

April 6, 2018



**BankIslami**

**BankIslami Pakistan Limited**  
11th Floor, Executive Tower, Dolmen City,  
Marine Drive, Block-4, Clifton, Karachi.  
Tel: (92-21) 111-247(BIP)-111  
Fax: 35378373  
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The General Manager  
Pakistan Stock Exchange Limited  
Stock Exchange Building  
Stock Exchange Road  
Karachi

Our Ref: 100.2.276

MSH:KEH

**Subject: Financial Results for the year ended December 31, 2017**

Dear Sir,

The Board of Directors of our Bank in their meeting held on Friday, April 6, 2018 recommended the following:

|    |  |   |     |
|----|--|---|-----|
| 1- | Cash Dividend                            | : | Nil |
| 2- | Bonus Shares                             | : | Nil |
| 3- | Right Shares                             | : | Nil |
| 4- | Any other Entitlement / Corporate Action | : | Nil |
| 5- | Any other price sensitive information    | : | Nil |

The financial results Standalone and Consolidated for the year ended December 31, 2017 approved by the Board are attached.

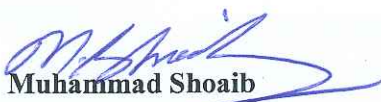
Subject to approval of Pakistan Stock Exchange, the Annual General Meeting of the Company will be held on April 28, 2018 at 09:30 a.m. at Regent Plaza Hotel & Convention Centre Shahrah-e-Faisal Karachi.

The Share Transfer Books of the Company will be closed from April 22, 2018 to April 28, 2018 (both days inclusive). Transfers received at the share registrar office of the Bank namely, Share Registrar Department, Central Depository Company of Pakistan Limited, CDC House, 99 – B, Block 'B', S.M.C.H.S., Main Shahrah-e-Faisal, Karachi-74400 at the close of the business on April 21, 2018 will be treated in time for the purpose of above entitlements to the transferee.

We will be sending you 200 copies of printed accounts for distribution amongst the TRE Certificate Holders of the Exchange 21 days before the date of AGM.

With Warm Regards,

Yours Truly,

  
**Muhammad Shoaib**

Unit Head – Corporate Affairs

  
**Khawaja Ehrar ul Hassan**  
Company Secretary

**BankIslami Pakistan Limited**  
**Unconsolidated Statement of Financial Position**  
**As at December 31, 2017**

|  | Note | 2017                       | 2016        |
|--|------|----------------------------|-------------|
|  |      | ----- Rupees in '000 ----- |             |
| <b>ASSETS</b>  |      |                            |             |
| Cash and balances with treasury banks                | 7    | 11,784,180                 | 8,921,433   |
| Balances with other banks                            | 8    | 801,807                    | 1,140,150   |
| Due from financial institutions - net                | 9    | 21,371,787                 | 27,218,665  |
| Investments - net                                    | 10   | 42,092,166                 | 46,316,927  |
| Islamic financing, related assets and Advances - net | 11   | 119,155,039                | 77,816,802  |
| Operating fixed assets                               | 12   | 9,072,487                  | 9,347,525   |
| Deferred tax assets                                  | 13   | 7,701,906                  | 5,918,460   |
| Other assets - net                                   | 14   | 4,185,773                  | 4,166,208   |
|  |      | 216,165,145                | 180,846,170 |
| <b>LIABILITIES</b>                                   |      |                            |             |
| Bills payable  | 15   | 2,988,996                  | 2,273,934   |
| Due to financial institutions                        | 16   | 15,570,390                 | 6,066,307   |
| Deposits and other accounts                          | 17   | 179,249,290                | 154,399,657 |
| Sub-ordinated loans                                  |      | -                          | -           |
| Deferred tax liabilities                             |      | -                          | -           |
| Other liabilities                                    | 18   | 4,680,000                  | 5,661,606   |
|  |      | 202,488,676                | 168,401,504 |
|  |      | 13,676,469                 | 12,444,666  |
| <b>NET ASSETS</b>                                    |      |                            |             |
| <b>REPRESENTED BY</b>                                |      |                            |             |
| Share capital  | 19   | 10,079,121                 | 10,079,121  |
| Discount on issue of shares                          |      | (79,042)                   | (79,042)    |
| Reserves   | 20   | 926,266                    | 613,636     |
| Unappropriated profit                                |      | 1,473,784                  | 212,553     |
|  |      | 12,400,129                 | 10,826,268  |
| Surplus on revaluation of assets - net of tax        | 21   | 1,276,340                  | 1,618,398   |
|  |      | 13,676,469                 | 12,444,666  |
| <b>CONTINGENCIES AND COMMITMENTS</b>                 |      |                            |             |
|  | 22   |                            |             |

