

3rd Quarterly Report (July – September 2021)

Driving investment, trade
and the creation of wealth
across Asia, Africa and the
Middle East.



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Futuremakers is our global initiative to tackle inequality and promote greater economic inclusion in our markets.



\$50M IN FUNDRAISING & BANK-MATCHING 2019-2023



LEARN



EARN



GROW

Empowering the NEXT GENERATION

BENEFICIARIES

Disadvantaged youth with a focus on **Girls &** Visually impaired people



FOCUS AREAS →

Education

Employability

Entrepreneurship

Global reach targets →

500,000
adolescent girls

100,000
youth for work

50,000
micro & small businesses

Delivering across Pakistan

In Pakistan Futuremakers' programmes empower disadvantaged youth to learn new skills and improve the next generation's chances of getting a job or starting their own business.

Education

Goal

Empowering adolescent girls with life skills

16,000+ girls empowered since 2016

Youth to work

Employability:

Youth to Work is our global employability programme.

The Bank has recently hired two girls who were part of the Global programme. Employability module.

Employment of the visually impaired

25 Visually impaired employed at the Bank's call centre in Lahore and Karachi

Entrepreneurs for Growth

#SCWomenInTech

Launched in 2019 with the aim to focus on capacity building for women-owned small enterprises. In 2020, in addition to regular proposals the Bank introduced a new category for "COVID-19 relief-based proposals". In addition to the 5 winners, 2 Covid Relief projects were also awarded up to USD 10,000 to scale up their ventures.

Seeing is Believing

- Over 12 million beneficiaries impacted, including
- Conducted 500,000 sight restoration surgeries
- Trained 85,000+ lady healthcare workers on eye health
- Screened 1.5 million children for refractive errors



Get involved



Donate

All funds in Pakistan are directed towards the Bank's Goal Programme, a programme that focuses on empowering adolescent girls by teaching life skills combined with sports. You can make a donation at any Standard Chartered Branch. The account details are as follows:

Account Name: Right to Play - Futuremakers

Account Number: 18-4743873-18



Fundraise

Take part in any of the fundraising activities planned by Standard Chartered Bank (Pakistan) Limited



Contact

Pakistan.Corporate-Affairs@sc.com





Standard Chartered is a leading international banking group

We are a leading international banking group, with a presence in 59 of the world's most dynamic markets and serving clients in a further 85. Our purpose is to drive commerce and prosperity through our unique diversity, and our heritage and values are expressed in our brand promise, Here for good.

- ◆ **Standard Chartered Pakistan** is proud to be operating in the country as the **largest and oldest international Bank since 1863**.
- ◆ **Standard Chartered Pakistan** employs more than **2,300** people and has a network of **228** touch points (**43 branches, 154 ATMs, 22 CDMs and 9 CDKs**) across 10 cities.
- ◆ **Standard Chartered Pakistan** is the first International Bank to get an Islamic Banking licence and to open the **first Islamic Banking branch in the country**.
- ◆ **Standard Chartered Pakistan** is the leading bank for the **MNCs** operating in Pakistan. The Bank is the market leader for providing USD liquidity for **Corporates** and **Financial Institutions** in the country.
- ◆ **Standard Chartered Pakistan** plays a leading role in providing **FCY liquidity solutions** through innovative client centric structures.
- ◆ **Standard Chartered Pakistan** is a leading partner of **State Bank of Pakistan** in promoting **RMB** and increasing its use in Pakistan, which further strengthens its role as the main bank for **CPEC** led initiatives.
- ◆ **Standard Chartered Pakistan** partnered with **ANT FINANCIAL** in 2019 to launch the first block chain based **24/7**, cross border **wallet-to-wallet remittance** service between Malaysia and Pakistan.

AWARDS



Strong Recognition

Global Finance

Awards 2020/2021



- Best Digital Consumer Bank
- Best Digital Islamic Bank
- Best Sub-Custodian Bank 2020

The Banker Magazine

Awards 2019/2020



- Best Islamic Bank

16th Annual Excellence Awards

by CFA Society Awards 2019/2020



- Best medium sized Bank
- Best D&I Bank
- Runners up for Islamic Banking Window

Management Association of Pakistan

Awards 2019



- Best Commercial Bank

Global Diversity and Inclusion Benchmark

Awards 2020/2021



- Best Practice Award in Vision category
- Progressive Award in Benefits category
- Progressive Award in Communications category
- Progressive Award in Social Responsibility category

Asset Triple A - Islamic Finance

Awards 2019/2020



- Best Investment Bank
- Best Deal in Pakistan
- Best Bank in Treasury, Trade, SSC and Risk

Asia Money

Awards 2019



- Best International Bank
- Best Bank for Premium Services

Finance Asia

Awards 2018/2019



- Best Foreign Bank in Pakistan

Company Information

Board of Directors

Mr. Ian Anderson Bryden	Chairman
Mr. Rehan Muhammad Shaikh	Chief Executive Officer
Mrs. Spenta Kandawalla	
Mr. Towfiq Habib Chinoy	
Mr. Ehsan Ali Malik	
Mr. Mohamed Abdel Razek	
Mr. Adam Long	

Company Secretary

Mr. Asif Iqbal Alam

Board Audit Committee

Mr. Ehsan Ali Malik	Chairperson
Mr. Adam Long	Member
Mr. Mohamed Abdel Razek	Member

Board Risk Committee

Mr. Towfiq Habib Chinoy	Chairperson
Mr. Ehsan Ali Malik	Member
Mr. Rehan Muhammad Shaikh	Member

Board Human Resource & Remuneration Committee

Mrs. Spenta Kandawalla	Chairperson
Mr. Towfiq Habib Chinoy	Member
Mr. Adam Long	Member

Board IT Committee

Mr. Mohamed Abdel Razek	Chairperson
Mr. Ehsan Ali Malik	Member
Mr. Rehan Muhammad Shaikh	Member

Shariah Board

Shaikh Nizam Yaqouby	Chairperson
Mufti Muhammad Abdul Mubeen	
Mufti Irshad Ahmad Aijaz	
Mufti Hafiz Muhammad Sarfaraz Nihal (Resident)	

Auditors

M/s EY Ford Rhodes
Chartered Accountants

Legal Advisors

Haidermota & Co
Barristers at Law & Corporate Counselors

Registered/ Main Office

Standard Chartered Bank (Pakistan) Limited
P.O. Box No. 5556, I.I. Chundrigar Road,
Karachi-74000, Pakistan.
Tel: (021) 32450000
Fax: (021) 32414914

Website

www.sc.com/pk

Registrar/ Share Registration Office

M/s CDC Share Registrar Services Limited
CDC House, 99-B, Block B,
SMCHS, Main Shahra-e-Faisal,
Karachi - 74400

Toll Free: 0800 - 23275
Fax: (021) 34326053
Email: info@cdcpak.com

STANDARD CHARTERED BANK (PAKISTAN) LIMITED
30 SEPTEMBER 2021
DIRECTORS' REPORT

On behalf of the Board of Directors, we are pleased to present the Directors' Report of Standard Chartered Bank (Pakistan) Limited (SCBPL or the Bank) along with the un-audited interim financial statements for the period ended 30 September 2021.

Economy

Pakistan's economy has started showing early signs of overheating driven by strong demand and pickup in imports; leading to a rise in current account deficit. However, Remittances continue to show strong growth of 9% (July – September 21 vs July – September 20) with a monthly average inflow of USD 2.6bn providing support to the balance of Payments. As a result of these developments, PKR depreciated by 8% in Q3'21. Country's FX reserves as of September 21 stood at \$26.2bn (SBP's reserves of \$19.3bn) providing over 3 months import cover.

SBP has increased monetary policy rate by 25bps in September 2021 to 7.25% indicating gradual tapering of accommodative monetary policy stance after keeping it constant for 15 months. Inflation is hovering around 9% and is expected to increase further due to rise in petroleum and energy prices.

Banks in Pakistan continue to remain well capitalized with an industry wide CAR of 18.3% and remain profitable with a ROE (after tax) of 13.3% for Q2 2021. Meanwhile, NPLs of the banking sector stood at 8.9% at close of Q2 2021 (9.2% at close of CY20).

Purpose

At Standard Chartered, our purpose is to drive commerce and prosperity through our unique diversity. This captures the spirit of Standard Chartered by bringing together the best of what we already have – our incredible diversity of locations, cultures and expertise and ties it to what we do as a Bank – facilitating commerce in the real economy.

Our purpose signifies the way we want to do business with a human aspect as prosperity is not just about financial wealth but contributes towards creating healthier and happier communities. The purpose also embodies a more proactive and high-performance culture.

Strategic priorities

We have continued to make good progress against the strategic priorities. As we accelerate our strategy, we have refined our focus onto four strategic priorities:

1) Network

Our global network is the key to our ability to compete profitably and remains a differentiator for our clients. We continue to leverage this strength and systematically increase network linked income through innovative solutions, product specialization and structured off-shore offerings. Our focus remains on facilitating our clients in the Belt and Road Initiative and other trade corridors as well as building momentum in Sovereign, Multinational and Local Corporates space.

2) Affluent

We continue to reinforce our strong credentials in the affluent segment by building loyalty and trust through offering our clients personalised wealth advice based on superior insight. Income from our affluent wealth business is up by 15%.

3) Mass Retail

We are investing in a range of proven digital capabilities that can substantially and economically scale up our mass market retail presence. We are doing this with enhanced data analytics and a superior end-to-end digital experience, developing opportunities on our own and with partners. Our digital transaction mix, including "SC Mobile" application customers, continue to increase. We have recently

upgraded core banking system to advanced platform and are also spending on state of the art digital capabilities and solutions to drive enhanced client experience.

4) Sustainability

Our commitment to sustainability is not only about the economic activity we finance, but also about how we run our business. We invest in our people, promote the right values, behaviours and conduct, support the fight against financial crime and manage our environmental foot print. Our sustainability strategy seeks to strengthen relationships between our business, community, Government and clients. We will continue to focus on differentiated sustainability offering.

These strategic priorities are supported by three key enablers:

1) People & Culture

We are investing heavily in our people, giving colleagues the skills they need to succeed, bringing in expertise in critical areas and evolving to a more innovative and agile operating model.

2) New Ways of Working

We are fundamentally changing the way we work, accelerating our time-to-market and increasing productivity.

3) Innovation & Technology

We are driving innovation to improve our clients' experience, increase our operational efficiency and tap new sources of income.

Operating Results and Business Overview

	30 September 2021 (PKR millions)	31 December 2020 (PKR millions)
Balance Sheet		
Paid-up capital	38,716	38,716
Total equity	75,819	81,678
Deposits	596,280	556,506
Advances – gross	245,801	199,753
Advances – net	255,420	178,216
Investments – net	374,305	349,445
	Period ended 30 September 2021 (PKR millions)	Period ended 30 September 2020 (PKR millions)
Profit and Loss		
Revenue	26,563	32,076
Operating expenses	8,508	8,397
Other non-mark-up expenses	450	479
Operating profit (before provisions and tax)	17,605	23,200
(Recovery) / Provisions and write offs - net	(790)	3,226
Profit before tax	18,395	19,974
Profit after tax	9,910	11,908
Earnings per Share (EPS) – Rupees	2.56	3.08

Despite uncertainties surrounding Covid 19, the Bank delivered a resilient financial performance with a Profit before tax of PKR 18.4 billion compared to PKR 19.9 billion in corresponding period last year. Revenue was lower by PKR 5.5 billion primarily due to sharp reduction in interest rates in Q2'20, subdued economic activity and market volatility which impacted foreign exchange income, revaluation income on derivatives and gain on sale of securities. Administrative costs continue to be well managed through operational efficiencies and disciplined spending with an increase of 1% compared to same period last year. Moreover, strong recoveries of bad debts, coupled with lower impairments as a result of prudent risk approach led to a net release of PKR 0.8 billion in YTD Sep'21 compared to a charge of PKR 3.2 billion in the comparative period.

All businesses have positive momentum with strong growth in underlying drivers. This is evident from pickup in net advances, which have grown by 26% since the start of this year. This was a result of targeted strategy to build profitable, high quality and sustainable portfolios. With a diversified product base, the Bank is well positioned to cater for the needs of its clients. On the liabilities side, the Bank's total deposits grew by PKR 40 billion, whereas current and saving accounts grew by PKR 41 billion (up 8%) since the start of this year and comprise 93% of the deposit base.

