

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION [UN-AUDITED]
AS AT MARCH 31, 2019

			(Audited)
	Note	March 31, 2019	December 31, 2018
		Rupees	
ASSETS			
Cash and balances with treasury banks	6	27,010,214	54,652,113
Balances with other banks	7	698,552,495	326,583,007
Lendings to financial institutions	8	1,095,496,600	2,818,407,389
Investments	9	13,607,068,072	4,159,039,630
Advances	10	7,516,999,376	7,865,329,442
Fixed assets	11	3,080,756,548	3,111,658,376
Intangible assets	12	5,160,943	5,762,311
Deferred tax assets		-	-
Other assets	13	1,111,778,236	849,153,274
		27,142,822,484	19,190,585,542
LIABILITIES			
Bills payable		-	-
Borrowings	14	13,711,866,373	5,771,338,282
Deposits and other accounts	15	7,500,000	7,500,000
Liabilities against assets subject to finance lease		-	-
Subordinated debt		-	-
Deferred tax liabilities	16	243,765,920	272,361,026
Other liabilities	17	397,158,126	490,669,964
		14,360,290,419	6,541,869,272
NET ASSETS		12,782,532,065	12,648,716,270
REPRESENTED BY			
Share capital		6,600,000,000	6,600,000,000
Statutory reserve		1,008,201,270	1,008,201,270
Revenue reserve		358,662,940	358,662,940
Surplus on revaluation of assets	18	1,860,025,162	1,838,548,018
Unappropriated / unremitted profit		2,955,642,693	2,843,304,042
		12,782,532,065	12,648,716,270
CONTINGENCIES AND COMMITMENTS			
	19		

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


 Chief Financial Officer


 GM/Chief Executive


 Director


 Director


 Director

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT [UN-AUDITED]
FOR THE PERIOD ENDED MARCH 31, 2019

		Quarter Ended		Period Ended	
	Note	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
		------(Rupees)-----			
Mark-up / Return / Interest Earned	20	415,875,143	254,471,627	415,875,143	254,471,627
Mark-up / Return / Interest Expensed	21	191,174,777	115,564,407	191,174,777	115,564,407
Net Mark-up / Interest Income		224,700,366	138,907,220	224,700,366	138,907,220
NON MARK-UP / INTEREST INCOME					
Fee and Commission Income	22	2,318,164	142,840	2,318,164	142,840
Dividend Income		38,535,221	27,253,683	38,535,221	27,253,683
Foreign Exchange Income		173,850	726,270	173,850	726,270
Income / (loss) from derivatives		-	-	-	-
Gain / (loss) on securities	23	(23,426,865)	40,186,719	(23,426,865)	40,186,719
Other Income	24	81,852,286	44,509,483	81,852,286	44,509,483
Total Non-markup / Interest Income		99,452,656	112,818,995	99,452,656	112,818,995
Total Income		324,153,022	251,726,215	324,153,022	251,726,215
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	25	98,915,292	88,834,542	98,915,292	88,834,542
Workers Welfare Fund		-	-	-	-
Other charges		-	-	-	-
Total Non-markup / Interest Expenses		98,915,292	88,834,542	98,915,292	88,834,542
PROFIT BEFORE PROVISIONS		225,237,730	162,891,673	225,237,730	162,891,673
Provisions and write offs - net Extra ordinary / unusual items	26	57,919,223	(103,444,410)	57,919,223	(103,444,410)
		-	-	-	-
PROFIT BEFORE TAXATION		167,318,507	266,336,083	167,318,507	266,336,083
Taxation	27	71,706,519	70,723,035	71,706,519	70,723,035
PROFIT AFTER TAXATION		95,611,988	195,613,048	95,611,988	195,613,048
Basic Earnings per share	28	0.145	0.296	0.145	0.296
Diluted Earnings per share	29	0.145	0.296	0.145	0.296

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

Chief Financial Officer

GM/Chief Executive

Director

Director

Director

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME [UN-AUDITED]
FOR THE PERIOD ENDED MARCH 31, 2019

	Quarter Ended		Period Ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
	------(Rupees)-----			
Profit after taxation for the period	95,611,988	195,613,048	95,611,988	195,613,048
Other comprehensive income				
Items that may be reclassified to profit and loss account in subsequent periods:				
Movement in surplus / (deficit) on revaluation of investments - net of tax	9,749,549	123,601,766	9,749,549	123,601,766
	9,749,549	123,601,766	9,749,549	123,601,766
Items that will not be reclassified to profit and loss account in subsequent periods:				
Effect of change in rate	28,454,258	-	28,454,258	-
	28,454,258	-	28,454,258	-
Total comprehensive income	133,815,795	319,214,814	133,815,795	319,214,814

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Chief Financial Officer


GM/Chief Executive


Director


Director


Director

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT [UN-AUDITED]
FOR THE PERIOD ENDED MARCH 31, 2019

