم ہونے والے سہ ماہی کے لئے 35 ملین منافع کا اعلان کیا اور سرمایہ کاری کی دوبارہ پیمائش پر غیر حقیقی فائدہ 15 ملین ہوا جس کے نتیجے میں آپریٹنگ منافع 50 ملین روپے ٹیکس سے پہلے جو کہ پچھلے سال اسی مدت کے لئے آپریٹنگ نقصان 49 ملین تھا آپ کی کمپنی کا حصص پر شیئرز 0.917 کے مقابلے پچھلے سال اسی مدت کے لئے حصص پر شیئرز منفی 0.996 تھا۔

زیر جائزہ سہ ماہی کے دوران کمپنی نے SIB کو شریعت کے مطابق ادارے میں تبدیل کرنے کے لئے سیکیورٹی ایکسچینج کمیشن آف پاکستان (SECP) کو درخواست جمع کرائی اور تبادلوں کا عمل جاری ہے۔

SIB بورڈ پاکستان اسٹاک ایکسچینج اور سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے مسلسل قابل قدر تعاون، مدد اور رہنمائی کے لئے ان کا شکریہ ادا کرنا چاہتا ہے۔ SIB بورڈ انتظامیہ اور عملے کی انتھک کوششوں کا بھی شکریہ ادا کرنا چاہے گا۔

بورڈ کی جانب سے

حاجی جان محمد

چیئرمین

کراچی 28 اکتوبر 2023

## CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2023

		SEPTEMBER 2023 (Un-audited)	December 2022 (Audited)
Note	----- Rupees -----		
<b>Non - Current Assets</b>			
Property, plant and equipment	5	158,193,426	155,266,213
Intangible assets	6	2,545,000	2,590,000
Long term financing	7	27,010,512	21,871,420
Long term loans and advances	8	2,500,000	2,500,000
Deferred tax asset - net		18,451,452	18,451,450
		208,700,390	200,679,083
<b>Current Assets</b>			
Short term financing	9	50,850,374	80,000,000
Current portion of long term financing		11,845,235	39,695,488
Short term investments	10	396,011,156	310,459,952
Loans and advances	11	8,863,864	2,573,498
Deposits, prepayments and other receivables		8,270,179	5,767,273
Accrued interest		15,851,424	14,160,129
Tax refund due from Government	12	69,077,719	70,195,185
Cash and bank balances	13	5,823,415	7,618,713
		566,593,366	530,470,238
		775,293,756	731,149,321
<b>EQUITY AND LIABILITIES</b>			
<b>Share Capital and Reserves</b>			
<b>Authorised Share Capital</b>			
100,000,000 ordinary shares of Rs. 10/- each		1,000,000,000	1,000,000,000
Issued, subscribed and paid up capital		514,335,580	514,335,580
Statutory reserves		200,712,572	191,277,571
Accumulated profit		40,139,799	2,399,795
		755,187,951	708,012,946
<b>Non-Current Liabilities</b>			
<b>Current Liabilities</b>			
Unclaimed dividend		2,090,749	2,090,749
Accrued and other liabilities		18,015,056	21,045,626
		20,105,805	23,136,375
<b>Contingencies and commitments</b>			
		775,293,756	731,149,321

*The annexed notes form an integral part of these condensed interim financial information.*