From 2021, we streamlined our organisation by integrating our existing business units into two segments; Corporate, Commercial & Institutional Banking (CCIB); and Consumer, Private and Business Banking (CPBB). The creation of the CCIB segment, brings together Corporate & Institutional Banking and Commercial Banking, simplifies the way we work globally, keeping our distinct local client focus, with a less complex organisation on the ground and a single team to partner with our clients and stakeholders. Our Retail and Business Banking units are part of CPBB. These changes will enable us to deliver our services more effectively to our clients, having a more global approach while serving our clients locally.

The Bank continues to invest in its digital capabilities and infrastructure to enhance our clients' banking experience through the introduction of innovative solutions. We have made steady progress in further strengthening our control and compliance environment by focusing on our people, culture and systems. We are fully committed to sustained growth by consistently focusing on our clients and product suite along with a prudent approach to building the balance sheet while bringing the best in class services to our customers.

Our digital journey is well on-track and we are continuously investing and innovating to provide a seamless client experience throughout all our segments.

Outlook

While the external environment remains challenging, we expect a gradual recovery from the pandemic in 2021. Pace of recovery will be dependent on the efficacy of Government initiatives and policies as well as on the persistence of the COVID-19 virus itself.

Our results demonstrate our strong business fundamentals. We recognise the challenging times ahead and are committed to support our clients and employees whilst ensuring our clients' needs are at the heart of everything we do.

Having strengthened our foundations on controls and conduct we are well equipped to manage our risks, capital and liquidity effectively. The prudent and proactive measures that we are taking now will make us leaner and fitter to take advantage of the opportunities that lie ahead.

Credit Rating

Pakistan Credit Rating Agency (PACRA) has maintained the Bank's long-term and short-term ratings of "AAA" (Triple A) and "A1+" (A One Plus) respectively. These ratings denote the lowest expectation of credit risk emanating from an exceptionally strong capacity for timely payment of financial commitments.

Appreciation and Acknowledgment

We take this opportunity to express our gratitude to our clients and business partners for their continued support and trust. We offer sincere appreciation to the SBP for their guidance and cooperation extended to the Bank. Finally, we are also thankful to our associates, staff and colleagues for their committed services provided to our valued clients.

On behalf of the Board



Chief Executive Officer

Karachi: 27 October 2021



Director



INTERNAL

Standard Chartered Bank (Pakistan) Limited

Un-audited
Financial Statements

For the nine months period ended
30 September 2021

INTERNAL

Standard Chartered Bank (Pakistan) Limited

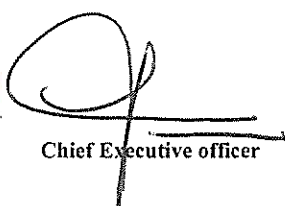
Statement of Financial Position

As at 30 September 2021

	Note	(Un-audited) 30 September 2021	(Audited) 31 December 2020
(Rupees in '000)			
ASSETS			
Cash and balances with treasury banks	6	55,043,352	54,366,569
Balances with other banks	7	10,969,321	11,271,237
Lendings to financial institutions	8	41,744,677	69,551,802
Investments	9	374,305,022	349,444,772
Advances	10	225,419,537	178,216,374
Fixed assets	11	10,911,290	11,910,762
Intangible assets	12	26,095,314	26,095,324
Deferred tax assets - net		-	-
Other assets	13	30,634,481	21,047,905
		775,122,994	721,904,745
LIABILITIES			
Bills payable	14	11,774,515	10,712,040
Borrowings	15	34,237,676	23,293,381
Deposits and other accounts	16	596,280,352	556,505,923
Liabilities against assets subject to finance lease		-	-
Sub-ordinated debt		-	-
Deferred tax liabilities - net	17	3,958,251	2,624,986
Other liabilities	18	53,053,408	47,090,605
		699,304,202	640,226,935
NET ASSETS		75,818,792	81,677,810
REPRESENTED BY:			
Share capital		38,715,850	38,715,850
Reserves		24,479,573	22,497,551
Surplus on revaluation of assets	19	7,442,733	7,755,848
Unappropriated profit		5,180,636	12,708,561
		75,818,792	81,677,810
CONTINGENCIES AND COMMITMENTS	20		

The annexed notes 1 to 37 form an integral part of these condensed interim financial statements.


Chairman


Chief Executive officer


Chief Financial Officer


Director

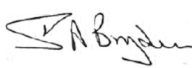

Director


INTERNAL

Standard Chartered Bank (Pakistan) Limited
 Profit and Loss Account (Un-audited)
 For the nine months period ended 30 September 2021

	Note	Three months period ended 30 September 2021	Nine months period ended 30 September 2021	Three months period ended 30 September 2020	Nine months period ended 30 September 2020
(Rupees in '000)					
Mark-up / return / interest earned	21	11,671,594	33,258,347	11,567,300	41,785,623
Mark-up / return / interest expensed	22	(5,201,620)	(14,447,021)	(4,931,325)	(19,615,598)
Net mark-up / interest income		6,469,974	18,811,326	6,635,975	22,170,025
NON MARK-UP / INTEREST INCOME					
Fee and commission income	23	978,052	2,810,661	694,049	2,370,626
Dividend income		44	20,885	-	-
Foreign exchange income	24	1,060,697	2,191,387	829,249	3,431,523
Income / (loss) from derivatives		271,604	668,168	133,014	1,123,628
Gain / (loss) on securities	25	543,137	1,936,413	230,419	2,920,306
Other income	26	67,670	124,433	44,809	59,787
Total non mark-up / interest income		2,921,204	7,751,947	1,931,540	9,905,870
Total Income		9,391,178	26,563,273	8,567,515	32,075,895
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	27	(2,889,216)	(8,507,912)	(2,781,208)	(8,397,103)
Workers welfare fund		(124,475)	(442,736)	(110,885)	(474,380)
Other charges	28	(4,148)	(7,470)	(1,380)	(4,265)
Total non mark-up / interest expenses		(3,017,839)	(8,958,118)	(2,893,473)	(8,875,748)
Profit before provisions		6,373,339	17,605,155	5,674,042	23,200,147
Reversals / (provisions) and write offs - net	29	68,811	789,555	(1,952,404)	(3,226,593)
Extra-ordinary / unusual items		-	-	-	-
PROFIT BEFORE TAXATION		6,442,150	18,394,710	3,721,638	19,973,554
Taxation	30	(3,316,231)	(8,484,598)	(1,664,849)	(8,065,838)
PROFIT AFTER TAXATION		3,125,919	9,910,112	2,056,789	11,907,716
		Rupees		(Rupees)	
BASIC / DILUTED EARNINGS PER SHARE	31	0.81	2.56	0.53	3.08

The annexed notes 1 to 37 form an integral part of these condensed interim financial statements.


 Chairman


 Chief Executive Officer


 Chief Financial Officer


 Director


 Director

INTERNAL

Standard Chartered Bank (Pakistan) Limited
Statement of Comprehensive Income (Un-audited)

For the nine months period ended 30 September 2021

	Three months period ended 30 September 2021	Nine months period ended 30 September 2021	Three months period ended 30 September 2020	Nine months period ended 30 September 2020
	----- (Rupees in '000) -----			
Profit after tax for the period	3,125,919	9,910,112	2,056,789	11,907,716
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	(31,392)	(267,636)	(561,360)	818,018
Movement in Surplus / (deficit) on revaluation of fixed assets - deferred tax rate impact	-	(29,432)	-	-
Items that will not be reclassified as to profit and loss account in subsequent periods	-	-	-	-
Total comprehensive income for the period	<u>3,094,527</u>	<u>9,613,044</u>	<u>1,495,429</u>	<u>12,725,734</u>

The annexed notes 1 to 37 form an integral part of these condensed interim financial statements.


Chairman


Chief Executive Officer


Chief Financial Officer

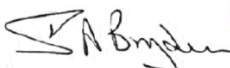

Director

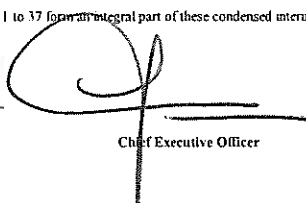

Director

Standard Chartered Bank (Pakistan) Limited
Statement of Changes in Equity (Un-audited)
For the nine months period ended 30 September 2021

	Share Capital	Share Premium	Statutory Reserve	Surplus / (Deficit) on revaluation of		Unappropriated Profit	Total
				Investments	Fixed Assets		
	(Rupees in '000)						
Balance as at 01 January 2020 - Un-audited	38,715,850	1,036,090	18,834,865	(64,782)	5,447,623	8,946,857	72,916,503
Total comprehensive income for the period							
Profit after tax for the nine months period ended 30 September 2020	-	-	-	-	-	11,907,716	11,907,716
Other comprehensive income	-	-	-	-	-	-	-
Movement in surplus / (deficit) on revaluation of investments - net of tax	-	-	-	818,018	-	-	818,018
	-	-	-	818,018	-	11,907,716	12,725,734
Transactions with owners, recorded directly in equity							
Share based payment transactions (Contribution from holding Company)	-	-	-	-	-	(41,901)	(41,901)
Cash dividend (Final 2019) at Rs. 1.75 per share	-	-	-	-	-	(6,775,274)	(6,775,274)
	-	-	-	-	-	(6,817,175)	(6,817,175)
Transfer to statutory reserve	-	-	2,381,543	-	-	(2,381,543)	-
Transferred from surplus on revaluation of fixed asset - net of deferred tax	-	-	-	-	(12,084)	12,084	-
Balance as at 30 September 2020 - Un-audited	38,715,850	1,036,090	21,216,408	753,236	5,435,539	11,667,939	78,825,062
Total comprehensive income for the period							
Profit after tax for the three months period ended 31 December 2020	-	-	-	-	-	1,225,266	1,225,266
Other comprehensive income	-	-	-	-	-	-	-
Movement in surplus on revaluation of investments - net of tax	-	-	-	(488,551)	-	-	(488,551)
Remeasurement of post employment obligations - net of tax	-	-	-	-	-	(6,237)	(6,237)
Surplus on revaluation of fixed asset - net of deferred tax	-	-	-	-	2,097,416	-	2,097,416
	-	-	-	(488,551)	2,097,416	1,219,029	2,827,894
Transactions with owners, recorded directly in equity							
Share based payment transactions (Contribution from holding Company)	-	-	-	-	-	24,854	24,854
	-	-	-	-	-	24,854	24,854
Transfer to statutory reserve	-	-	245,053	-	-	(245,053)	-
Realised on disposals during the period - net of deferred tax	-	-	-	-	(37,810)	37,810	-
Transferred from surplus on revaluation of fixed asset - net of deferred tax	-	-	-	-	(3,982)	3,982	-
Balance as at 31 December 2020 - Audited	38,715,850	1,036,090	21,461,461	264,685	7,491,163	12,708,561	81,677,810
Total comprehensive income for the period							
Profit after tax for the nine months period ended 30 September 2021	-	-	-	-	-	9,910,112	9,910,112
Other comprehensive income	-	-	-	-	-	-	-
Movement in Surplus / (deficit) on revaluation of fixed assets - deferred tax impact	-	-	-	-	(29,432)	-	(29,432)
Movement in surplus on revaluation of investments - net of tax	-	-	-	(267,636)	-	-	(267,636)
	-	-	-	(267,636)	(29,432)	9,910,112	9,613,044
Transactions with owners, recorded directly in equity							
Share based payment transactions (Contribution from holding Company)	-	-	-	-	-	14,278	14,278
Payment against share based payment transactions (to holding Company)	-	-	-	-	-	-	-
Cash dividend (2020) at Rs. 2.75 per share	-	-	-	-	-	(10,646,859)	(10,646,859)
Cash dividend (Interim 2021) at Rs. 1.25 per share	-	-	-	-	-	(4,839,481)	(4,839,481)
	-	-	-	-	-	(15,472,062)	(15,472,062)
Transfer to statutory reserve	-	-	1,982,022	-	-	(1,982,022)	-
Transferred from surplus on revaluation of fixed asset - net of deferred tax	-	-	-	-	(16,047)	16,047	-
Balance as at 30 September 2021 - Un-audited	38,715,850	1,036,090	23,443,483	(2,951)	7,445,684	5,180,636	75,818,792