The annexed notes 1 to 44 and Annexure-I & II form an integral part of these unconsolidated financial statements.

*Signature*

CHIEF FINANCIAL OFFICER    PRESIDENT / CHIEF EXECUTIVE    CHAIRMAN    DIRECTOR    DIRECTOR

*Signature*  
**KHAWAJA EHRAR UL HASSAN**  
 Company Secretary  
 BankIslami Pakistan Ltd.  
 Head Office Karachi

**BankIslami Pakistan Limited**  
**Unconsolidated Profit and Loss Account**  
**For the year ended December 31, 2017**

|  | Note     | 2017                       | 2016               |
|--|----------|----------------------------|--------------------|
|  |          | ----- Rupees in '000 ----- |                    |
| Profit / return earned   | 23       | 10,353,849                 | 10,127,616         |
| Profit / return expensed   | 24       | 5,249,079                  | 5,791,252          |
| Net spread earned  |          | <u>5,104,770</u>           | <u>4,336,364</u>   |
| Reversal of provision against non-performing Islamic financing and related assets and advances - net | 11.16.2  | (477,688)                  | (1,724,387)        |
| Provision / (reversal of provision) for diminution in the value of investments and placements - net  | 9 & 10.5 | 210,600                    | (337,547)          |
| Bad debts written off directly   | 11.18    | -                          | 32,008             |
|  |          | <u>(267,088)</u>           | <u>(2,029,926)</u> |
| Net spread after provisions  |          | 5,371,858                  | 6,366,290          |
| <b>OTHER INCOME</b>  |          |                            |                    |
| Fee, commission and brokerage income   |          | 647,468                    | 361,536            |
| Dividend Income  |          | 31,985                     | 23,777             |
| Income from dealing in foreign currencies  |          | 84,214                     | 42,808             |
| Gain on sale of securities   | 25       | 122,100                    | 97,772             |
| Unrealised (loss) / gain on revaluation of investments classified as held for trading                | 26       | (327)                      | 678                |
| Other income   | 26       | 78,452                     | 111,041            |
| Total other income   |          | <u>963,892</u>             | <u>637,612</u>     |
|  |          | 6,335,750                  | 7,003,902          |
| <b>OTHER EXPENSES</b>  |          |                            |                    |
| Administrative expenses  | 27       | 6,281,537                  | 6,142,395          |
| Other reversals - net  |          | (124,882)                  | -                  |
| Other charges  | 28       | 21,733                     | 17,750             |
| Total other expenses   |          | <u>6,178,388</u>           | <u>6,160,145</u>   |
|  |          | 157,362                    | 843,757            |
| Extraordinary / unusual items  |          | -                          | -                  |
| <b>PROFIT BEFORE TAXATION</b>  |          | <u>157,362</u>             | <u>843,757</u>     |
| Taxation   |          |                            |                    |
| - Current  | 29       | 141,459                    | 107,661            |
| - Prior year   | 29       | -                          | -                  |
| - Deferred   | 29       | (1,547,246)                | 283,796            |
|  |          | <u>(1,405,787)</u>         | <u>391,457</u>     |
| <b>PROFIT AFTER TAXATION</b>   |          | <u>1,563,149</u>           | <u>452,300</u>     |
|  |          | ----- Rupees -----         |                    |
| Basic earnings per share   | 30       | <u>1.5509</u>              | <u>0.4487</u>      |
| Diluted earnings per share   | 30       | <u>1.5509</u>              | <u>0.4487</u>      |

The annexed notes 1 to 44 and Annexure-I & II form an integral part of these unconsolidated financial statements.