**SHAKEEL AHMED**  
CHIEF FINANCIAL OFFICER

**ZAFAR M. SHEIKH**  
CHIEF EXECUTIVE

**HAJI JAN MOHAMMAD**  
CHAIRMAN/DIRECTOR

**CONDENSED INTERIM  
PROFIT AND LOSS ACCOUNT (UN-AUDITED)  
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2023**

	Nine months Ended		Quarter Ended	
	Sep 2023	Sep 2022	Sep 2023	Sep 2022
	----- Rupees -----			
<b>Income</b>				
Income on financing and placements	19,915,314	7,499,169	6,671,371	3,543,972
Return on investments	32,347,965	20,144,221	17,052,722	7,813,933
Gain/ (Loss) on sale of shares	6,904,665	1,592,748	6,904,665	24,125
Profit on deposit with banks	1,075,110	718,831	548,640	241,571
Other income	1,051,102	947,359	286,140	449,332
	<b>61,294,156</b>	<b>30,902,328</b>	<b>31,463,538</b>	<b>12,072,933</b>
<b>Expenditure</b>				
Return on deposits and borrowings	-	-	-	-
Operating expenses	26,693,539	24,477,599	9,723,728	8,170,470
	<b>26,693,539</b>	<b>24,477,599</b>	<b>9,723,728</b>	<b>8,170,470</b>
<b>Operating (loss)/profit before tax</b>	<b>34,600,617</b>	<b>6,424,729</b>	<b>21,739,810</b>	<b>3,902,463</b>
Unrealized (loss)/gain on remeasurement of investments classified as fair value through profit or loss	<b>15,892,394</b>	(55,530,033)	<b>8,330,478</b>	5,096,035
<b>(Loss)/profit before taxation</b>	<b>50,493,011</b>	<b>(49,105,304)</b>	<b>30,070,288</b>	<b>8,998,498</b>
<b>Taxation</b>				
Deferred	-	-	-	-
Current	(3,318,006)	(2,104,927)	-	-
	<b>(3,318,006)</b>	<b>(2,104,927)</b>	<b>-</b>	<b>-</b>
<b>Net (loss)/profit after tax</b>	<b>47,175,005</b>	<b>(51,210,231)</b>	<b>30,070,288</b>	<b>8,998,498</b>
<b>(Loss)/earning per share - basic and diluted</b>	<b>0.917</b>	<b>(0.996)</b>	<b>0.585</b>	<b>0.175</b>

The annexed notes form an integral part of these condensed interim financial information.

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2023

	Quarter Ended		Quarter Ended	
	Sep 2023	Sep 2022	Sep 2023	Sep 2022
----- Rupees -----				
Net (loss)/profit after tax	47,175,005	(51,210,231)	30,070,288	8,998,498
Other Comprehensive loss for the period				
Deficit on revaluation of investments - net of tax	-	-	-	-
<b>Total comprehensive (loss)/income</b>	<b>47,175,005</b>	<b>(51,210,231)</b>	<b>30,070,288</b>	<b>8,998,498</b>

The annexed notes form an integral part of these condensed interim financial information.

**SHAKEEL AHMED**  
CHIEF FINANCIAL OFFICER

**ZAFAR M. SHEIKH**  
CHIEF EXECUTIVE

**HAJI JAN MOHAMMAD**  
CHAIRMAN/DIRECTOR

## CASH FLOW STATEMENT (UNAUDITED) FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2023

	Sep 2023	Sep 2022
----- Rupees -----		
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Operating profit before taxation	34,600,617	6,424,729
<b>Adjustments for non-cash and other items</b>		
Depreciation	1,276,347	1,297,990
Amortization	45,000	128,344
Gain on disposal of shares	(6,904,665)	(1,592,748)
Gain on disposal of fixed assets	(49,998)	99
	<b>(5,633,316)</b>	<b>(166,315)</b>
<b>Cash flows from operating activities before working capital changes</b>	<b>28,967,301</b>	<b>6,258,414</b>
<b>(Increase) / Decrease in operating assets</b>		
Financing and placements	29,149,626	(55,980,249)
Loans and advances	(6,290,366)	(1,658,088)
Deposits, prepayment and other receivables	(2,502,906)	4,062,003
Accrued interest	(1,691,295)	(6,761,069)
	<b>18,665,059</b>	<b>(60,337,403)</b>
<b>Increase / (Decrease) in operating liabilities</b>		
Subordinated loan	-	-
Accrued and other liabilities	(3,030,571)	4,054,387
	<b>(3,030,571)</b>	<b>4,054,387</b>
<b>Net changes in operating assets and liabilities</b>	<b>15,634,488</b>	<b>(56,283,016)</b>
Income tax paid	(2,200,540)	(1,394,199)
<b>Net cash inflow from operating activities</b>	<b>42,401,249</b>	<b>(51,418,801)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Long term Investment	(3,814,568)	(1,330,333)
Sale proceeds against sale of fixed assets	50,000	50,500
Purchase of fixed assets - net	(388,994)	(16,500)
Current portion of long term financing	27,850,253	-
Sale proceeds of quoted shares	28,245,854	6,875,013
Investments in quoted shares	-	-
Purchase of Government securities	(91,000,000)	47,500,000
Long term financing	(5,139,092)	(5,194,071)
<b>Net cash used in investing activities</b>	<b>(44,196,547)</b>	<b>47,884,609</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Subordinated loan	-	-
<b>Net cash used in financing activities</b>	<b>-</b>	<b>-</b>
<b>Net increase in cash and cash equivalents</b>	<b>(1,795,298)</b>	<b>(3,534,192)</b>
Cash and cash equivalents at the beginning of the period	7,618,713	7,272,005
<b>Cash and cash equivalents at the end of the period</b>	<b>5,823,415</b>	<b>3,737,813</b>

The annexed notes form an integral part of these condensed interim financial information.



## UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2023

	Share capital	Statutory reserve	Accumulated losses	Total
----- Rupees -----				
<b>Balance as at January 01, 2022</b>	<b>514,335,580</b>	<b>191,277,571</b>	<b>35,467,697</b>	<b>741,080,848</b>
Profit for the period	-	-	(51,210,231)	(51,210,231)
Other comprehensive income	-	-	-	-
Statutory reserves	-	-	-	-
<b>Balance as at September 30, 2022</b>	<b>514,335,580</b>	<b>191,277,571</b>	<b>(15,742,534)</b>	<b>689,870,617</b>
<b>Balance as at January 01, 2023</b>	<b>514,335,580</b>	<b>191,277,571</b>	<b>2,399,795</b>	<b>708,012,946</b>
Profit for the period	-	-	47,175,005	47,175,005
Other comprehensive income	-	-	-	-
Statutory reserves	-	9,435,001	(9,435,001)	-
<b>Balance as at September 30, 2023</b>	<b>514,335,580</b>	<b>200,712,572</b>	<b>40,139,799</b>	<b>755,187,951</b>

*The annexed notes form an integral part of these condensed interim financial information.*

**SHAKEEL AHMED**  
CHIEF FINANCIAL OFFICER

**ZAFAR M. SHEIKH**  
CHIEF EXECUTIVE

**HAJI JAN MOHAMMAD**  
CHAIRMAN/DIRECTOR

**NOTES TO THE CONDENSED INTERIM FINANCIAL  
INFORMATION (UNAUDITED)  
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2023**

**1. STATUS AND PRINCIPAL ACTIVITIES**

- 1.1** Security Investment Bank Limited (SIBL) is a public limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The Company was incorporated in Pakistan on May 23, 1991 and started its commercial operation on December 31, 1991. Its shares are quoted on Pakistan Stock Exchange. The registered office of SIBL is situated at Office No.3, 1st Floor, Junaid Plaza, 1-10 Markaz, Islamabad.
- 1.2** The Company is licensed to carry out business of investment finance services as a Non-Banking Finance Company (NBFC) under section 282C of the repealed Companies Ordinance, 1984 (now Companies Act, 2017), the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 issued by the Securities and Exchange Commission of Pakistan (SECP) as amended through SRO 1002 (I) /2015 dated October 15, 2015 and Non-Banking Finance Companies and Notified Entities Regulations 2008 as amended through SRO 1160(I) / 2015 dated November 25, 2015.
- 1.3** The bank had not renewed its credit rating as the status of the bank was non deposit taking entity. Last rating was conducted by VIS Credit Rating Company Limited (VIS), wherein VIS had assigned initial entity ratings of 'A-/A-2' to Security Investment Bank Limited (SIBL). The long term rating of 'A-' signifies adequate credit quality. The short term rating of 'A-2' signifies good certainty of timely payment.

**2. BASIS OF PRESENTATION**

This condensed interim financial information have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations); directives issued by the Securities and Exchange Commission of Pakistan (SECP); and provisions of and directives issued under the Companies Act, 2017.

Where the provisions of Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations); directives issued by the Securities and Exchange Commission of Pakistan (SECP); and provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations), directives issued by the Securities and Exchange Commission of Pakistan (SECP), and provisions of and directives issued under the Companies Act, 2017 shall prevail.

This unconsolidated condensed interim financial information do not include all of the information required for full annual financial statements and should be read in conjunction with the financial statements of the Company for the year ended December 31, 2021. Further, these accounts are being circulated to the shareholders in accordance with the requirements of Section 237 of the Companies Act, 2017 and Listing Regulations of Pakistan Stock Exchange.

The comparative statement of financial position presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Company for the year ended December 31, 2022, whereas, the comparative condensed interim profit and loss accounts, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial information for the half year ended June 30, 2022.