The annexed notes 1 to 37 form an integral part of these condensed interim financial statements


Chairman


Chief Executive Officer


Chief Financial Officer


Director


Director

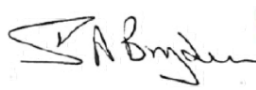
INTERNAL


Standard Chartered Bank (Pakistan) Limited
Cash Flow Statement (Un-audited)

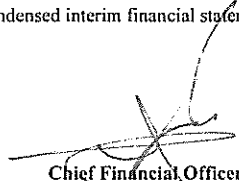
For the nine months period ended 30 September 2021

	Note	30 September 2021	30 September 2020
(Rupees in '000)			
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation for the period		18,394,710	19,973,554
Less: Dividend income		(20,885)	-
		<u>18,373,825</u>	<u>19,973,554</u>
Adjustments for:			
Depreciation	27	752,834	837,948
Amortization	27	10	38
Gain on sale of fixed assets	26	(9,027)	(4,388)
Unrealized (gain) / loss on revaluation of investments classified as held for trading - net	25	(32,879)	48,804
Finance cost against lease		203,985	289,913
Gain on lease termination		(62,365)	(16,390)
(Reversals) / provisions and write offs - net	29	(789,555)	3,226,593
		<u>63,003</u>	<u>4,382,518</u>
		<u>18,436,828</u>	<u>24,356,072</u>
(Increase) \ decrease in operating assets			
Lending to financial institutions		27,807,125	(67,038,489)
Held-for-trading securities		18,811,656	565,942
Advances		(46,408,793)	36,310,362
Other assets (excluding advance taxation)		(11,435,323)	6,185,406
		<u>(11,225,335)</u>	<u>(23,976,779)</u>
Increase / (decrease) in operating liabilities			
Bills payable		1,062,475	(188,997)
Borrowings from financial institutions		10,997,899	1,734,321
Deposits		39,774,429	104,068,591
Other liabilities		1,399,523	(2,079,633)
		<u>53,234,326</u>	<u>103,534,282</u>
Cash inflow before taxation		<u>60,445,819</u>	<u>103,913,575</u>
Income tax paid		(5,173,250)	(2,870,437)
Net cash flow generated from operating activities		<u>55,272,569</u>	<u>101,043,138</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Net investments in available for sale securities		(43,639,027)	(87,344,067)
Investment in fixed assets		(201,545)	(315,004)
Proceeds from sale of fixed assets		9,027	7,373
Net cash flow used in investing activities		<u>(43,810,660)</u>	<u>(87,651,698)</u>
CASH FLOW FROM FINANCING ACTIVITIES			
Dividend paid		(10,631,949)	(6,765,224)
Payment in respect of lease liability		(401,489)	(513,907)
Net cash flow used in financing activities		<u>(11,033,438)</u>	<u>(7,279,131)</u>
Decrease in cash and cash equivalents for the period		<u>428,471</u>	<u>6,112,309</u>
Cash and cash equivalents at beginning of the period		64,416,206	60,921,115
Effect of exchange rate changes on cash and cash equivalents		1,163,008	3,185,884
		<u>65,579,214</u>	<u>64,106,999</u>
Cash and cash equivalents at end of the period		<u>66,007,685</u>	<u>70,219,308</u>
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD			
Cash and balances with treasury banks		55,043,352	49,205,534
Balances with other banks		10,969,321	21,014,305
Overdrawn nostros		(4,988)	(531)
		<u>66,007,685</u>	<u>70,219,308</u>

The annexed notes 1 to 37 form an integral part of these condensed interim financial statements.


Chairman


Chief Executive Officer


Chief Financial Officer


Director


Director

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Standard Chartered Bank (Pakistan) Limited
Notes to the Condensed Interim Financial Statements (Un-audited)
For the nine months period ended 30 September 2021

1 STATUS AND NATURE OF BUSINESS

Standard Chartered Bank (Pakistan) Limited ("the Bank") was incorporated in Pakistan on 19 July 2006 and was granted approval for commencement of banking business by State Bank of Pakistan, with effect from 30 December 2006. The ultimate holding company of the Bank is Standard Chartered Plc., incorporated in England. The registered office is at Standard Chartered Bank Building, I.I. Chundrigar Road, Karachi.

The Bank commenced formal operations on 30 December 2006 through amalgamation of entire undertaking of Union Bank Limited and the business carried on by the branches in Pakistan of Standard Chartered Bank, a bank incorporated by Royal Charter and existing under the laws of England. The scheme of amalgamation was sanctioned by State Bank of Pakistan vide its order dated 4 December 2006. The Bank's shares are listed on Pakistan Stock Exchange.

The Bank is engaged in the banking business as defined in the Banking Companies Ordinance, 1962 and has a total number of 43 branches in Pakistan including 2 Islamic branches (31 December 2020: 53 branches in Pakistan including 3 Islamic branches) in operation at 30 September 2021.

2 BASIS OF PREPARATION

2.1 Statement of compliance

The condensed interim financial information has 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;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) and Securities and Exchange Commission of Pakistan (SECP).

In case the requirement of Companies Act, 2017, Banking Companies Ordinance, 1962, directives issued thereunder or IFAS differ from the requirements of IAS 34, the requirements of Companies Act, 2017, Banking Companies Ordinance, 1962, directives issued thereunder and IFAS have been followed.

The SBP has deferred the applicability of International Accounting Standard (IAS) 39, 'Financial Instruments: Recognition and Measurement' and International Accounting Standard (IAS) 40, 'Investment Property' for Banking Companies in Pakistan through BSD Circular Letter 10 dated 26 August 2002 till further instructions. Further, the SECP has deferred the applicability of International Financial Reporting Standard (IFRS) 7 'Financial Instruments: Disclosures' through its notification S.R.O 411(I)/2008 dated 28 April 2008. Accordingly, the requirements of these standards have not been considered in the preparation of these condensed interim financial statements. However, investments have been classified and valued in accordance with the requirements prescribed by the SBP through various circulars.

The Securities and Exchange Commission of Pakistan (SECP) has notified Islamic Financial Accounting Standard (IFAS) 3, 'Profit and Loss Sharing on Deposits' issued by the Institute of Chartered Accountants of Pakistan. IFAS 3 shall be followed with effect from the financial periods beginning after 1 January 2014 in respect of accounting for transactions relating to 'Profit and Loss Sharing on Deposits' as defined by the said standard. The standard has resulted in certain new disclosures in these financial statements of the Bank. The SBP through BPRD Circular Letter No. 4 dated 25 February 2015, has deferred the applicability of IFAS 3 till further instructions and prescribed the Banks to prepare their annual and periodical financial statements as per existing prescribed formats issued vide BSD Circular 04 of 2006 and BPRD Circular Letter No. 05 of 2019, as amended from time to time.

The disclosures made in these condensed interim financial statements have been limited based on the format prescribed by the SBP vide BPRD Circular No. 5 dated March 22, 2019 and IAS 34. These condensed interim financial statements do not include all the information and disclosures required for annual financial statements and should be read in conjunction with the audited annual financial statements for the year ended 31 December 2020.

2.2 Standards, interpretations of and amendments to accounting and reporting standards as applicable in Pakistan that are effective in the current period

There are certain interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after 01 January 2021 but are considered not to be relevant or do not have any significant effect on the Bank's operations and therefore not detailed in these condensed interim financial statements.

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2.3 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective in the current period

The following standards, interpretations, and amendments to accounting and reporting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard, interpretation, or amendment: These are not likely to have material effect on the Bank's financial statements except for the following:

Standard or Interpretation	Effective date (annual periods beginning on or after)
Property, Plant and Equipment: Proceeds before Intended Use - Amendments to IAS 16	01 January 2022
Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37	01 January 2022
Classification of liabilities as current or non-current - Amendment to IAS 1	01 January 2023
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized
Definition of Accounting Estimates - Amendments to IAS 8	01 January 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	01 January 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction – Amendments to IAS 12	01 January 2023

The above standards and amendments are not expected to have any material impact on the Bank's financial statements in the period of initial application.

IFRS9 'Financial instruments' - IFRS 9 replaces the existing guidance in IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 includes revised guidance on the classification and measurement of financial instruments, a new expected credit loss model for calculating impairment on financial assets and new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from IAS 39. The State Bank of Pakistan, vide its BPRD Circular No. 24 dated July 5, 2021 has extended the application date and directed the banks in Pakistan to implement IFRS 9 with effect from 01 January 2022.

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan:

Standard	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	01 January 2023

3 SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Bank for the year ended 31 December 2020.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The basis and the methods used for critical accounting estimates and judgments adopted in these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Bank for the year ended 31 December 2020.

5 FINANCIAL RISK MANAGEMENT

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

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6	CASH AND BALANCES WITH TREASURY BANKS	<i>Note</i>	30 September 2021 (Un-audited)	31 December 2020 (Audited)
			(Rupees in '000)	
	In hand			
	- Local currency		4,498,602	5,528,174
	- Foreign currencies		8,110,394	9,501,145
	With State Bank of Pakistan in:			
	- Local currency current account	6.1	26,160,766	22,213,407
	- Local currency current account - Islamic Banking	6.1	1,912,499	2,433,653
	Foreign currency deposit account			
	- Cash reserve account	6.2	4,323,876	4,625,037
	- Special cash reserve account	6.2	8,281,044	8,892,238
	- Local US Dollar collection account		1,123,804	241,009
	With National Bank of Pakistan in:			
	- Local currency current account		548,704	729,256
	Prize Bonds		83,663	202,650
			<u>55,043,352</u>	<u>54,366,569</u>

6.1 The local currency current account is maintained with the State Bank of Pakistan (SBP) as per the requirements of Section 22 of the Banking Companies Ordinance, 1962. This section requires banking companies to maintain a local currency cash reserve in the current account opened with the SBP at a sum not less than such percentage of its demand and time liabilities in Pakistan as may be prescribed by SBP.

6.2 As per BSD Circular No. 15 dated June 21, 2008, cash reserve of 5 percent and special cash reserve of 15 percent (for Islamic 6 percent) are required to be maintained with SBP on deposits held under the New Foreign Currency Accounts Scheme (FE-25 deposits). However due to the COVID – 19 pandemic the State Bank of Pakistan (SBP) has responded to the crisis by giving relaxation. As per DMMD Circular No. 08 of 2020, dated 17 April 2020, cash reserve of 5 percent and special cash reserve of 10 percent (for Islamic 6 percent) are required to be maintained with SBP on deposits held under the New Foreign Currency Accounts Scheme (FE-25 deposits).

7	BALANCES WITH OTHER BANKS	<i>Note</i>	30 September 2021 (Un-audited)	31 December 2020 (Audited)
			(Rupees in '000)	
	- In current accounts	7.1	<u>10,969,321</u>	<u>11,271,237</u>

7.1 This includes balances of Rs. 10,836.065 million (2020: Rs. 11,217.368 million) held with other branches and subsidiaries of Standard Chartered Group outside Pakistan.

8	LENDINGS TO FINANCIAL INSTITUTIONS	<i>Note</i>	30 September 2021 (Un-audited)	31 December 2020 (Audited)
			(Rupees in '000)	
	Repurchase agreement lendings (Reverse Repo)	8.1	5,300,851	7,424,924
	Bai Muajjal receivable from State Bank of Pakistan		-	1,845,421
	Placements	8.2	<u>36,443,826</u>	<u>60,281,457</u>
			<u>41,744,677</u>	<u>69,551,802</u>

8.1 These carry mark-up rate ranging from 6.95 percent to 7.0 percent (2020: 6.2 percent to 7.0 percent) per annum payable at maturity, and are due to mature in October 2021. These arrangements are governed under Master Repurchase Agreements.

8.2 This represents placements with other branches and subsidiaries of Standard Chartered Group outside Pakistan at mark-up rates ranging from 0.05 percent to 0.15 percent per annum (2020: 0.05 percent to 0.10 percent per annum), and are due to mature in October 2021.