*Signature*  
**KHAWAJA EHRAR UL HASSAN**  
 Company Secretary  
 BankIslami Pakistan Ltd.  
 Head Office Karachi

CHIEF FINANCIAL OFFICER    PRESIDENT / CHIEF EXECUTIVE    CHAIRMAN    DIRECTOR    DIRECTOR

**BANKISLAMI PAKISTAN LIMITED**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT DECEMBER 31, 2017**

|   | Note | 2017                       | 2016              |
|---|------|----------------------------|-------------------|
|   |      | ----- Rupees in '000 ----- |                   |
| <b>ASSETS</b>   |      |                            |                   |
| Cash and balances with treasury banks                   | 7    | 11,784,180                 | 8,921,433         |
| Balances with other banks                               | 8    | 1,149,355                  | 1,324,167         |
| Due from financial institutions - net                   | 9    | 21,371,787                 | 27,218,665        |
| Investments - net                                       | 10   | 42,363,753                 | 46,643,174        |
| Islamic financing and related assets and Advances (net) | 11   | 119,006,779                | 77,667,276        |
| Operating fixed assets                                  | 12   | 9,148,064                  | 9,412,129         |
| Deferred tax asset - net                                | 13   | 7,613,022                  | 5,820,956         |
| Other assets - net                                      | 14   | 4,796,975                  | 4,985,840         |
|   |      | 217,233,915                | 181,993,640       |
| <b>LIABILITIES</b>                                      |      |                            |                   |
| Bills payable   | 15   | 2,988,996                  | 2,273,934         |
| Due to financial institutions                           | 16   | 15,570,390                 | 6,066,307         |
| Deposits and other accounts                             | 17   | 179,001,578                | 153,826,348       |
| Sub-ordinated loans                                     |      | -                          | -                 |
| Deferred tax liabilities                                |      | -                          | -                 |
| Other liabilities                                       | 18   | 5,445,715                  | 6,760,717         |
|   |      | 203,006,679                | 168,927,306       |
| <b>NET ASSETS</b>                                       |      | <u>14,227,236</u>          | <u>13,066,334</u> |
| <b>REPRESENTED BY:</b>                                  |      |                            |                   |
| Share capital   | 19   | 10,079,121                 | 10,079,121        |
| Discount on Issue of shares                             |      | (79,042)                   | (79,042)          |
| Reserves  | 20   | 926,266                    | 613,636           |
| Unappropriated profit                                   |      | 1,893,736                  | 518,942           |
| Total equity attributable to equity holders of the Bank |      | <u>12,820,081</u>          | <u>11,132,657</u> |
| Non-controlling interest                                |      | 205,242                    | 192,350           |
|   |      | <u>13,025,323</u>          | <u>11,325,007</u> |
| Surplus on revaluation of assets - net of tax           | 21   | 1,201,913                  | 1,741,327         |
|   |      | <u>14,227,236</u>          | <u>13,066,334</u> |
| <b>CONTINGENCIES AND COMMITMENTS</b>                    |      |                            |                   |
|   | 22   |                            |                   |

The annexed notes 1 to 45 and Annexures I and II form an integral part of these consolidated financial statements.