	Note	March 31, 2019	March 31, 2018
		Rupees	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		167,318,507	266,336,083
Less: Dividend income		(38,535,221)	(27,253,683)
		<u>128,783,286</u>	<u>239,082,400</u>
Adjustments:			
Depreciation		33,862,363	34,672,139
Amortization		601,368	-
Provision and write-offs	26	57,919,223	(103,444,410)
(Gain) / Loss on sale of fixed assets		(7,725,996)	1,665,509
Charge for defined benefit plan		1,809,846	1,394,157
Unrealized loss/ (gain) - held for trading investments		-	8,224,770
		<u>86,466,804</u>	<u>(57,487,835)</u>
		<u>215,250,090</u>	<u>181,594,565</u>
(Increase) / decrease in operating assets			
Lendings to financial institutions		1,722,910,789	(3,223,695,700)
Held-for-trading securities		-	(41,608,519)
Advances		312,259,156	204,101,141
Others assets (excluding advance taxation)		(152,738,484)	96,002,241
		<u>1,882,431,461</u>	<u>(2,965,200,837)</u>
Increase/ (decrease) in operating liabilities			
Borrowings from financial institutions		7,940,528,091	(2,667,898,810)
Other liabilities (excluding current taxation)		(84,924,503)	45,790,445
		<u>7,855,603,588</u>	<u>(2,622,108,365)</u>
Payments against off-balance sheet obligations		-	-
Payment to defined benefit plan		(10,397,181)	(7,250,784)
Income tax paid		(148,429,364)	(52,503,437)
Net cash flow generated from / (used in) operating activities		<u>9,794,458,594</u>	<u>(5,465,468,858)</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Net investments in available-for-sale securities		(9,458,569,179)	5,413,321,506
Net investments in held-to-maturity securities		398,705	1,923,000
Dividends received		2,558,800	22,544,468
Investments in operating fixed assets		(10,883,989)	(38,225,202)
Proceeds from sale of fixed assets		16,364,658	6,196,085
Net cash flow (used in) / generated from investing activities		<u>(9,450,131,005)</u>	<u>5,405,759,857</u>
CASH FLOW FROM FINANCING ACTIVITIES			
Dividend paid		-	-
Net cash flow generated from / (used in) financing activities		-	-
Effects of exchange rate changes on cash and cash equivalents		-	-
Increase / (Decrease) in cash and cash equivalents		<u>344,327,589</u>	<u>(59,709,001)</u>
Cash and cash equivalents at beginning of the period		<u>381,235,120</u>	<u>163,376,608</u>
Cash and cash equivalents at end of the period	30	<u>725,562,709</u>	<u>103,667,607</u>

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


Chief Financial Officer


GM/Chief Executive


Director


Director

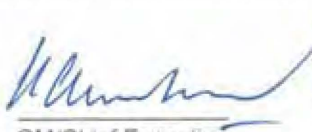

Director

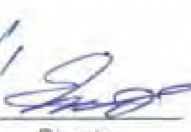
SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY [UN-AUDITED]
FOR THE PERIOD ENDED MARCH 31, 2019

	Share capital	Statutory reserve	Revenue reserve	Surplus/(Deficit) on revaluation of		Unappropriated/ Unremitted profit	Total
				Investments	Fixed / Non Banking Assets		
	-----Rupees-----						
Balance as at January 1, 2018	6,600,000,000	926,690,686	358,662,940	(40,992,828)	1,614,778,109	2,746,287,226	12,205,426,133
Profit after taxation for the period ended March 31, 2018	-	-	-	-	-	195,613,048	195,613,048
Other comprehensive income - net of tax	-	-	-	123,601,766	-	-	123,601,766
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	(23,054,871)	23,054,871	-
Balance as at March 31, 2018	<u>6,600,000,000</u>	<u>926,690,686</u>	<u>358,662,940</u>	<u>82,608,938</u>	<u>1,591,723,238</u>	<u>2,964,955,145</u>	<u>12,524,640,947</u>
Profit after taxation for the year ended December 31, 2018	-	-	-	-	-	211,939,871	211,939,871
Other comprehensive income - net of tax	-	-	-	(274,693,556)	438,909,398	(3,071,980)	161,143,862
Transfer to statutory reserve	-	81,510,584	-	-	-	(81,510,584)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	80,991,590	80,991,590
Transactions with owners, recorded directly in equity							
Final dividend 2017: Re 0.5 per ordinary share	-	-	-	-	-	(330,000,000)	(330,000,000)
Balance as at December 31, 2018	<u>6,600,000,000</u>	<u>1,008,201,270</u>	<u>358,662,940</u>	<u>(192,084,618)</u>	<u>2,030,632,636</u>	<u>2,843,304,042</u>	<u>12,648,716,270</u>
Profit after taxation for the year ended March 31, 2019	-	-	-	-	-	95,611,988	95,611,988
Other comprehensive income - net of tax	-	-	-	9,749,549	28,454,258	-	38,203,807
Transfer to statutory reserve	-	-	-	-	-	-	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	(16,726,663)	16,726,663	-
Balance as at March 31, 2019	<u>6,600,000,000</u>	<u>1,008,201,270</u>	<u>358,662,940</u>	<u>(182,335,069)</u>	<u>2,042,360,231</u>	<u>2,955,642,693</u>	<u>12,782,532,065</u>

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


Chief Financial Officer


GM/Chief Executive


Director


Director


Director

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION [UN-AUDITED]
FOR THE PERIOD ENDED MARCH 31, 2019

1. STATUS AND NATURE OF BUSINESS

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

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

2 BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

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

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

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

2.2 The condensed interim financial statements do not include all the information and disclosures required in the audited annual financial statements, and should be read in conjunction with the audited annual financial statements for the financial year ended 31 December 2018.

3 SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the audited annual financial statements of the Bank for the year ended December 31, 2018.