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	Note	30 September 2021 (Un-audited)	31 December 2020 (Audited)
(Rupees in '000)			
8.3 Particulars of lending			
In local currency		5,300,851	9,270,345
In foreign currencies		36,443,826	60,281,457
	8.3.1	<u>41,744,677</u>	<u>69,551,802</u>

8.3.1 None of the lending to financial institutions were classified at period end.

9 INVESTMENTS

	30 September 2021 (Un-audited)				31 December 2020 (Audited)			
	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value
9.1 Investments by type	(Rupees in '000)							
<i>Held for trading securities</i>								
Federal Government Securities	17,651,986	-	32,880	17,684,866	36,463,642	-	78,166	36,541,808
	17,651,986	-	32,880	17,684,866	36,463,642	-	78,166	36,541,808
<i>Available for sale securities</i>								
	1,567							
Federal Government Securities	356,421,744	-	(54,810)	356,366,934	312,194,073	-	343,198	312,537,271
Shares	837,648	(734,398)	49,831	153,081	836,081	(734,398)	62,646	164,329
Non Government Debt Securities	385,025	(285,025)	141	100,141	485,025	(285,025)	1,364	201,364
	357,644,417	(1,019,423)	(4,838)	356,620,156	313,515,179	(1,019,423)	407,208	312,902,964
Total Investments	375,296,403	(1,019,423)	28,042	374,305,022	349,978,821	(1,019,423)	485,374	349,444,772

	30 September 2021 (Un-audited)	31 December 2020 (Audited)
(Rupees in '000)		
9.2 Provision for diminution in the value of investments		
Opening balance	1,019,423	1,019,423
Charge for the period / year	-	-
Closing Balance	<u>1,019,423</u>	<u>1,019,423</u>

9.2.1 Particulars of provision against debt securities

Category of classification	30 September 2021 (Un-audited)		31 December 2020 (Audited)	
	Non Performing Investment	Provision	Non Performing Investment	Provision
(Rupees in '000)				
Domestic				
Loss	285,025	285,025	285,025	285,025
	<u>285,025</u>	<u>285,025</u>	<u>285,025</u>	<u>285,025</u>

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10 ADVANCES

	Performing		Non Performing		Total	
	30 September 2021 (Un-audited)	31 December 2020 (Audited)	30 September 2021 (Un-audited)	31 December 2020 (Audited)	30 September 2021 (Un-audited)	31 December 2020 (Audited)
	(Rupees in '000)					
Loans, cash credits, running finances, etc.	160,107,150	136,151,416	19,488,165	20,804,684	179,595,315	156,956,100
Islamic financing and related assets	60,216,995	38,258,659	1,587,134	1,890,294	61,804,039	40,148,953
Bills discounted and purchased (excluding treasury bills)	4,401,335	2,647,524	-	-	4,401,335	2,647,524
Advances - gross	224,725,390	177,057,599	21,075,299	22,694,978	245,800,689	199,752,577
Provision for non-performing advances						
- Specific	-	-	(17,657,226)	(18,965,250)	(17,657,226)	(18,965,250)
- General	(2,723,926)	(2,570,953)	-	-	(2,723,926)	(2,570,953)
Advances - net of provision	222,001,464	174,486,646	3,418,073	3,729,728	225,419,537	178,216,374

10.1 Particulars of advances - gross

30 September 2021 (Un-audited)
31 December 2020 (Audited)
(Rupees in '000)

In local currency	242,748,211	197,517,154
In foreign currencies	3,052,478	2,235,423
	<u>245,800,689</u>	<u>199,752,577</u>

Advances include Rs. 21,075,299 million (31 December 2020: Rs. 22,694,978 million) which have been placed under non-performing status (including subjective downgrades) are detailed as below:

Category of classification	30 September 2021 (Un-audited)		31 December 2020 (Audited)	
	Non Performing Loans	Provision	Non Performing Loans	Provision
Domestic	(Rupees in '000)			
Other assets especially mentioned	103,193	91	182,214	-
Substandard	1,221,394	269,291	1,653,142	338,528
Doubtful	3,916,226	1,821,494	3,953,291	1,872,838
Loss	15,834,486	15,566,350	16,906,331	16,753,884
	<u>21,075,299</u>	<u>17,657,226</u>	<u>22,694,978</u>	<u>18,965,250</u>

10.2.1 At 30 September 2021, the provision requirement has been reduced by Rs. 342,566 million (31 December 2020: Rs. 229,642 million) being benefit of Forced Sale Value (FSV) of commercial, residential and industrial properties (land and building only) held as collateral, in accordance with the State Bank of Pakistan Prudential Regulations (PR) and SBP Circular 10 dated 21 October 2011. Increase in accumulated profits amounting to Rs. 208,965 million due to the said FSV benefit is not available for distribution of cash and stock dividend / bonus to employees.

10.3 Particulars of provision against advances

	30 September 2021 (Un-audited)			31 December 2020 (Audited)		
	Specific	General	Total	Specific	General	Total
	(Rupees in '000)					
Opening balance	18,965,250	2,570,953	21,536,203	16,375,109	806,318	17,181,427
Charge for the period / year	337,178	159,095	496,273	3,367,205	1,778,760	5,145,965
Reversals	(1,194,728)	(6,122)	(1,200,850)	(361,460)	(14,125)	(375,585)
	(857,550)	152,973	(704,577)	3,005,745	1,764,635	4,770,380
Amounts written off	(494,001)	-	(494,001)	(449,474)	-	(449,474)
Other movements (including FX adjustments)	43,527	-	43,527	33,870	-	33,870
Closing balance	<u>17,657,226</u>	<u>2,723,926</u>	<u>20,381,152</u>	<u>18,965,250</u>	<u>2,570,953</u>	<u>21,536,203</u>

10.3.1 General provision includes provision amounting to Rs 949,995 million (31 December 2020: Rs 798,348 million) against the consumer finance portfolio. It also includes Rs 0.939 million (31 December 2020: Rs 1.025 million) pertaining to Small Enterprise (SE) portfolio in accordance with SBP Prudential Regulations

Given the uncertain economic environment, the management booked a general provision of up to 1% (Rs 1,773 million) last year on the performing credit portfolio on prudent basis. This general provision is in addition to the requirements of Prudential Regulations. Management believes that the Bank should maintain this provision till uncertainty surrounding Covid 19 settles down.

11 FIXED ASSETS

30 September 2021 (Un-audited)
31 December 2020 (Audited)
(Rupees in '000)

Capital work-in-progress	73,309	76,340
Property and equipment	10,837,981	11,834,422
	<u>10,911,290</u>	<u>11,910,762</u>
11.1 Capital work-in-progress		
Civil works	73,309	18,112
Equipment	-	58,228
	<u>73,309</u>	<u>76,340</u>

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	30 September 2021 (Un-audited)	30 June 2020 (Un- audited)
	----- (Rupees in '000) -----	
11.2 Additions to fixed assets		
The following additions have been made to fixed assets during the period:		
Capital work-in-progress	<u>(3,031)</u>	<u>(213,893)</u>
Building on freehold land	7,010	-
Building on leasehold land - owned	14,838	-
Furniture and fixture	1,812	-
Electrical office and computer equipment	164,756	335,059
Leasehold improvement	<u>16,160</u>	<u>-</u>
	<u>204,576</u>	<u>335,059</u>

11.3 Disposal of fixed assets

The net book value of fixed assets disposed off during the period is Rs. Nil (30 September 2020: Rs. 2.98 million). In addition net book value upon derecognition of Right of use asset (ROU) during the period amounted to Rs. 189.4 million (30 September 2020: Rs 90.2 million)

11.4 This also includes Right of use asset (ROU) in line with IFRS 16 amounting to Rs 1,798.337 million (31 December 2020: Rs 2,479.656 million)

12 INTANGIBLE ASSETS

	<i>Note</i>	30 September 2021 (Un-audited)	31 December 2020 (Audited)
		----- (Rupees in '000) -----	
Goodwill		26,095,310	26,095,310
Core deposits intangible	12.1	-	-
Customer relationships intangible		4	14
Brand names	12.1	-	-
Computer Software	12.1	-	-
		<u>26,095,314</u>	<u>26,095,324</u>

12.1 The above mentioned items under intangible assets are fully amortized.

12.1 Additions to intangible assets

The additions made to intangible assets during the period is Rs. Nil (31 December 2020: Rs. Nil)

12.2 Disposals of intangible assets

The disposal made to intangible assets during the period is Rs. Nil (31 December 2020: Rs. Nil).

13 OTHER ASSETS

	<i>Note</i>	30 September 2021 (Un-audited)	31 December 2020 (Audited)
		----- (Rupees in '000) -----	
Income / mark-up accrued in local currency		6,940,493	5,340,668
Income / mark-up accrued in foreign currencies		11,699	5,173
Advances, deposits, advance rent and other prepayments		109,207	297,129
Defined benefit plans		8,726	8,726
Advance taxation (payments less provisions)		2,048,281	3,922,690
Branch adjustment account		351	-
Mark to market gain on forward foreign exchange contracts		7,034,202	3,709,568
Interest rate derivatives and currency options - positive fair value		126,685	294,883
Receivable from SBP / Government of Pakistan		325,327	224,580
Receivable from associated undertakings		2,042	12,522
Assets Held for Sale	13.1	402,298	244,261
Receivable from Standard Chartered Bank, Sri Lanka operations		37,673	38,281
Advance Federal Excise Duty		-	188,443
Cards Settlement account		2,583,094	1,599,145
Acceptances		6,480,672	4,934,015
Unsettled trades - Debt Securities		4,275,255	-
Sundry receivables		215,654	208,468
Others		<u>120,598</u>	<u>107,129</u>
		<u>30,722,257</u>	<u>21,135,681</u>
Less: Provision held against other assets	13.2	<u>(87,776)</u>	<u>(87,776)</u>
Other Assets - net of provisions		<u>30,634,481</u>	<u>21,047,905</u>

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13.1 These represents carrying value of vacant owned properties which the Bank intends to dispose-off. The management considered these property to meet the criteria to be classified as held for sale at the date of classification. These assets are available for immediate sale and can be sold in it's current condition. During the year, the Bank classified additional properties as held for sale with a carrying value of Rs 158.037 million. As at the reporting date, the management has assessed the fair value less cost to sell of all properties to be higher than their carrying amount.

13.2 Provision held against other assets

30 September
2021 (Un-audited) 31 December
2020 (Audited)

(Rupees in '000)

Others - Trade related	87,776	87,776
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14 BILLS PAYABLE

In Pakistan	11,343,353	10,318,201
Outside Pakistan	431,162	393,839
	11,774,515	10,712,040

15 BORROWINGS

In Pakistan	34,232,830	23,234,789
Outside Pakistan	4,846	58,592
	34,237,676	23,293,381

15.1 Details of borrowings secured / unsecured**Secured**

Borrowings from State Bank of Pakistan under Export Refinance (ERF) scheme	21,535,450	18,022,855
Refinance scheme for payment of wages and salaries	3,040,271	4,864,434
State Bank of Pakistan - LTFF	180,889	203,500
Repurchase agreement borrowings (Repo)	8,880,265	-
Financing facility for renewable energy plants	595,813	144,000
	34,232,688	23,234,789

Unsecured

Overdrawn nostro accounts	4,988	58,592
	34,237,676	23,293,381

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16 DEPOSITS AND OTHER ACCOUNTS

Note	30 September 2021 (Un-audited)			31 December 2020 (Audited)		
	In Local Currency	In Foreign currencies	Total	In Local Currency	In Foreign currencies	Total
	(Rupees in '000)					
Customers						
- Fixed deposits	38,748,715	812,873	39,561,588	40,940,204	337,325	41,277,529
- Savings deposits	274,444,501	22,067,610	296,512,111	237,296,916	23,905,772	261,202,688
- Current accounts	160,995,379	63,827,110	224,822,489	149,571,073	62,515,663	212,086,736
- Margin accounts	2,614,663	171,511	2,786,174	4,943,460	169,424	5,112,884
- Special exporters' account	6,784,822	-	6,784,822	6,158,718	-	6,158,718
	483,588,080	86,879,104	570,467,184	438,910,371	86,928,184	525,838,555
Financial Institutions						
- Fixed deposits	570,758	8,840	579,598	443,044	8,246	451,290
- Savings deposits	10,569,291	1,057,457	11,626,748	10,243,113	2,200,498	12,443,611
- Current accounts	16.1 11,044,014	2,470,977	13,514,991	11,479,668	6,200,526	17,680,194
- Margin accounts	14,895	76,936	91,831	18,078	74,195	92,273
	22,198,958	3,614,210	25,813,168	22,183,903	8,483,465	30,667,368
	505,787,038	90,493,314	596,280,352	461,094,274	95,411,649	556,505,923

16.1 This includes Rs. 627.142 million (2020: Rs. 568.665 million) against balances of other branches and subsidiaries of Standard Chartered Group.