*Signature*

CHIEF FINANCIAL OFFICER    PRESIDENT / CHIEF EXECUTIVE    CHAIRMAN    DIRECTOR    DIRECTOR

*Signature*  
**KHAWAJA EHRAR UL HASSAN**  
 Company Secretary  
 BankIslami Pakistan Ltd.  
 Head Office Karachi

**BANKISLAMI PAKISTAN LIMITED**  
**CONSOLIDATED PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED DECEMBER 31, 2017**

|   | Note     | 2017<br>----- Rupees in '000 ----- | 2016<br>----- Rupees in '000 ----- |
|---|----------|------------------------------------|------------------------------------|
| Profit / return earned  | 23       | 10,323,727                         | 10,115,839                         |
| Profit / return expensed  | 24       | <u>5,230,502</u>                   | <u>5,764,188</u>                   |
| Net spread earned   |          | 5,093,225                          | 4,351,651                          |
| Reversal of provision against non-performing Islamic financing and related assets - net             | 11.16.2  | <u>(477,688)</u>                   | <u>(1,724,387)</u>                 |
| Provision / (reversal of provision) for diminution in the value of investments and placements - net | 9 & 10.5 | 210,600                            | (337,547)                          |
| Bad debts written off directly  | 11.18    | <u>-</u>                           | <u>32,008</u>                      |
|   |          | <u>(267,088)</u>                   | <u>(2,029,926)</u>                 |
| Net spread after provisions   |          | 5,360,313                          | 6,381,577                          |
| <b>OTHER INCOME</b>   |          |                                    |                                    |
| Fee, commission and brokerage income  |          | <u>647,468</u>                     | <u>361,536</u>                     |
| Dividend Income   |          | 33,030                             | 24,245                             |
| Income from dealing in foreign currencies   |          | 84,214                             | 42,808                             |
| Gain on sale of securities  | 25       | 122,100                            | 97,772                             |
| Unrealised (loss) / gain on revaluation of investments classified as 'held for trading'             |          | (327)                              | 678                                |
| Other income  | 26       | <u>77,852</u>                      | <u>73,673</u>                      |
| Total other income  |          | <u>964,337</u>                     | <u>600,712</u>                     |
|   |          | 6,324,650                          | 6,982,289                          |
| <b>OTHER EXPENSES</b>   |          |                                    |                                    |
| Administrative expenses   | 27       | <u>6,295,778</u>                   | <u>6,154,969</u>                   |
| Other (reversals) / charges - net   |          | (124,882)                          | 68                                 |
| Other charges   | 28       | <u>21,733</u>                      | <u>17,736</u>                      |
| Total other expenses  |          | <u>6,192,629</u>                   | <u>6,172,773</u>                   |
|   |          | 132,021                            | 809,516                            |
| Profit for the year from BIPL Securities Limited - net of tax                                       | 29       | 34,441                             | 11,179                             |
| Share of profit from associates   | 10.10    | <u>104,530</u>                     | <u>216,291</u>                     |
| <b>PROFIT BEFORE TAXATION</b>   |          | <u>270,992</u>                     | <u>1,036,986</u>                   |
| <b>Taxation</b>   |          |                                    |                                    |
| - Current   | 30       | <u>141,711</u>                     | <u>106,229</u>                     |
| - Prior years   | 30       | 74                                 | (20)                               |
| - Deferred  | 30       | <u>(1,560,361)</u>                 | <u>283,779</u>                     |
|   |          | <u>(1,418,576)</u>                 | <u>389,988</u>                     |
| <b>PROFIT AFTER TAXATION</b>  |          | <u>1,689,568</u>                   | <u>646,998</u>                     |
| <b>ATTRIBUTABLE TO:</b>   |          |                                    |                                    |
| Equity shareholders of the Bank   |          | 1,676,676                          | 644,503                            |
| Non-controlling interest  |          | <u>12,892</u>                      | <u>2,495</u>                       |
|   |          | <u>1,689,568</u>                   | <u>646,998</u>                     |
| ----- Rupees -----  |          |                                    |                                    |
| <b>Basic earnings per share</b>   | 31       | <u>1.6635</u>                      | <u>0.6394</u>                      |
| <b>Diluted earnings per share</b>   | 31       | <u>1.6635</u>                      | <u>0.6394</u>                      |

The annexed notes 1 to 45 and Annexures I and II form an integral part of these consolidated financial statements.

*Khawaja EHRAR UL HASSAN*  
**KHAWAJA EHRAR UL HASSAN**  
 Company Secretary  
 BankIslami Pakistan Ltd.  
 Head Office Karachi