Amendments and interpretations to approved accounting standards effective from January 1, 2019 are not expected to have a material impact on these unconsolidated condensed interim financial statements.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

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

5 FINANCIAL RISK MANAGEMENT

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

	March 31, 2019	Audited December 31, 2018
	Rupees	
6 CASH AND BALANCES WITH TREASURY BANKS		
In hand		
Local currency	325,214	272,444
With State Bank of Pakistan in		
Local currency current account	26,685,000	54,379,669
	<u>27,010,214</u>	<u>54,652,113</u>
7 BALANCES WITH OTHER BANKS		
In Pakistan		
In current accounts	45,681,802	130,428,968
In deposit accounts	652,870,693	196,154,039
	<u>698,552,495</u>	<u>326,583,007</u>
8 LENDINGS TO FINANCIAL INSTITUTIONS		
Repurchase agreement lendings (Reverse Repo)	195,496,600	2,318,407,389
Letter based placement	900,000,000	500,000,000
	<u>1,095,496,600</u>	<u>2,818,407,389</u>
Less: Provision held against Lending to Financial Institutions	-	-
Lendings to Financial Institutions - net of provision	<u>1,095,496,600</u>	<u>2,818,407,389</u>

9 INVESTMENTS

9.1 Investments by type:

Note	March 31, 2019				December 31, 2018			
	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value
	Rupees				Rupees			
Held-for-trading securities								
Quoted shares	-	-	-	-	-	-	-	-
Available-for-sale securities								
Federal Government Securities								
-Pakistan Investment Bonds (PIBs)	9,527,671,442	-	3,443,558	9,531,115,000	-	-	-	-
-Market Treasury Bills	-	-	-	-	-	-	-	-
	9,527,671,442	-	3,443,558	9,531,115,000	-	-	-	-
Shares- Quoted securities	2,460,805,204	(526,434,774)	(217,618,787)	1,716,751,643	2,529,298,947	(503,609,236)	(225,881,510)	1,799,808,201
Non Government Debt Securities								
-Term Finance Certificates (TFCs)	771,612,766	(82,227,345)	-	689,385,421	772,221,286	(82,835,865)	-	689,385,421
Un-quoted securities	786,333,048	(273,833,040)	-	512,500,008	786,333,048	(273,833,040)	-	512,500,008
	13,546,422,460	(882,495,159)	(214,175,229)	12,449,752,072	4,087,853,281	(860,278,141)	(225,881,510)	3,001,693,630
Held-to-maturity securities								
Non Government Debt Securities								
-Term Finance Certificates (TFCs)	1,042,932,710	(385,616,710)	-	657,316,000	1,043,331,415	(385,985,415)	-	657,346,000
Associates								
Saudi Pak Leasing Company Limited								
- Investment in shares	243,467,574	(243,467,574)	-	-	243,467,574	(243,467,574)	-	-
- Investment in preference shares	333,208,501	(333,208,501)	-	-	333,208,501	(333,208,501)	-	-
	576,676,075	(576,676,075)	-	-	576,676,075	(576,676,075)	-	-
Subsidiaries								
Saudi Pak Real Estate Company Limited	500,000,000	-	-	500,000,000	500,000,000	-	-	500,000,000
Total Investments	15,666,031,245	(1,844,787,944)	(214,175,229)	13,607,068,072	6,207,860,771	(1,822,939,631)	(225,881,510)	4,159,039,630

	March 31, 2019	Audited December 31, 2018
9.1.1 Investments given as collateral	Rupees	
Treasury Bills (T-Bills)	-	-
Pakistan Investment Bonds (PIBs)	6,508,366,210	-
	<u>6,508,366,210</u>	<u>-</u>

9.2 Provision for diminution in value of investments

9.2.1	Opening balance	1,822,939,631	1,936,881,548
	Charge / reversals		
	Charge for the period / year	64,687,516	84,657,507
	Reversals for the period / year	(977,225)	(6,511,199)
	Reversal on disposals	(41,861,978)	(192,088,225)
		21,848,313	(113,941,917)
	Amounts written off	-	-
	Closing Balance	<u>1,844,787,944</u>	<u>1,822,939,631</u>

9.2.2 Particulars of provision against debt securities

Category of classification	March 31, 2019		Audited December 31, 2018	
	NPI	Provision	NPI	Provision
	-----Rupees-----		-----Rupees-----	
Domestic				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	535,344,055	467,844,055	536,321,280	468,821,280
	<u>535,344,055</u>	<u>467,844,055</u>	<u>536,321,280</u>	<u>468,821,280</u>
Overseas	-	-	-	-
Total	<u>535,344,055</u>	<u>467,844,055</u>	<u>536,321,280</u>	<u>468,821,280</u>

9.3 The market value of listed TFCs classified as held-to-maturity as at March 31, 2019 and December 31, 2018 are not available and these are carried at amortised cost.