17 DEFERRED TAX ASSETS / (LIABILITIES)

The following are major deferred tax assets / (liabilities) recognised and movement thereon:

Note	30 September 2021 (Un-audited)			
	At 1 January 2021	Recognised in profit and loss	Recognised in OCI	At 30 September 2021
	(Rupees in '000)			
Deductible Temporary Differences on				
Post retirement employee benefits	3,054	-	-	3,054
Worker Welfare Fund	876,342	100,153	-	976,495
Provision against advances, off balance sheet etc.	17.1 2,914,861	(1,517,806)	-	1,397,055
Accelerated tax depreciation	67,486	48,537	-	116,023
Unpaid liabilities	3,043,259	954,426	-	3,997,685
	6,905,002	(414,690)	-	6,490,312
Taxable Temporary Differences on				
Surplus on revaluation of fixed assets	19.1 (254,107)	10,259	(29,432)	(273,280)
Surplus on revaluation of investments	19.2 (142,523)	-	144,410	1,887
Goodwill	(9,133,358)	(1,043,812)	-	(10,177,170)
	(9,529,988)	(1,033,553)	114,978	(10,448,563)
	(2,624,986)	(1,448,243)	114,978	(3,958,251)
	(Rupees in '000)			
	31 December 2020 (Audited)			
	At 1 January 2020	Recognised in profit and loss	Recognised in OCI	At 31 December 2020
Deductible Temporary Differences on				
Post retirement employee benefits	2,476	-	578	3,054
Worker Welfare Fund	-	876,342	-	876,342
Provision against advances, off balance sheet etc.	1,805,362	1,109,499	-	2,914,861
Accelerated tax depreciation	71,424	(3,938)	-	67,486
Unpaid liabilities	2,403,306	639,953	-	3,043,259
	4,282,568	2,621,856	578	6,905,002
Taxable Temporary Differences on				
Surplus on revaluation of fixed assets	(194,429)	8,651	(68,329)	(254,107)
Surplus / (deficit) on revaluation of investments	34,883	-	(177,406)	(142,523)
Goodwill	(7,830,986)	(1,302,372)	-	(9,133,358)
	(7,990,532)	(1,293,721)	(245,735)	(9,529,988)
	(3,707,964)	1,328,135	(245,157)	(2,624,986)

17.1 In terms of the Seventh Schedule to the Income Tax Law, the claim of provision for advances and off balance sheet items in respect of Corporate and Consumer (including SME) advances has been restricted to 1% and 3% of gross advances respectively. As such deferred tax asset has been recognised. The management based on projection of taxable profits, considers that the Bank would be able to claim deductions in future years within the prescribed limits in seventh schedule. It also includes deferred tax asset on pre seventh schedule provision against loans and advances disallowed, which only become tax allowable upon being written off.

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18 OTHER LIABILITIES

		30 September 2021 (Un-audited)	31 December 2020 (Audited)
	<i>Note</i>	----- (Rupees in '000) -----	
Mark-up / return / interest payable in local currency		1,044,191	502,125
Mark-up / return / interest payable in foreign currencies		1,240	-
Accrued expenses		3,060,327	3,095,978
Advance payments		382,552	435,564
Sundry creditors		9,493,877	7,644,474
Mark to market loss on forward foreign exchange contracts		4,215,657	4,602,999
Unrealized loss on interest rate derivatives and currency options		4,682,376	3,746,037
Due to Holding Company	<i>18.1</i>	15,160,098	10,279,247
Charity fund balance		7,753	10,557
Dividend payable		174,792	111,004
Branch adjustment account		-	815
Provision against off balance sheet obligations	<i>18.2</i>	232,340	226,638
Worker's welfare fund (WWF) payable	<i>18.3</i>	2,816,856	2,374,120
Lease liability	<i>18.4</i>	2,120,897	2,866,994
Short sell - Government Securities		2,044,173	5,974,790
Acceptances		6,480,672	4,934,015
Unsettled trades - Debt Securities		921,611	-
Others		213,996	285,248
		<u>53,053,408</u>	<u>47,090,605</u>

18.1 Due to Holding Company

On account of reimbursement of executive and general administrative expenses	10,250,476	10,250,476
Dividend and other payable	4,909,622	28,771
	<u>15,160,098</u>	<u>10,279,247</u>

18.2 Provision against off-balance sheet obligations

Opening balance	226,638	235,130
Charge for the period / year	49,387	55,690
Reversals	(43,685)	(64,182)
Closing balance	<u>232,340</u>	<u>226,638</u>

These primarily represents provision against off balance sheet exposures such as bank guarantees.

18.3 The Supreme Court of Pakistan vide its order dated 10 November 2016 has held that the amendments made in the law introduced by the Federal Government by Finance Act 2008 for the levy of Worker's Welfare Funds (WWF) on banks were not lawful. The Federal Board of Revenue has filed review petitions against this order, which are currently pending. Legal advice obtained on the matter indicates that consequent to filing of these review petitions the judgment may not currently be treated as conclusive until the review petition is decided. Accordingly, the amount charged for WWF since 2008 has not been reversed.

18.4 This represents liabilities on leases meeting the criteria prescribed within IFRS 16.

19 SURPLUS ON REVALUATION OF ASSETS - NET OF DEFERRED TAX	30 September 2021 (Un-audited)	31 December 2020 (Audited)
Note	(Rupees in '000)	
Surplus / (deficit) arising on revaluation of:		
Fixed assets	7,718,964	7,745,270
Available for Sale Securities	(4,838)	407,208
	<u>7,714,126</u>	<u>8,152,478</u>
Deferred tax on surplus / (deficit) on revaluation of:		
Fixed assets	(273,280)	(254,107)
Available for Sale Securities	1,887	(142,523)
	<u>(271,393)</u>	<u>(396,630)</u>
	<u>7,442,733</u>	<u>7,755,848</u>
19.1 Surplus on revaluation of fixed assets - net of tax		
Surplus on revaluation of fixed assets as at 1 January	7,745,270	5,642,052
Recognised during the year	-	2,186,104
Realised on disposal during the period	-	(58,169)
Transferred to unappropriated profit in respect of incremental depreciation charged during the year	(26,306)	(24,717)
Surplus on revaluation of fixed assets as at 31 December - Gross	<u>7,718,964</u>	<u>7,745,270</u>
Less: Related deferred tax liability on:		
Revaluation surplus as at 1 January	(254,107)	(194,429)
Revaluation surplus recognised during the period	-	(88,688)
Surplus realized on disposal during the period	-	20,359
Deferred tax rate impact	(29,432)	-
Incremental depreciation charged during the period	10,259	8,651
	<u>(273,280)</u>	<u>(254,107)</u>
Surplus on revaluation of fixed assets as at 31 December - net of tax	<u>7,445,684</u>	<u>7,491,163</u>
19.2 (Deficit) / Surplus on revaluation of Available for Sale securities - net of tax		
Market Treasury Bills	(72,723)	107,296
Pakistan Investment Bonds	(45,474)	322,377
Sukuk and Ijarah Bonds	63,528	(85,111)
Listed shares	(49,831)	62,646
	<u>(4,838)</u>	<u>407,208</u>
Related deferred tax asset / (liability)	1,887	(142,523)
	<u>(2,951)</u>	<u>264,685</u>
20 CONTINGENCIES AND COMMITMENTS		
Guarantees	20.1 129,393,284	122,977,374
Commitments	20.2 420,939,686	437,684,085
Other contingent liabilities	20.3 10,436,607	10,858,932
	<u>560,769,577</u>	<u>571,520,390</u>
20.1 Guarantees:		
Guarantees issued favouring:		
Financial guarantees	11,401,775	15,716,609
Performance guarantees	92,481,346	75,028,239
Other guarantees	25,510,163	32,232,527
	<u>129,393,284</u>	<u>122,977,374</u>
20.2 Commitments:		
Documentary credits and short-term trade-related transactions		
Letters of credit	54,295,500	30,432,016
Commitments in respect of:		
Forward foreign exchange contracts;		
- Purchase	20.4 183,600,439	198,686,967
- Sale	20.4 143,813,368	171,348,315
Commitment in respect of derivatives		
- Interest rate swaps	20.6 14,532,880	8,991,700
- Cross currency swaps	20.6 24,488,319	28,171,806
Commitment in respect of operating lease		
	20.7 945	2,427
Commitment for acquisition of fixed assets		
	208,235	50,854
	<u>420,939,686</u>	<u>437,684,085</u>
20.3 Other contingent liabilities	<u>10,436,607</u>	<u>10,858,932</u>

20.3.1 The Bank has a case before the Court on the land where an office building is constructed and the Bank owns a portion of that premises. A request for clearance of its premises from the competent court has been filed based on the fact that the Bank is a bonafide purchaser of the premises having no relevance with the principal case. Considering the facts of the case, the management expects a favourable decision in this case from the competent court. The Bank is also in litigation with various tenants for repossessing its office space in one of its other owned properties. These cases are now being adjudicated before the Court of Rent Controller. Based on the facts of the case and the opinion of legal counsel, the management expects a favourable decision from the dealing court in remaining cases.

20.3.2 An order for income year 2011 levying Federal Excise Duty of Rs. 515.6 million has been issued. The demand has been stayed by the Sindh High Court.

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		Three months period ended	Nine months period ended	Three months period ended	Nine months period ended
	Note	30 September 2021 (Un-audited)	30 September 2021 (Un-audited)	30 September 2020 (Un-audited)	30 September 2020 (Un-audited)
(Rupees in '000)					
21 MARK-UP / RETURN / INTEREST EARNED					
On loans and advances to customers		4,753,508	13,531,762	4,260,108	18,188,260
On loans and advances to financial institutions		46,828	76,195	1,504	14,012
On investments in: i) Held for trading securities		91,230	354,144	461,680	1,067,344
ii) Available for sale securities		6,619,541	18,833,401	6,421,562	21,232,370
On deposits with financial institutions / State Bank of Pakistan		1,385	2,057	-	27,222
On securities purchased under resale agreements		101,798	269,353	319,061	865,649
On call money lending / placements		57,304	191,435	103,385	390,766
		<u>11,671,594</u>	<u>33,258,347</u>	<u>11,567,300</u>	<u>41,785,623</u>
22 MARK-UP / RETURN / INTEREST EXPENSED					
Deposits		4,582,407	12,765,709	4,360,288	16,330,683
Securities sold under repurchase agreements		56,860	383,776	56,775	630,798
Call borrowings		228	1,598	5,729	17,635
Borrowings from State Bank of Pakistan under Export Refinance (ERF) scheme		108,069	320,140	102,423	298,291
Cost of foreign currency swaps against foreign currency deposits / borrowings		267,532	381,829	223,847	1,726,923
Deposit protection premium	22.1	129,995	389,984	106,929	321,355
Finance cost of lease liability		56,529	203,985	75,334	289,913
		<u>5,201,620</u>	<u>14,447,021</u>	<u>4,931,325</u>	<u>19,615,598</u>
22.1	As per State Bank of Pakistan DPC Circular No. 04 of 2018, dated 22nd June 2018, all member banks are required to pay deposits protection premium at the rate of 0.16% on eligible deposits as defined in the aforesaid circular.				
23 FEE & COMMISSION INCOME					
Branch banking customer fees		82,872	265,950	79,371	240,238
Consumer finance related fees		17,603	62,316	22,910	42,365
Card related fees (debit and credit cards)		418,136	1,256,085	180,487	679,335
Credit related fees		13,597	17,221	35,100	185,715
Investment banking fees		70,109	142,456	31,649	76,734
Brokerage charges		(16,277)	(51,983)	(19,099)	(60,875)
Commission on trade and cash management		200,864	534,658	144,224	469,128
Commission on guarantees		61,683	212,948	105,853	385,153
Commission on remittances including home remittances		63,720	163,266	42,629	136,396
Commission on bancassurance		14,940	59,409	24,177	65,664
Custody Fees		49,805	147,335	46,748	150,773
		<u>977,052</u>	<u>2,809,661</u>	<u>694,049</u>	<u>2,370,626</u>
24 FOREIGN EXCHANGE INCOME					
Gain/ (loss) realised from dealing in:					
Foreign Currencies		1,247,991	3,301,237	1,269,114	4,085,662
Derivative financial instruments		(187,294)	(1,109,850)	(439,865)	(654,139)
		<u>1,060,697</u>	<u>2,191,387</u>	<u>829,249</u>	<u>3,431,523</u>
25 GAIN / (LOSS) ON SECURITIES					
Realised	25.1	578,591	1,903,534	518,345	2,969,110
Unrealised - held for trading	9.1	(35,454)	32,879	(287,926)	(48,804)
		<u>543,137</u>	<u>1,936,413</u>	<u>230,419</u>	<u>2,920,306</u>
25.1	Realised gain on:				
Federal Government Securities					
Market Treasury Bills		339,547	1,133,548	790,030	2,624,263
Pakistan Investment Bonds		246,446	772,672	(271,685)	326,672
Ijarah Sukuk		(7,402)	(2,686)	-	18,175
		<u>578,591</u>	<u>1,903,534</u>	<u>518,345</u>	<u>2,969,110</u>
26 OTHER INCOME					
Rent on property		7,432	22,082	56	3,222
Gain on sale of fixed assets - net		5,090	9,027	(89)	4,388
Sri Lanka branch operations cost & FX translation		3,541	(608)	(335)	1,985
Recoveries against assets from acquisition of Union Bank Limited		30,000	30,000	-	-
Gain on lease termination		21,607	62,365	16,390	16,390
Gain on acquisition of assets		-	1,567	28,787	33,802
		<u>67,670</u>	<u>124,433</u>	<u>44,809</u>	<u>59,787</u>