### 3. ACCOUNTING POLICIES

The accounting policies adopted for the preparation of this unconsolidated condensed interim financial information are the same as those applied in the preparation of the preceding published annual financial statements of the Company for the year ended December 31, 2022.

### 4. ESTIMATES AND JUDGEMENTS

The preparation of unconsolidated condensed interim financial information requires management to make judgments, estimates and assumption that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended December 31, 2022.

		September 2023 (Un-audited)	December 2022 (Audited)	
		----- Rupees -----		
5	<b>PROPERTY AND EQUIPMENT</b>			Note
	<b>Property and equipment</b>	152,810,410	153,697,765	
	<b>Capital work in progress</b>	5,383,016	1,568,448	
		158,193,426	155,266,213	

**5.1 PROPERTY, PLANT AND EQUIPMENT**

	Leasehold Property	Building	Furniture and fixtures	Computer and equipments	Vehicles	Generator	Telephone system	Total
Rupees								
<b>Year ended December 31, 2022</b>								
Net carrying value basis								
Opening net book value	121,516,047	30,026,670	3,194,233	474,086	67,913	38,805	-	155,317,754
Additions (at cost)	-	-	-	153,420	-	-	-	153,420
Disposals (NBV)	-	-	-	-	-	-	-	-
Cost	-	-	(161,776)	(284,185)	-	-	-	(445,961)
Accumulated depreciation	-	-	117,386	277,975	-	-	-	395,361
Cost	-	-	(44,390)	(6,210)	-	-	-	(50,600)
Depreciation charge	-	(639,996)	(878,754)	(176,603)	(15,816)	(11,640)	-	(1,722,809)
<b>Closing net book value</b>	<b>121,516,047</b>	<b>29,386,674</b>	<b>2,271,089</b>	<b>444,693</b>	<b>52,097</b>	<b>27,165</b>	<b>-</b>	<b>153,697,765</b>
<b>Gross carrying value basis</b>								
Cost	121,516,047	32,000,000	8,754,461	2,685,465	107,000	582,736	253,969	165,899,678
Accumulated depreciation / impairment	-	(2,613,326)	(6,483,372)	(2,240,772)	(54,903)	(555,571)	(253,969)	(12,201,913)
<b>Net book value</b>	<b>121,516,047</b>	<b>29,386,674</b>	<b>2,271,089</b>	<b>444,693</b>	<b>52,097</b>	<b>27,165</b>	<b>-</b>	<b>153,697,765</b>
<b>Period ended Sep 30, 2023</b>								
Net carrying value basis								
Opening net book value (NBV)	121,516,047	29,386,674	2,271,089	444,693	52,097	27,165	-	153,697,765
Additions (at cost)	-	-	-	275,050	-	-	113,944	388,994
Disposals (NBV)	-	-	-	-	-	-	-	-
Cost	-	-	-	(227,078)	-	-	-	(227,078)
Accumulated depreciation	-	-	-	227,076	-	-	-	227,076
Cost	-	-	-	(2)	-	-	-	(2)
Depreciation charge	-	(479,997)	(656,595)	(97,462)	(9,972)	(8,730)	(23,591)	(1,276,347)
<b>Closing net book value</b>	<b>121,516,047</b>	<b>28,906,677</b>	<b>1,614,494</b>	<b>622,279</b>	<b>42,125</b>	<b>18,435</b>	<b>90,353</b>	<b>152,810,410</b>
<b>Gross carrying value basis</b>								
Cost	121,516,047	32,000,000	8,754,461	2,733,437	107,000	582,736	367,913	166,061,594
Accumulated depreciation / impairment	-	(3,093,323)	(7,139,967)	(2,111,158)	(64,875)	(564,301)	(277,560)	(13,251,184)
<b>Net book value</b>	<b>121,516,047</b>	<b>28,906,677</b>	<b>1,614,494</b>	<b>622,279</b>	<b>42,125</b>	<b>18,435</b>	<b>90,353</b>	<b>152,810,410</b>
Depreciation rate per annum (%)	-	20%	10%	20%	20%	10%	10%	-

	September 2023 (Un-audited)	December 2022 (Audited)
<b>6. INTANGIBLE ASSETS</b>	<b>Note</b>	<b>Rupees</b>
PMEX card	2,500,000	2,500,000
DHA membership	45,000	90,000
	<b>2,545,000</b>	<b>2,590,000</b>