10 ADVANCES	March 31, 2019	Audited December 31, 2018	March 31, 2019	Audited December 31, 2018	March 31, 2019	Audited December 31, 2018
	Performing		Non Performing		Total	
	Rupees					
Loans, leases, running finances- gross	6,690,440,113	6,918,643,279	3,025,482,795	3,109,538,785	9,715,922,908	10,028,182,064
Provision against advances						
- Specific	-	-	(2,198,923,532)	(2,162,852,622)	(2,198,923,532)	(2,162,852,622)
- General	-	-	-	-	-	-
Advances - net of provision	6,690,440,113	6,918,643,279	826,559,263	946,686,163	7,516,999,376	7,865,329,442

10.1 Particulars of advances (Gross)	March 31, 2019	Audited December 31, 2018
	Rupees	
In local currency	9,700,006,855	10,012,266,011
In foreign currencies	15,916,053	15,916,053
	9,715,922,908	10,028,182,064

10.2 Advances include Rs. 3,025,482,795 (December 31, 2018: Rs. 3,109,538,785) which have been placed under non-performing status as detailed below:-

Category of Classification	March 31, 2019		Audited December 31, 2018	
	Non Performing Loans	Provision	Non Performing Loans	Provision
	Rupees		Rupees	
Domestic				
Substandard	-	-	683,333,332	-
Doubtful	655,555,554	-	-	-
Loss	2,369,927,241	2,198,923,532	2,426,205,453	2,162,852,622
	3,025,482,795	2,198,923,532	3,109,538,785	2,162,852,622
Overseas				
Total	3,025,482,795	2,198,923,532	3,109,538,785	2,162,852,622

10.3 Particulars of provision against advances	March 31, 2019			Audited December 31, 2018		
	Specific	General	Total	Specific	General	Total
	Rupees			Rupees		
Opening balance	2,162,852,622	-	2,162,852,622	2,126,145,262	-	2,126,145,262
Charge for the year	92,349,122	-	92,349,122	242,278,693	-	242,278,693
Reversals	(56,278,212)	-	(56,278,212)	(205,571,333)	-	(205,571,333)
	36,070,910	-	36,070,910	36,707,360	-	36,707,360
Amounts written off	-	-	-	-	-	-
Closing balance	2,198,923,532	-	2,198,923,532	2,162,852,622	-	2,162,852,622

10.3.1 The net FSV benefit already availed has been increased by Rs. 64.596 million, which has resulted in decreased charge for specific provision for the year by the same amount. Had the FSV benefit not increased, before and after tax profit for the year would have been lower by Rs. 64.596 million (2018: Rs. 5.728 million) and Rs. 18.087 million (2018: lower by Rs. 4.067 million) respectively. Further, at March 31, 2019, cumulative net of tax benefit availed for Forced Sale Value (FSV) was Rs. 359.123 million (2018: Rs. 308.272 million) under BSD circular No. 1 of 2011 dated October 21, 2011. Reserves and un-appropriated profit to that extent are not available for distribution by way of cash or stock dividend.

11	FIXED ASSETS	March 31, 2019	Audited December 31, 2018
		Rupees	
	Capital work-in-progress	-	-
	Property and equipment	3,080,756,548	3,111,658,376
		<u>3,080,756,548</u>	<u>3,111,658,376</u>
11.1	Additions to fixed assets	March 31, 2019	March 31, 2018
		Rupees	
	The following additions have been made to fixed assets during the period:		
	Capital work-in-progress	-	5,702,537
	Property and equipment		
	Leasehold land	-	27,269,637
	Office equipment	100,000	1,064,494
	Vehicles	4,842,252	4,095,105
	Heating & air conditioning	3,050,000	-
	Security systems	-	93,429
	Electrical fitting, fire fighting equipment and others	2,891,737	-
		<u>10,883,989</u>	<u>32,522,665</u>
	Total	<u>10,883,989</u>	<u>38,225,202</u>
11.2	Disposal of fixed assets		
	The net book value of fixed assets disposed off during the period is as follows:		
	Leasehold land	8,088,120	-
	Office equipment	1	13
	Vehicles	550,541	1,765,256
	Elevators	-	6,096,325
	Total	<u>8,638,662</u>	<u>7,861,594</u>
12	INTANGIBLE ASSETS	March 31, 2019	Audited December 31, 2018
		Rupees	
	Computer Software	5,160,943	5,762,311
		<u>5,160,943</u>	<u>5,762,311</u>
13	OTHER ASSETS		
	Income/ Mark-up accrued in local currency - net of provision		
	On investments	179,404,620	58,551,149
	On advances	163,491,937	148,092,711
	On lending to financial institutions	4,776,270	1,530,643
		<u>347,672,827</u>	<u>208,174,503</u>
	Advances, deposits, advance rent and other prepayments	38,168,226	26,614,655
	Advance taxation (payments less provisions)	420,097,093	345,471,829
	Excise duty	78,817,895	78,817,895
	Non-banking assets acquired in satisfaction of claims	144,104,320	144,819,528
	Dividend receivable	56,801,591	20,825,170
	Receivable from the Ministry of Finance, KSA	15,000,000	15,000,000
	Other receivables	4,811,026	3,124,436
		<u>1,105,472,978</u>	<u>842,848,016</u>
	Less: Provision held against other assets	(4,075,062)	(4,075,062)
	Other Assets (Net of Provision)	<u>1,101,397,916</u>	<u>838,772,954</u>
	Surplus on revaluation of non-banking assets acquired in satisfaction of claims	10,380,320	10,380,320
	Other Assets - total	<u>1,111,778,236</u>	<u>849,153,274</u>