27 OPERATING EXPENSES

	<i>Note</i>			
	Three months period ended 30 September 2021 (Un-audited)	Ninemonths period ended 30 September 2021 (Un-audited)	Three months period ended 30 September 2020 (Un-audited)	Nine months period ended 30 September 2020 (Un-audited)
	----- (Rupees in '000) -----			
Total compensation expense	1,622,824	4,870,472	1,524,283	4,645,844
Property expense				
Rent & taxes	40,534	73,299	34,370	110,893
Insurance	6,626	8,066	2,041	7,878
Utilities cost	79,987	199,280	72,907	182,234
Security (including guards)	45,030	147,675	51,989	146,457
Repair & maintenance	48,087	146,756	46,682	142,124
Civil works	35,800	141,379	39,423	120,133
Facilities management cost	31,201	93,438	34,299	102,822
Depreciation (Property related)	31,984	96,272	34,890	121,267
Depreciation (Right of use assets)	114,916	395,989	158,439	485,539
Cleaning and Janitorial	110,630	329,195	101,307	301,292
Minor improvements, additions and others	18,217	45,856	31,920	70,808
	563,012	1,677,205	608,267	1,791,447
Information technology expenses				
Software maintenance	67,902	217,766	65,808	153,790
Hardware maintenance	70,736	227,604	107,309	263,442
Depreciation (IT related)	69,482	206,507	64,984	171,862
Amortization	4	10	12	38
Network charges	4,111	11,398	49	2,123
	212,235	663,285	238,162	591,255
Other operating expenses				
Directors' fees and allowances	2,700	8,925	2,700	8,250
Fees and allowances to Shariah Board	2,550	9,427	2,655	7,561
Legal & professional charges	45,309	125,121	31,797	147,932
Outsourced services costs	29,496	79,797	12,868	92,694
Travelling & conveyance	9,102	22,859	6,072	48,713
Depreciation (Other fixed assets)	18,205	54,066	19,502	59,280
Training & development	948	3,098	757	3,727
Postage & courier charges	31,435	96,036	30,297	90,505
Communication	80,991	238,458	86,277	245,349
Stationery & printing	26,629	107,959	34,322	99,340
Marketing, advertisement & publicity	56,549	170,114	57,298	181,769
Donations	723	723	10,277	30,035
Auditors remuneration	5,500	21,404	8,747	22,247
Cash transportation services	11,303	48,277	18,521	53,576
Documentation and processing charges	43,108	119,462	40,346	113,067
Insurance	7,612	26,621	5,112	16,019
Others	118,985	164,603	42,948	148,493
	491,145	1,296,950	410,496	1,368,557
	2,889,216	8,507,912	2,781,208	8,397,103
28 OTHER CHARGES				
Net charge against fines and penalties imposed by SBP	4,148	7,470	1,380	4,265
29 REVERSALS / (PROVISIONS) & WRITE OFFS - NET				
(Provision) / reversals against loans and advances	19,276	698,875	(1,860,180)	(2,988,656)
Recovery of amounts written off	117,062	316,970	64,569	156,442
Bad debts written off directly	(67,527)	(221,475)	(156,793)	(342,097)
Fixed assets write offs	-	(4,815)	-	-
Provision against other assets	-	-	-	(52,282)
	68,811	789,555	(1,952,404)	(3,226,593)
30 TAXATION				
- Current	2,291,050	7,172,515	1,902,823	9,031,325
- Prior years	(136,160)	(136,160)	87,122	110,788
- Deferred	1,161,341	1,448,243	(325,096)	(1,076,275)
	3,316,231	8,484,598	1,664,849	8,065,838
31 EARNINGS PER SHARE - BASIC AND DILUTED				
Profit for the period	3,125,919	9,910,112	2,056,789	11,907,716
			(Number of shares)	
Weighted average number of ordinary shares	3,871,585,021	3,871,585,021	3,871,585,021	3,871,585,021
	(Rupees)		(Rupees)	
Earnings per share - basic and diluted	0.81	2.56	0.53	3.08

31. FAIR VALUE OF FINANCIAL INSTRUMENTS

31.1 The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised.

On balance sheet financial instruments	Note	30 September 2021 (Un-audited)					Fair value				
		Carrying value					Level 1	Level 2	Level 3	Total	
		Held for Trading	Available for Sale	Loans and Receivables	Other Financial Assets	Other Financial liabilities					Total
(Rupees in '000)											
Financial assets measured at fair value											
Investments											
Federal Government Securities (T-bills + FPIs + Sukuk)		17,08,436	358,366,914	-	-	-	-	-	375,451,888	-	375,451,888
Sukuk Bonds (Other than government)		-	108,141	-	-	-	-	-	108,141	-	108,141
Equity securities traded (Shares)		-	107,892	-	-	-	-	107,892	107,892	-	107,892
Other assets											
Unrealised gain on Forward foreign exchange contracts		7,034,392	-	-	-	-	-	-	7,034,392	-	7,034,392
Unrealised gain on interest rate derivatives & currency options		124,685	-	-	-	-	-	-	124,685	-	124,685
Financial assets not measured at fair value											
Cash and bank balances with SBP and NBP	32.2	-	-	-	59,849,372	-	-	-	59,849,372	-	59,849,372
Balances with other banks	32.2	-	-	-	11,908,231	-	-	-	11,908,231	-	11,908,231
Lending to financial institutions	32.2	-	-	-	41,744,677	-	-	-	41,744,677	-	41,744,677
Bills/Matruf with O/P	32.2	-	-	-	1,198,978	-	-	-	1,198,978	-	1,198,978
Investments - ordinary shares	32.2	-	58,000	-	-	-	-	-	58,000	-	58,000
Advances	32.2	-	-	225,418,517	-	-	-	-	225,418,517	-	225,418,517
Other assets	32.2	-	-	-	14,087,571	-	-	-	14,087,571	-	14,087,571
		24,805,718	358,475,107	225,418,517	121,965,928	-	-	-	716,665,270	-	716,665,270
Financial liabilities measured at fair value											
Other liabilities											
Unrealised loss on Forward foreign exchange contracts	32.2	4,215,657	-	-	-	-	-	-	4,215,657	-	4,215,657
Unrealised loss on interest rate derivatives & currency options	32.2	4,082,376	-	-	-	-	-	-	4,082,376	-	4,082,376
Financial liabilities not measured at fair value											
Bills Payable	32.2	-	-	-	13,774,515	-	-	-	13,774,515	-	13,774,515
Deposits and other accounts	32.2	-	-	-	196,239,252	-	-	-	196,239,252	-	196,239,252
Borrowings	32.2	-	-	-	34,257,076	-	-	-	34,257,076	-	34,257,076
Other liabilities (including liabilities against assets subject to finance lease)	32.2	-	-	-	31,648,187	-	-	-	31,648,187	-	31,648,187
		8,098,033	-	-	181,918,928	-	-	-	190,016,960	-	190,016,960
Off-balance sheet financial instruments											
Interest Rate swaps - Foreign currency options - Forward purchase contracts											
		-	-	164,969,469	-	-	-	-	164,969,469	-	164,969,469
Interest Rate swaps - Foreign currency options - Forward sale contracts											
		-	-	171,467,258	-	-	-	-	171,467,258	-	171,467,258
On balance sheet financial instruments											
31 December 2020 (audited)											
(Rupees in '000)											
Financial assets measured at fair value											
Investments											
Federal Government Securities (T-bills + FPIs + Sukuk)		36,541,608	312,237,271	-	-	-	-	-	348,778,879	-	348,778,879
Sukuk Bonds (Other than government)		-	201,348	-	-	-	-	-	201,348	-	201,348
Equity securities traded (Shares)		-	114,330	-	-	-	-	114,330	114,330	-	114,330
Other assets											
Unrealised gain on Forward foreign exchange contracts		3,709,548	-	-	-	-	-	-	3,709,548	-	3,709,548
Unrealised gain on interest rate derivatives & currency options		294,493	-	-	-	-	-	-	294,493	-	294,493
Financial assets not measured at fair value											
Cash and bank balances with SBP and NBP	32.2	-	-	-	54,309,590	-	-	-	54,309,590	-	54,309,590
Balances with other banks	32.2	-	-	-	14,271,217	-	-	-	14,271,217	-	14,271,217
Lending to financial institutions	32.2	-	-	-	69,541,802	-	-	-	69,541,802	-	69,541,802
Bills/Matruf with O/P	32.2	-	-	-	4,309,078	-	-	-	4,309,078	-	4,309,078
Investments - ordinary shares	32.2	-	50,000	-	-	-	-	-	50,000	-	50,000
Advances	32.2	-	-	178,216,374	-	-	-	-	178,216,374	-	178,216,374
Other assets	32.2	-	-	-	32,892,412	-	-	-	32,892,412	-	32,892,412
		68,546,259	312,002,949	178,216,374	149,243,708	-	-	-	608,009,290	-	608,009,290
Financial liabilities measured at fair value											
Other liabilities											
Unrealised loss on Forward foreign exchange contracts	32.2	4,052,099	-	-	-	-	-	-	4,052,099	-	4,052,099
Unrealised loss on interest rate derivatives & currency options	32.2	1,746,017	-	-	-	-	-	-	1,746,017	-	1,746,017
Financial liabilities not measured at fair value											
Bills Payable	32.2	-	-	-	13,712,360	-	-	-	13,712,360	-	13,712,360
Deposits and other accounts	32.2	-	-	-	46,608,428	-	-	-	46,608,428	-	46,608,428
Borrowings	32.2	-	-	-	24,229,344	-	-	-	24,229,344	-	24,229,344
Other liabilities (including liabilities against assets subject to finance lease)	32.2	-	-	-	37,070,166	-	-	-	37,070,166	-	37,070,166
		5,798,076	-	-	121,620,298	-	-	-	127,418,374	-	127,418,374
Off-balance sheet financial instruments											
Interest Rate swaps - Foreign currency options - Forward purchase contracts											
		-	-	231,403,030	-	-	-	-	231,403,030	-	231,403,030
Interest Rate swaps - Foreign currency options - Forward sale contracts											
		-	-	163,757,859	-	-	-	-	163,757,859	-	163,757,859

32.2 These financial assets and liabilities are for short term or expire over short term. Therefore their carrying amounts are reasonable approximation of fair value.