**7. LONG TERM FINANCING**
**Secured and considered good**
**Murahaba Finance**

- Murahaba finance	<b>54,707,171</b>	73,929,822
- Deferred Murahaba income	<b>(15,851,424)</b>	(12,362,914)
Murahaba receiveable	<b>7.1 38,855,747</b>	61,566,908
Less: Current Portion of Long term financing	<b>(11,845,235)</b>	(39,695,488)
	<b>27,010,512</b>	21,871,420

**7.1** These represent financing of vehicle on murabaha basis against hypothecation of vehicles for a period of 3 to 5 years, carrying mark up at 1 Year KIBOR + 3% to 4% per annum (2022 1 Year KIBOR + 3% to 4%).

	September 2023 (Un-audited)	December 2022 (Audited)
<b>8. LONG TERM LOANS AND ADVANCES</b>	<b>Rupees</b>	

**Advances-secured**

- Staff	8,245,117	1,973,498
- Against expenses	618,747	600,000
- Against office premises	<b>2,500,000</b>	2,500,000
	<b>11,363,864</b>	5,073,498

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Less: Current portion

Staff

Against expenses

(8,245,117)	(1,973,498)
(618,747)	(600,000)
<b>(8,863,864)</b>	<b>(2,573,498)</b>

**2,500,000**

**2,500,000**

September  
2023

December  
2022

(Un-audited)

(Audited)

**9. SHORT TERM FINANCING  
- Secured and considered good**

Demand Finance

**50,850,374**

80,000,000

**50,850,374**

**80,000,000**

9.1 These represent demand finance under collateral of hypothecation of stock and property, carrying mark-up at 1 Year KIBOR + 3% to 4% per annum (2022: 1 Year KIBOR + 2% to 3%).

September  
2023

December  
2022

(Un-audited)

(Audited)

**10. SHORT TERM INVESTMENT**

----- Rupees -----

**Fair value through other comprehensive income**

Government Securities - T Bill

251,000,000

160,000,000

Quoted shares

145,011,156

150,459,952

**396,011,156**

**310,459,952**

September  
2023

December  
2022

(Un-audited)

(Audited)

**11. LOANS AND ADVANCES**

Note ----- Rupees -----

Current portion of staff advance

8,245,117

1,973,498

Current portion of against expenses

618,747

600,000

**8,863,864**

**2,573,498**

**12. TAX REFUND DUE FROM GOVERNMENT**

Advance tax

292,162,746

289,962,206

Less: Accumulated provisions for taxation

(223,085,027)

(219,767,021)

**69,077,719**

**70,195,185**

**13. CASH AND BANK BALANCES**

With State Bank of Pakistan in current account

5,021

21

**With other banks in**

- Current accounts

1,922,462

1,922,462

- Deposit accounts

3,822,899

5,646,277

5,745,361

7,568,739

Cash in hand

73,033

49,953

**5,823,415**

**7,618,713**

#### 14. TRANSACTION WITH RELATED PARTIES

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions and includes subsidiary company, associated companies with or without common directors, directors and major shareholder and their close family members, key management personnel and retirement benefit funds. The Bank has a policy whereby all transactions with related parties are entered into at arm's length prices using comparable uncontrolled price method and are in the normal course of business at contracted rates and terms determined in accordance with market rates. Transactions with related parties during the period are as follows:

	September 2023 (Un-audited)	September 2022 (Un-audited)
	----- Rupees -----	
<b>Return on financing</b>		
- Associated undertakings	-	-
- Others	<b>19,915,314</b>	7,499,169
 Office rent		
- Associated undertakings	<b>514,800</b>	468,000
 Contribution to staff retirement benefit plan	-	250,951
	Sep 2023 (Un-audited)	Sep 2022 (Un-audited)
	----- Rupees -----	
<b>Deposits, prepayments and other receivables</b>		
- Associated undertakings	<b>171,600</b>	<b>156,000</b>

#### 15. DATE OF AUTHORIZATION

These condensed interim financial statements were authorised for issue by the Board of Directors on \_\_\_\_\_.

#### 16. GENERAL

Figures have been rounded off to the nearest rupee.

**SHAKEEL AHMED**  
CHIEF FINANCIAL OFFICER

**ZAFAR M. SHEIKH**  
CHIEF EXECUTIVE

**HAJI JAN MOHAMMAD**  
CHAIRMAN/DIRECTOR



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