		March 31, 2019	Audited December 31, 2018
		Rupees	
13.1	Provision held against other assets		
	Advances, deposits, advance rent & other prepayments	4,075,062	4,075,062
		<u>4,075,062</u>	<u>4,075,062</u>
14	BORROWINGS		
	<i>Secured</i>		
	State Bank of Pakistan (SBP) refinance scheme		
	Long term financing facility (LTFF)	536,833,496	471,338,282
	Repurchase agreement borrowings	6,508,366,210	-
	Against book debts/receivables	<u>6,516,666,667</u>	<u>5,300,000,000</u>
	Total secured	<u>13,561,866,373</u>	<u>5,771,338,282</u>
	<i>Unsecured</i>		
	Call borrowings	150,000,000	-
	Total unsecured	<u>150,000,000</u>	<u>-</u>
		<u>13,711,866,373</u>	<u>5,771,338,282</u>
15	DEPOSITS AND OTHER ACCOUNTS		
	Customers		
	- Term deposits (local currency)	15.1 <u>7,500,000</u>	<u>7,500,000</u>
15.1	These represent Certificate of Investments (COIs) issued to Saudi Pak Employees Contributory Provident Fund for Rs 7.5 million. These COIs carry mark up at the rate of 10.75% (2018: 10.5%) per annum and is repayable in June 2019 (2018: March 2019).		
		March 31, 2019	Audited December 31, 2018
16	DEFERRED TAX LIABILITIES	Rupees	
	Deductible Temporary Differences on		
	Actuarial loss on defined benefit plan	(4,970,470)	(4,970,470)
	Surplus on revaluation of securities - AFS	(31,840,158)	(33,796,890)
	Provision on non-performing loans	(512,423,000)	(518,330,000)
	Impairment loss on available for sale quoted securities	(58,107,036)	(55,490,390)
		<u>(607,340,664)</u>	<u>(612,587,750)</u>
	Taxable Temporary Differences on		
	Accelerated tax depreciation	21,206,665	24,326,184
	Dividend receivable	8,317,739	3,123,776
	Net investment in leases	31,327,402	32,325,334
	Surplus on revaluation of operating fixed assets	<u>790,254,778</u>	<u>825,173,482</u>
		<u>851,106,584</u>	<u>884,948,776</u>
		<u>243,765,920</u>	<u>272,361,026</u>
17	OTHER LIABILITIES		
	Mark-up/ Return/ Interest payable in local currency	140,372,293	83,512,594
	Accrued expenses	7,329,092	36,491,159
	Advance rental income	124,448,302	194,331,790
	Security deposits against rented properties	27,696,942	27,323,682
	Payable to defined benefit plan	1,569,846	9,720,314
	Provision for compensated absences	7,124,875	7,561,742
	Directors' remuneration	4,457,274	3,194,934
	Payable to stock brokers - net	74,633,732	120,296,511
	Others	<u>9,525,770</u>	<u>8,237,238</u>
		<u>397,158,126</u>	<u>490,669,964</u>

		March 31, 2019	Audited December 31, 2018
		Rupees	
18	SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS		
	Surplus / (deficit) on revaluation of		
	- Available for sale securities	9.1 (214,175,227)	(225,881,508)
	- Fixed Assets	2,822,338,492	2,845,425,798
	- Non-banking assets acquired in satisfaction of claims	10,276,517	10,380,320
		<u>2,618,439,782</u>	<u>2,629,924,610</u>
	Deferred tax on surplus / (deficit) on revaluation of:		
	- Available for sale securities	31,840,158	33,796,890
	- Fixed Assets	(790,254,778)	(825,173,482)
		<u>(758,414,620)</u>	<u>(791,376,592)</u>
		<u>1,860,025,162</u>	<u>1,838,548,018</u>
19	CONTINGENCIES AND COMMITMENTS		
	-Guarantees	19.1 219,760,000	265,530,000
	-Commitments	19.2 716,288,858	2,145,337,810
		<u>936,048,858</u>	<u>2,410,867,810</u>
19.1	Guarantees:		
	Financial guarantees	<u>219,760,000</u>	<u>265,530,000</u>
19.2	Commitments:		
	Commitments for acquisition of:		
	- Fixed assets	13,410,283	15,459,235
	- Intangible assets	878,575	878,575
		<u>14,288,858</u>	<u>16,337,810</u>
	Non disbursed commitment for term and working capital finance	702,000,000	2,129,000,000
		<u>716,288,858</u>	<u>2,145,337,810</u>

19.3 Other contingent liabilities

There is no change in the status of contingencies and commitments of the Company from the status given in the preceding audited annual financial statements for the year ended December 31, 2018 except for the following:

19.3.1 Tax contingencies

For annual returns of income for tax years 2017 and 2018, deemed assessment under section 120 have been amended under section 122(5A). The Company filed appeals before the CIR (Appeals) which are pending adjudication.

For tax years 2015, 2016 and 2017, Inland Revenue Officer passed appeal effect orders under section 124/161. The Company filed appeals before the CIR (Appeals) which are pending adjudication.

		March 31, 2019	March 31, 2018
	Note	Rupees	
20 MARK-UP/RETURN/INTEREST EARNED			
On loans and advances		224,176,005	174,528,694
On investments		156,234,947	62,759,731
On lendings to financial institutions		33,774,946	16,416,654
On balances with banks		1,689,245	766,548
		<u>415,875,143</u>	<u>254,471,627</u>

21 MARK-UP/RETURN/INTEREST EXPENSED

Deposits	21.1	194,898	518,917
Borrowings			
Securities purchased under repurchase agreements		55,071,891	6,846,371
Other short term borrowings		27,534,644	49,332,173
SBP refinance scheme - LTFF		2,496,326	496,839
Long term borrowings		105,688,543	58,107,500
		190,791,404	114,782,883
Brokerage fee		188,475	262,607
		<u>191,174,777</u>	<u>115,564,407</u>

21.1 The markup expensed amounting to Rs. 194,898 (2018: Rs. 114,401) relates to Saudi Pak Employees Contributory Provident Fund.