32.3 Fair value of non-financial assets

	30 September 2021 (Un-audited)				31 December 2020 (audited)			
	Carrying value	Fair value			Carrying value	Fair value		
		Level 1	Level 2	Level 3		Level 1	Level 2	Level 3
	Rupees in '000							
Fixed assets	10,911,290	-	-	10,911,290	11,910,762	-	-	11,910,762

32.4 During the period ended 30 June 2021, there were no transfers between level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

32.5 The Bank 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 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).
- Level 3: Fair value measurements using input for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

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

Federal Government Securities (T-bills + FPIs + Sukuk)	The fair values of Federal Government securities are determined on the basis of rates/prices sourced from Reuters.
Non-Government debt securities (Sukuk, Bonds (other than government))	Investment in non-Government debt securities denominated in Rupees are valued on the basis of rates announced by the Mutual Funds Association of Pakistan.
Derivatives	The Group enters in to derivatives contracts with various counter parties. 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	The fair values of forward foreign exchange contracts are determined using forward pricing calculations.
Fixed assets	Bank buildings are revalued on a periodic basis using professional valuers. The valuation is based on their assessment of the market value of the assets.

33 SEGMENT INFORMATION

33.1 Segment Details with respect to Business Activities

	30 September 2021 (Un-audited)			
	Corporate Commercial Institutional Banking	Consumer Private Business Banking	Central and Other Items	Total
	(Rupees in '000)			
Profit & Loss				
Inter segment revenue - net	2,794,160	13,483,459	(16,277,619)	-
Net mark-up / return / profit	2,247,357	(2,940,569)	19,504,538	18,811,326
Non mark-up / return / interest income	4,500,639	3,207,438	43,870	7,751,947
Total Income	9,542,156	13,750,328	3,270,789	26,563,273
Segment direct expenses	2,631,661	5,459,232	867,225	8,958,118
Inter segment expense allocation	-	-	-	-
Total expenses	2,631,661	5,459,232	867,225	8,958,118
(Reversals) / provisions	(1,083,152)	288,782	4,815	(789,555)
Profit before taxation	7,993,647	8,002,314	2,398,749	18,394,710
Balance Sheet				
Cash & Bank balances	-	-	66,012,673	66,012,673
Investments	17,684,866	50,000	356,570,156	374,305,022
Net inter segment lending	18,908,884	329,778,869	(348,687,753)	-
Lending to financial institutions	5,300,852	-	36,443,825	41,744,677
Advances - performing	183,979,630	38,021,834	-	222,001,464
- Non performing	2,662,979	755,094	-	3,418,073
Others	32,468,815	15,009,527	20,162,743	67,641,085
Total Assets	261,006,026	383,615,324	130,501,644	775,122,994
Borrowings	-	-	34,237,676	34,237,676
Deposits & other accounts	214,194,402	382,076,310	9,640	596,280,352
Net inter segment borrowing	-	-	-	-
Others	46,811,624	1,539,014	20,435,536	68,786,174
Total liabilities	261,006,026	383,615,324	54,682,852	699,304,202
Equity	-	-	75,818,792	75,818,792
Total Equity & liabilities	261,006,026	383,615,324	130,501,644	775,122,994
Contingencies & Commitments	222,267,999	446,984	338,059,594	560,769,577
	30 September 2020 (Un-audited)			
Inter segment revenue - net	(253,458)	19,236,605	(18,983,147)	-
Net mark-up / return / profit	6,047,249	(5,882,706)	22,005,482	22,170,025
Non mark-up / return / interest income	7,508,268	2,241,739	155,863	9,905,870
Total Income	13,302,059	15,595,638	3,178,198	32,075,895
Segment direct expenses	2,560,620	5,312,925	1,002,203	8,875,748
Inter segment expense allocation	-	-	-	-
Total expenses	2,560,620	5,312,925	1,002,203	8,875,748
(Reversals) / provisions	2,553,799	672,794	-	3,226,593
Profit before taxation	8,187,640	9,609,919	2,175,995	19,973,554
Balance Sheet				
Cash & Bank balances	-	-	70,219,839	70,219,839
Investments	20,930,248	-	316,221,593	337,151,841
Net inter segment lending	48,779,312	322,670,709	(371,450,021)	-
Lending to financial institutions	-	-	84,050,578	84,050,578
Advances - performing	147,605,883	27,135,092	-	174,740,975
- Non performing	2,812,619	1,048,926	-	3,861,545
Others	22,330,198	15,003,644	20,603,637	57,937,479
Total Assets	242,458,260	365,858,371	119,645,626	727,962,257
Borrowings	-	-	21,323,889	21,323,889
Deposits & other accounts	205,665,588	364,003,847	28,141	569,697,576
Net inter segment borrowing	-	-	-	-
Others	36,792,672	1,854,524	19,468,534	58,115,730
Total liabilities	242,458,260	365,858,371	40,820,564	649,137,195
Equity	-	-	78,825,062	78,825,062
Total Equity & liabilities	242,458,260	365,858,371	119,645,626	727,962,257
Contingencies & Commitments	190,305,436	412,472	374,859,475	565,577,383

During the period, the Bank has revised the composition of its reportable segments. This is in line with the change in the Organizational structure in the Bank. Accordingly, the comparative information has been restated to bring it in line with the current Organizational structure of the Bank. This change has no impact on the Bank's overall profit and loss account, balance sheet or reported metrics.

Corporate Commercial and Institutional Banking

Corporate Commercial & Institutional Banking comprises Global Subsidiaries, International Corporates, Local Corporates and Small & Medium sized clients, Financial Institutions and Sovereign clients. The product and services offered include deposits & cash management, trade, advisory services, secured lending, structured financing, FX forwards and derivatives.

Consumer Private Business Banking (CPBB)

Consumer Private Business Banking (CPBB) serves priority, premium, personal and business banking clients. The product and service offering include wealth management, deposits, secured lending (mortgages, auto loans, overdrafts etc.) and unsecured lending (credit cards, personal loans etc.).

Central & Other Items

Activities not directly related to a client segments are included in Central & other Items. This mainly includes Treasury-Markets (Asset and Liability Management), specific strategic investments (if any) and certain central costs of the Bank such as workers welfare fund and property management unit.

All segments offer a complete suite of Islamic Banking products and services under Standard Chartered Saadiq brand and state of the art digital banking solutions. Refer note 36 for Islamic Banking Business.

34 RELATED PARTY TRANSACTIONS

Related parties comprise of Standard Chartered Plc., ultimate parent company, its other subsidiaries and branches, key management personnel, employees' retirement benefit funds and other associated undertakings. The transactions with related parties are conducted at commercial / agreed terms. The Bank also provides advances to employees at reduced rates in accordance with their terms of employment.

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

	30 September 2021 (Un-audited)				31 December 2020 - audited			
	Parent	Directors	Key management personnel	Other related parties	Parent	Directors	Key management personnel	Other related parties
	(Rupees in '000)							
Balances with other banks								
In current accounts	10,836,065	-	-	-	11,217,368	-	-	-
In deposit accounts	-	-	-	-	-	-	-	-
	<u>10,836,065</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,217,368</u>	<u>-</u>	<u>-</u>	<u>-</u>
Lending to financial institutions								
Opening balance	60,281,457	-	-	-	10,926,298	-	-	-
Addition during the year	1,673,920,770	-	-	-	5,599,059,302	-	-	-
Repaid during the year	(1,697,758,401)	-	-	-	(5,549,704,143)	-	-	-
Closing balance	<u>36,443,826</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>60,281,457</u>	<u>-</u>	<u>-</u>	<u>-</u>
Advances								
Opening balance	-	103	199,961	-	-	129	210,371	-
Addition during the year	-	1,466	143,511	-	-	357	55,524	-
Repaid during the year	-	(1,416)	(100,134)	-	-	(383)	(92,093)	-
Transfer in / (out) - net	-	-	1,925	-	-	-	26,159	-
Closing balance	<u>-</u>	<u>153</u>	<u>245,263</u>	<u>-</u>	<u>-</u>	<u>103</u>	<u>199,961</u>	<u>-</u>
Provision held against advances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Assets								
Interest / mark-up accrued	1,026	-	1,099	-	274	-	708	-
Receivable from staff retirement fund	-	-	-	8,726	-	-	-	8,726
Due from associated undertakings	39,715	-	-	-	50,803	-	-	-
Other receivable	-	8	-	-	-	-	-	-
	<u>40,741</u>	<u>8</u>	<u>1,099</u>	<u>8,726</u>	<u>51,077</u>	<u>-</u>	<u>708</u>	<u>8,726</u>
Borrowings								
Opening balance	58,592	-	-	-	666,612	-	-	-
Borrowings during the year	4,846	-	-	-	58,592	-	-	-
Settled during the year	(58,592)	-	-	-	(666,612)	-	-	-
Closing balance	<u>4,846</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>58,592</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deposits and other accounts								
Opening balance	568,666	163,244	101,742	147,670	597,736	190,190	94,863	176,457
Received during the year	77,943	1,216,599	796,489	967,872	23,284	386,922	779,925	1,495,593
Withdrawn during the year	(19,466)	(1,236,315)	(781,673)	(996,923)	(52,354)	(273,895)	(849,511)	(1,524,380)
Transfer in / (out) - net	-	-	(13,538)	-	-	(139,973)	76,465	-
Closing balance	<u>627,143</u>	<u>143,528</u>	<u>103,020</u>	<u>118,619</u>	<u>568,666</u>	<u>163,344</u>	<u>101,742</u>	<u>147,670</u>
Other Liabilities								
Due to holding company	15,160,098	-	-	-	10,279,247	-	-	-
Other liabilities	-	2,379	-	-	-	2,424	-	-
	<u>15,160,098</u>	<u>2,379</u>	<u>-</u>	<u>-</u>	<u>10,279,247</u>	<u>2,424</u>	<u>-</u>	<u>-</u>
Contingencies and Commitments								
Transaction-related contingent liabilities - guarantees	62,596,084	-	-	-	52,344,101	-	-	-
Commitments in respect of forward foreign exchange contracts	5,606,128	-	-	-	7,249,968	-	-	-
Derivatives								
Derivative instruments - Interest rate swaps - notional	9,474,692	-	-	-	10,078,450	-	-	-
Derivative assets	51,692	-	-	-	170,140	-	-	-
Derivative liabilities	260,956	-	-	-	83,468	-	-	-

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RELATED PARTY TRANSACTIONS

	30 September 2021 (Un-audited)				30 September 2020 (Un-audited)			
	Parent	Directors	Key management personnel	Other related parties	Parent	Directors	Key management personnel	Other related parties
	(Rupees in '000)							
Income								
Mark-up / return / interest earned	41,466	61	21,034	-	91,072	27	22,712	-
Fee and commission income	11,988	76	33	-	5,289	-	-	-
Income / (loss) from derivatives	(17,359)	-	-	-	265,903	-	-	-
Expense								
Mark-up / return / interest paid	24	4,576	2,382	5,683	762	6,472	3,196	24,439
Fee and commission expense	-	-	-	-	113,823	-	-	-
Operating expenses	84,799	8,925	321,387	-	-	8,250	309,442	-
Rent and Renovation expense	-	-	-	-	-	-	1,761	-
Other transactions								
Dividend paid	10,538,933	-	-	-	6,706,594	-	-	-
Contribution to defined contribution plans	-	-	-	285,098	-	-	-	321,928
Net charge for defined contribution plans	-	-	-	285,098	-	-	-	321,928

The term 'related party' shall have the same meaning as specified under IAS 24 - 'Related party disclosures'.