		March 31, 2019	March 31, 2018
		Rupees	
22 FEE & COMMISSION INCOME			
Credit related fees		2,164,709	96,911
Commission on guarantees		100,352	37,529
Others		53,103	8,400
		<u>2,318,164</u>	<u>142,840</u>

23 GAIN / (LOSS) ON SECURITIES

Realised	23.1	(23,426,865)	48,411,489
Unrealised - held for trading		-	(8,224,770)
		<u>(23,426,865)</u>	<u>40,186,719</u>

23.1 Realised gain / (loss) on:

Federal Government Securities		-	81,830,611
Shares- listed		(23,426,865)	(33,419,122)
		<u>(23,426,865)</u>	<u>48,411,489</u>

24 OTHER INCOME

Rent on property- net	24.1	73,756,076	46,114,236
Gain / (loss) on sale of fixed assets-net		7,725,996	(1,665,509)
Others		370,214	60,756
		<u>81,852,286</u>	<u>44,509,483</u>

24.1 Rent on property - net

	March 31, 2019	March 31, 2018
Note	Rupees	
Rental income	115,513,660	84,638,333
Less: Property expense		
Salaries, allowances and employee benefits	6,184,817	5,728,640
Traveling and conveyance	200	200
Medical	99,064	89,001
Janitorial services	1,799,313	1,636,038
Security services	5,087,469	5,802,075
Insurance	470,571	344,568
Postage, telegraph, telegram and telephone	42,534	7,898
Printing and stationery	40,599	39,750
Utilities	3,387,887	(1,195,045)
Repairs and maintenance	878,229	1,087,098
Rent, rates and taxes	-	541,189
Depreciation	23,766,601	24,310,587
Office general expenses	300	132,098
	41,757,584	38,524,097
	73,756,076	46,114,236

25 OPERATING EXPENSES**Total compensation expense**

	45,651,128	45,317,898
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Property expense

Rent & taxes	6,244,648	3,361,192
Insurance	67,225	49,223
Utilities cost	1,439,820	1,287,780
Security (including guards)	1,038,937	932,460
Repair & maintenance (including janitorial charges)	411,134	388,477
Depreciation	3,395,228	3,472,941
	12,596,992	9,492,073

Information technology expenses

Software maintenance	1,144,121	115,825
Hardware maintenance	270,477	6,670
Amortisation	601,368	137,602
Network charges	1,101,310	827,181
	3,117,276	1,087,278

Other operating expenses

Shareholders' fee	1,262,339	1,039,410
Directors' fees and allowances	6,285,963	3,708,450
Legal & professional charges	1,721,409	3,434,085
Consultancy, custodial and rating services	1,267,984	2,140,456
Outsourced services costs	7,801,417	6,785,089
Travelling & conveyance	4,861,510	2,940,609
Depreciation	6,700,534	6,751,009
Training & development	536,010	919,783
Postage & courier charges	182,749	120,979
Communication	815,702	704,656
Stationery & printing	812,643	780,495
Marketing, advertisement & publicity	499,938	48,311
Donations	-	-
Auditors remuneration	462,500	350,001
Repair & maintenance	821,668	437,610
Insurance	570,908	531,596
Office and general expenses	2,815,131	2,150,563
Bank charges	131,491	94,191
	37,549,896	32,937,293
	98,915,292	88,834,542

		March 31, 2019	March 31, 2018
		Rupees	
26	PROVISIONS & WRITE OFFS - NET		
	Provisions for diminution in value of investments- net	9.2.1 21,848,313	(49,032,120)
	Provisions / (reversals) against loans & advances- net	10.3 36,070,910	(54,412,290)
		<u>57,919,223</u>	<u>(103,444,410)</u>
27	TAXATION		
	Current tax		
	Current year	73,804,099	70,707,944
	Prior years	-	-
		<u>73,804,099</u>	<u>70,707,944</u>
	Deferred tax		
	Current year	(2,097,580)	15,091
	Prior year	-	-
		<u>(2,097,580)</u>	<u>15,091</u>
		<u>71,706,519</u>	<u>70,723,035</u>
28	BASIC EARNINGS PER SHARE		
	Profit for the period - Rupees	<u>95,611,988</u>	<u>195,613,048</u>
	Weighted average number of ordinary shares	<u>660,000,000</u>	<u>660,000,000</u>
	Basic earnings per share - Rupee	<u>0.145</u>	<u>0.296</u>
29	DILUTED EARNINGS/ (LOSS) PER SHARE		
	There are no dilutive instrument, hence basic & diluted earnings are same.		
30	CASH AND CASH EQUIVALENTS		
	Cash and Balance with Treasury Banks	27,010,214	23,072,555
	Balance with other banks	698,552,495	80,595,052
		<u>725,562,709</u>	<u>103,667,607</u>

31 FAIR VALUE MEASUREMENTS

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

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

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

31.1 Fair value of financial assets

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

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

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

March 31, 2019				
	Level 1	Level 2	Level 3	Total
	Rupees			
On balance sheet financial instruments				
Financial assets - measured at fair value				
Investments				
Federal Government Securities	-	9,531,115,000	-	9,531,115,000
Shares	1,716,751,643	-	-	1,716,751,643
Financial assets - disclosed but not measured at fair value				
Investments				
Non-Government Debt Securities	-	-	1,346,701,421	1,346,701,421
Unquoted Securities	-	-	512,500,008	512,500,008
Off-balance sheet financial instruments - measured at fair value	-	-	-	-
December 31, 2018				
	Level 1	Level 2	Level 3	Total
	Rupees			
On balance sheet financial instruments				
Financial assets - measured at fair value				
Investments				
Shares	1,799,808,201	-	-	1,799,808,201
Financial assets - disclosed but not measured at fair value				
Investments				
Non-Government Debt Securities	-	-	1,346,731,421	1,346,731,421
Unquoted Securities	-	-	512,500,008	512,500,008
Off-balance sheet financial instruments - measured at fair value	-	-	-	-