35 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	30 September 2021 (Un-audited)	31 December 2020 (Audited)
	(Rupees in '000)	
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	38,715,850	38,715,850
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	51,198,662	55,741,395
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	51,198,662	55,741,395
Eligible Tier 2 Capital	10,169,610	10,326,801
Total Eligible Capital (Tier 1 + Tier 2)	61,368,272	66,068,196
Risk Weighted Assets (RWAs):		
Credit Risk	263,898,372	244,630,751
Market Risk	28,651,657	35,690,543
Operational Risk	65,193,246	65,193,246
Total	357,743,276	345,514,540
Common Equity Tier 1 Capital Adequacy ratio	14.31%	16.13%
Tier 1 Capital Adequacy Ratio	14.31%	16.13%
Total Capital Adequacy Ratio	17.15%	19.12%
Minimum CAR (including Capital Conservation Buffer)	11.50%	11.50%
Leverage Ratio (LR):		
Eligible Tier 1 Capital	51,198,662	55,741,395
Total Exposures	973,687,191	890,457,988
Leverage Ratio	5.26%	6.26%
Minimum SBP Requirement	3.00%	3.00%
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	394,180,377	373,606,111
Total Net Cash Outflow	73,044,892	71,997,249
Liquidity Coverage Ratio	539.6%	518.9%
Minimum SBP Requirement	100.0%	100.0%
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	555,592,170	525,536,317
Total Required Stable Funding	222,691,944	203,256,573
Net Stable Funding Ratio	249%	259%
Minimum SBP Requirement	100%	100%

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36 ISLAMIC BANKING BUSINESS

The bank is operating 2 (31 December 2020: 3) Islamic banking branches and 41 (31 December 2020: 50) Islamic banking windows at the end of the period.

	Note	30 September 2021 (Un-audited)	31 December 2020 (Audited)
---(Rupees in '000)---			
ASSETS			
Cash and balances with treasury banks		2,994,885	3,503,921
Due from financial institutions	36.1	5,725,386	7,783,318
Investments	36.2	20,895,494	27,946,749
Islamic financing and related assets - net	36.3	60,533,277	38,838,529
Fixed assets		113,781	129,024
Other assets		1,877,770	2,041,447
Total Assets		92,140,593	80,242,988
LIABILITIES			
Bills payable		42,769	129,053
Due to financial institutions		4,733,000	3,634,000
Deposits and other accounts	36.4	60,658,097	57,741,816
Due to Head Office		12,580,322	8,426,720
Other liabilities		1,726,661	1,625,525
		79,740,849	71,557,114
NET ASSETS		12,399,744	8,685,874
REPRESENTED BY			
Islamic Banking Fund		500,000	200,000
(Deficit) / surplus on revaluation of assets		63,528	(85,111)
Unappropriated / Unremitted profit	36.9	11,836,216	8,570,985
		12,399,744	8,685,874
CONTINGENCIES AND COMMITMENTS	36.6		

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

	Note	30 September 2021 (Un-audited)	30 September 2020 (Un-audited)
---(Rupees in '000)---			
Profit / return earned	36.7	5,031,716	5,059,066
Profit / return expensed	36.8	(1,052,307)	(1,568,359)
Net Profit / return		3,979,409	3,490,707
Other income			
Fee and Commission Income		395,835	338,789
Foreign Exchange Income		245,003	339,023
Gain / (loss) on securities		37,471	18,175
Other Income		29	4,626
Total other income		678,338	700,613
Total Income		4,657,747	4,191,320
Other expenses			
Operating expenses		(1,427,336)	(1,451,603)
		(1,427,336)	(1,451,603)
Profit / (loss) before provisions		3,230,411	2,739,717
Provisions and write offs - net		34,820	(698,606)
Profit / (loss) before taxation		3,265,231	2,041,111

The Bank calculates and files a single corporate tax return as per the requirements of Income Tax Ordinance, 2001. Segmental calculation is not required for filing. However, considering the revised format requirement of the financial statements to disclose Islamic Banking segment's tax charge separately, a notional tax charge for Islamic Banking is expected to be Rs. 1.27 billion (30 September 2020: Rs. 0.796 billion).

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	30 September 2021 (Un-audited)			31 December 2020 (Audited)				
	In Local Currency	In Foreign currencies	Total	In Local Currency	In Foreign currencies	Total		
(Rupees in '000)								
36.1 Due from Financial Institutions								
Unsecured	-	5,725,386	5,725,386	-	5,937,897	5,937,897		
Bai Muajjal Receivable from State Bank of Pakistan	-	-	-	1,845,421	-	1,845,421		
	-	5,725,386	5,725,386	1,845,421	5,937,897	7,783,318		
36.2 Investments by segments:								
	30 September 2021 (Un-audited)			31 December 2020 (Audited)				
	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value
(Rupees in '000)								
Federal Government Securities:								
Ijarah Salsuk	18,574,992	-	63,387	18,638,379	25,910,344	-	(86,475)	25,823,869
Islamic Naya Pakistan Certificates	765,996	-	-	765,996	530,538	-	-	530,538
Bai Muajjal with GOP	1,390,978	-	-	1,390,978	1,390,978	-	-	1,390,978
	20,731,966	-	63,387	20,795,353	27,831,860	-	(86,475)	27,745,385
Non Government Debt Securities								
Listed								
Listed	-	-	-	-	-	-	-	-
Unlisted	100,000	-	141	100,141	200,000	-	1,364	201,364
	100,000	-	141	100,141	200,000	-	1,364	201,364
Total Investments	20,831,966	-	63,528	20,895,494	28,031,860	-	(85,111)	27,946,749
36.3 Islamic financing and related assets					30 September 2021 (Un-audited)	31 December 2020 (Audited)		
					(Rupees in '000)			
Murabaha					5,526,000	3,035,967		
Musharaka					18,481,047	4,687,163		
Diminishing Musharaka					26,572,211	24,831,187		
Musawamah					2,025,000	1,952,332		
Ujrah (Saadiq Credit Cards)					409,333	381,515		
Advances against Islamic assets - Murabaha					4,541,974	452,215		
Advances against Islamic assets - Diminishing Musharaka					1,081,906	678,013		
Advances against Islamic assets - Istisna					1,286,000	1,940,000		
Inventory related to Islamic financing - Murabaha					1,960,568	2,190,561		
Gross Islamic financing and related assets					61,804,039	40,148,953		
Less: provision against Islamic financings								
Specific					(659,712)	(768,904)		
General					(611,850)	(563,620)		
					(1,270,762)	(1,310,424)		
Islamic financing and related assets - net of provision					60,533,277	38,838,529		
36.4 Deposits								
Customers								
Current deposits					34,872,726	33,328,064		
Savings deposits					23,865,408	22,612,472		
Term deposits					959,305	907,203		
Margin accounts					103,566	6,620		
					59,800,995	56,854,359		
Financial Institutions								
Current deposits					63,141	124,473		
Savings deposits					793,961	763,284		
Term deposits					-	-		
					857,102	887,757		
					60,658,097	57,741,816		
36.5 Charity Fund								
Opening Balance					10,551	12,985		
Additions during the period								
Received from customers on account of delayed payment					453	2,884		
Other Non-Shariah compliant income					159	5,767		
					612	8,651		
Payments / utilization during the period								
Education					-	(1,323)		
Health					(4,000)	(9,762)		
					(4,000)	(11,085)		
Closing Balance					7,163	10,551		
36.6 CONTINGENCIES AND COMMITMENTS								
Guarantees					516,894	1,506,579		
Commitments					1,620,700	22,809,028		
Other contingent liabilities					7,639,925	5,943,508		
					9,777,519	30,259,115		
36.7 Profit/Return Earned of Financing, Investments and Placement					30 September 2021 (Un-audited)	30 September 2020 (Un-audited)		
					(Rupees in '000)			
Profit earned on:								
Financing					3,667,196	4,393,036		
Investments					1,361,888	661,113		
Placements					2,632	4,917		
					5,031,716	5,059,066		
36.8 Profit on Deposits and other Dues Expensed								
Deposits and other accounts					(921,107)	(1,453,806)		
Due to Financial Institutions					(71,225)	(59,890)		
Deposit protection premium					(51,632)	(42,240)		
Finance cost of lease liability					(8,343)	(12,423)		
					(1,052,307)	(1,568,359)		

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36.9 Islamic Banking Business Unappropriated Profit

Opening Balance	8,570,985	7,911,668
Add: Islamic Banking profit for the period	3,265,231	2,659,317
Less: Transferred / Remitted to Head Office	-	(2,000,000)
Closing Balance	<u>11,836,216</u>	<u>8,570,985</u>

36.10 Profit & Loss distribution and Pool Management

The Bank manages following assets pools for profit and loss distribution:

- a) Islamic Export Refinance Scheme (IERS) Musharakah Pool; and
- b) Mudarabah Depositors Pool

a) Islamic Export Refinance Scheme (IERS) Musharakah Pool

Banks create Musharakah Pool as advised by SBP, consisting of financing to a minimum of 10 blue chip companies on Islamic modes with diversification in multiple sectors. Banks's investment in Musharakah Pool is at least equal to the amount of export refinance availed from SBP. Key features, risks, rewards and calculation of profit / loss of

The relevant details are mentioned hereunder:

Type of Pool	Profit rate and weightage announcement period	Average return on Pool Assets	Bank Profit	SBP Profit	Bank Profit %	SBP Profit %
IERS Pool	Monthly	6.43%	1,476,237	213,665	87.37%	12.64%

b) Mudarabah Pool

The profit and loss sharing between the depositor (Rabb-ul-Maal) and Bank (Mudarib) is based upon the underlying principles of Mudaraba. In this regard, following pools are managed by the Bank;

1. General Pool
2. Special Pool
3. High Yield Pool
4. Special Term Deposit Pool
5. Special Pool - CCIB

i) Key features and risk & reward characteristics

Saadiq Savings accounts & Term Deposit Account (Mudarabah based remunerative deposits) are Shariah compliant accounts based on the Islamic principle of "Mudarabah". Mudarabah is a partnership where one party provides funds to other for investing in a business. The partner who is investing the funds is "Rabb-ul-Mal (Depositor) and the partner who manages the investment is "Mudarib" (Working Partner). The Bank (Mudarib) invests the funds in Shariah compliant avenues to generate return/profit. This return & profit is shared on the basis of profit & loss sharing as per the pre-agreed mechanism between the Bank and the customer

In case of loss, the same is borne by the depositor in proportion to their investments, and the Bank (Mudarib) bears the loss of its efforts/services in managing Mudarabah.

ii) Parameters used for allocation of profit, charging expenses and provisions

The profit is calculated from income earned on the remunerative assets tagged to the pool and is distributed between Mudarib (Bank) and Rabb-ul-Maal (Depositor) based on the declared sharing ratios and weightages before the beginning of the concerned period.

iii) Deployment of Mudaraba based deposits

The applications of the Mudarabah based remunerative deposits are Islamic Advances, Investments, and Placements for generating profits to be shared among the depositors as per the agreed and approved weightage mechanism. The deposits and funds are invested in different sectors and avenues including Sukuk, Bai Muajjal (backed by Government of Pakistan), Sugar, Textile, Fertilizer, Cement, Power, Packaging, Fast-moving consumer goods (FMCG), Rice, Edible Oil, Steel, Logistics, Automobile, Cables and electrical goods, Chemicals, Paints etc.

iv) Other information


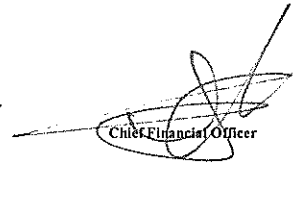
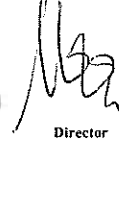
	Type of Pool				
	General	Special	High Yield	Special Term Deposit	Special Term Deposit
Profit rate / weightage announcement frequency	Monthly	Monthly	Monthly	Monthly	Monthly
Mudarib share (amount in '000)	308,225	73,124	68,512	1,626	24,672
Mudarib share (%)	44.8%	35.7%	17.9%	18.5%	21.4%
Mudarib Share transferred through Hiba (Amount in '000)	35,443	21,131	39,222	1,095	13,218
Mudarib Share transferred through Hiba (%)	10.3%	22.4%	36.4%	40.2%	34.9%
Average return on pool assets	7.3%	9.1%	7.4%	7.6%	7.4%
Average return on deposits	3.9%	6.0%	6.1%	3.0%	5.8%

INTERNAL

37. GENERAL

37.1 Date of Authorization

These condensed interim financial statements were authorized for issue in the Board of Directors meeting held on 27 October 2021.


Chairman
Chief Executive Officer
Chief Financial Officer
Director
Director



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