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

Items	Valuation approach and input used
Federal Government securities	The fair values of Federal Government securities are determined on the basis of PKRV rates / prices sourced from Mutual Funds Association of Pakistan (MUFAP) and these securities are classified under level 2.
Debentures and corporate debt instruments	Market rates of these securities are not available on MUFAP as at December 31, 2018, therefore, these securities are classified level 3.
Unquoted Investment	There are no observable inputs in respect of fair market valuation of unquoted investment, hence these securities are valued at lower of cost or breakup value. These securities are classified under level 3.

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

31.3 Fair value of non-financial assets

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

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

March 31, 2019				
	Level 1	Level 2	Level 3	Total
	Rupees			
Non-financial assets				
Operating fixed assets				
Property and equipment (lease hold land, building & other	-	-	3,023,059,771	3,023,059,771
Other assets				
Non banking assets acquired in satisfaction of claims	-	-	154,484,640	154,484,640
	December 31, 2018			
	Level 1	Level 2	Level 3	Total
	Rupees			
Non-financial assets				
Operating fixed assets				
Property and equipment (lease hold land, building & other	-	-	3,047,366,036	3,047,366,036
Other assets				
Non banking assets acquired in satisfaction of claims	-	-	155,199,848	155,199,848

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

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

32. Segment Details with respect to Business Activities

	March 31, 2019			
	Corporate Finance	Trading and sales	Building rental services	Total
	Rupees			
Profit & Loss				
Net mark-up/return/profit	135,983,515	88,716,851	-	224,700,366
Non mark-up / return / interest income	2,318,164	23,008,202	74,126,290	99,452,656
Total Income	138,301,679	111,725,053	74,126,290	324,153,022
Segment direct expenses	54,714,753	44,200,539	-	98,915,292
Total expenses	54,714,753	44,200,539	-	98,915,292
Reversals / (Provisions)	35,093,685	22,825,538	-	57,919,223
Profit before tax	48,493,241	44,698,976	74,126,290	167,318,507
Balance Sheet				
Cash & Bank balances	-	725,562,709	-	725,562,709
Investments	657,316,000	12,949,752,072	-	13,607,068,072
Lendings to financial institutions	-	1,095,496,600	-	1,095,496,600
Advances - performing	6,690,440,113	-	-	6,690,440,113
- non-performing net of provision	826,559,263	-	-	826,559,263
Others	669,887,920	607,807,229	2,920,000,579	4,197,695,727
Total Assets	8,844,203,296	15,378,618,610	2,920,000,579	27,142,822,484
Borrowings	5,566,156,518	8,145,709,855	-	13,711,866,373
Deposits & other accounts	3,044,529	4,455,471	-	7,500,000
Others	(402,047,904)	109,453,291	933,518,659	640,924,046
Total liabilities	5,167,153,143	8,259,618,617	933,518,659	14,360,290,419
Equity	-	-	-	12,782,532,065
Total Equity & liabilities	5,167,153,143	8,259,618,617	933,518,659	27,142,822,484
Contingencies & Commitments	922,083,350	473,201	13,492,307	936,048,858
	March 31, 2018			
	Corporate Finance	Trading and sales	Building rental services	Total
	Rupees			
Profit & Loss				
Net mark-up/return/profit	117,262,850	21,644,370	-	138,907,220
Non mark-up / return / interest income	142,840	66,501,163	46,174,992	112,818,995
Total Income	117,405,690	88,145,533	46,174,992	251,726,215
Segment direct expenses	50,740,057	38,094,485	-	88,834,542
Total expenses	50,740,057	38,094,485	-	88,834,542
Provisions	(54,412,290)	(49,032,120)	-	(103,444,410)
Profit before tax	121,077,923	99,083,168	46,174,992	266,336,083
	December 31, 2018			
	Corporate Finance	Trading and sales	Building rental services	Total
	Rupees			
Balance Sheet				
Cash & Bank balances	-	381,235,120	-	381,235,120
Investments	657,346,000	3,501,693,630	-	4,159,039,630
Lendings to financial institutions	-	2,818,407,389	-	2,818,407,389
Advances - performing	6,918,643,279	-	-	6,918,643,279
- non-performing	946,686,163	-	-	946,686,163
Others	651,986,308	390,178,267	2,924,409,385	3,966,573,961
Total Assets	9,174,661,750	7,091,514,406	2,924,409,385	19,190,585,542
Borrowings	3,349,855,098	2,421,483,184	-	5,771,338,282
Deposits & other accounts	4,353,221	3,146,779	-	7,500,000
Others	(385,978,930)	105,978,649	1,043,031,272	763,030,990
Total liabilities	2,968,229,389	2,530,608,611	1,043,031,272	6,541,869,272
Equity	-	-	-	12,648,716,270
Total Equity & liabilities	2,968,229,389	2,530,608,611	1,043,031,272	19,190,585,542
Contingencies & Commitments	2,395,947,150	1,024,404	13,896,256	2,410,867,810

33 RELATED PARTY TRANSACTIONS

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

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

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

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

	March 31, 2019					December 31, 2018				
	Directors	Key management personnel	Subsidiaries	Associates	Other related parties	Directors	Key management personnel	Subsidiaries	Associates	Other related parties
	Rupees					Rupees				
Investments										
Opening balance	-	-	500,000,000	576,676,075	-	-	-	500,000,000	576,676,075	-
Investment made during the year	-	-	-	-	-	-	-	-	-	-
Investment redeemed / disposed off during the year	-	-	-	-	-	-	-	-	-	-
Closing balance	-	-	500,000,000	576,676,075	-	-	-	500,000,000	576,676,075	-
Provision for diminution in value of investments	-	-	-	576,676,075	-	-	-	-	576,676,075	-
Advances										
Opening balance	-	26,296,411	-	-	-	-	36,250,784	-	-	-
Addition during the year	-	-	-	-	-	-	26,738,500	-	-	-
Repaid during the year	-	(2,199,366)	-	-	-	-	(15,919,964)	-	-	-
Transfer in / (out) - net	-	-	-	-	-	-	(20,772,909)	-	-	-
Closing balance	-	24,097,045	-	-	-	-	26,296,411	-	-	-
Provision held against advances	-	-	-	-	-	-	-	-	-	-
Other assets - Ministry of Finance - KSA										
representing Government of Kingdom of Saudi Arabia	-	-	-	-	15,000,000	-	-	-	-	15,000,000
Other assets - Prepaid rent	-	-	9,684,900	-	-	-	-	-	-	-
Other assets - security deposit	-	-	2,278,800	-	-	-	-	-	-	-
Provision against other assets	-	-	-	-	-	-	-	-	-	-
Deposits and other accounts										
Opening balance	-	-	-	-	7,500,000	-	-	-	-	7,500,000
Received during the year	-	-	-	-	7,500,000	-	-	-	-	30,000,000
Withdrawn during the year	-	-	-	-	(7,500,000)	-	-	-	-	(30,000,000)
Transfer in / (out) - net	-	-	-	-	-	-	-	-	-	-
Closing balance	-	-	-	-	7,500,000	-	-	-	-	7,500,000
Other Liabilities										
Interest / mark-up payable	-	-	-	-	30,925	-	-	-	-	32,363
Payable to defined benefit plan	-	-	-	-	1,569,846	-	-	-	-	9,720,314
Security deposit	-	-	401,960	-	-	-	-	401,960	-	-
Rent received in advance	-	-	1,065,194	-	-	-	-	1,065,194	-	-
Income										
	March 31, 2019					March 31, 2018				
	Directors	Key management personnel	Subsidiaries	Associates	Other related parties	Directors	Key management personnel	Subsidiaries	Associates	Other related parties
	Rupees					Rupees				
Mark-up / return / interest earned	-	250,281	-	-	-	-	204,621	-	-	-
Rental income	-	-	1,296,321	-	-	-	-	1,205,880	180,000	-
Expense										
Mark-up / return / interest expensed	-	-	-	-	194,898	-	-	-	-	114,401
Contribution to employees' funds	-	-	-	-	2,067,882	-	-	-	-	1,959,943
Directors' fees and allowances	6,285,963	-	-	-	-	3,708,450	-	-	-	-
Shareholders' fee	-	-	-	-	1,262,339	-	-	-	-	1,039,410
Operating expenses	-	24,947,656	2,848,500	79,281	-	-	23,534,121	-	81,657	-

34 **CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS**

	31 March 2019	Audited 31 December 2018
	----- Rs '000' -----	
CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS		
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	6,000,000	6,000,000
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	10,587,397	10,390,995
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	10,587,397	10,390,995
Eligible Tier 2 Capital	1,646,729	1,607,216
Total Eligible Capital (Tier 1 + Tier 2)	12,234,126	11,998,211
Risk Weighted Assets (RWAs):		
Credit Risk	18,449,088	20,428,417
Market Risk	4,003,113	2,726,899
Operational Risk	2,344,868	2,344,868
Total	24,797,069	25,500,184
Common Equity Tier 1 Capital Adequacy ratio	42.70%	40.75%
Tier 1 Capital Adequacy Ratio	42.70%	40.75%
Total Capital Adequacy Ratio	49.34%	47.05%
As of December 2018, the Bank must meet a Tier 1 to RWA ratio and CAR, including CCB, of 7.5% and 12.5% respectively.		
Standardized Approach is used for calculating the Capital Adequacy for Market and Credit Risk while Basic Indicator Approach (BIA) is used for Operational Risk.		
Leverage Ratio (LR):		
Eligible Tier-1 Capital	10,587,397	10,390,995
Total Exposures	28,078,871	21,601,453
Leverage Ratio	37.71%	48.10%
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	4,594,660	3,176,049
Total Net Cash Outflow	1,442,414	1,176,076
Liquidity Coverage Ratio	318.54%	270.05%
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	22,114,071	17,671,704
Total Required Stable Funding	15,548,742	14,924,384
Net Stable Funding Ratio	142.22%	118.41%

35 DATE OF AUTHORIZATION

These unconsolidated financial statements were authorized for issue by the Board of Directors of the Saudi Pak Industrial and Agricultural Investment Company Limited on 20 JUN 2019.



Chief Financial Officer

GM/Chief Executive

Director

Director

Director