



SECURITY
INVESTMENT
BANK LTD.

Half Yearly Report

June 30, 2022

SIB

COMPANY INFORMATION

BOARD OF DIRECTORS

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

PRESIDENT & CEO

Mr Zafar M Sheikh

AUDIT COMMITTEE

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

HUMAN RESOURCE & REMUNERATION COMMITTEE

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

RISK MANAGEMENT COMMITTEE

Mr. Azam Khan Ghauri (Chairman)
Mr Muhammad Mehboob
Mr. Farrukh Siddiqui
Mr Faisal Zahid
Mr Zafar M Sheikh

CFO

Mr. Shakeel Ahmed

AUDITORS

Bakers Tilly Mehmood Idrees Qamar
Chartered Accountant

TAX ADVISORS

Grant Thoranton Anjum Rahman
Chartered Accountants

LEGAL ADVISORS

Rehan Kayani (Barrister at Law)

SHARE REGISTRAR

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

BANKERS

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

REGISTERED OFFICE

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

KARACHI OFFICE

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

DIRECTORS' REPORT

The directors of **Security Investment Bank Limited (the Company)** are pleased to present the Financial Statements of the Company for the half year ended 30 June 2022.

As we all aware that a massive fiscal stimulus hit by COVID-19, all over the world, while the government has implemented some mitigation measures to counter the above issues and re-emerging economic cycle but unfortunately current economic disruption exacerbating an already existing crisis. As a result currently all sectors of the industries facing great decline in its growth rate. The current government facing sewer economic challenges which may require immediate action to counter the problems and pave the path for smooth sailing. The total trade deficit accelerated to PKR 991.4 billion in June of 2022, from PKR 565.8 billion in the same month of 2021 billion. It indicates that Pakistan's external account position has been worsening at an alarming pace and the Government may face balance of payment crisis in the weeks or months ahead. On the other side SBP foreign exchange reserves have been reduced to USD 9.8 million (June 2022).

SBP, Monetary Policy Committee (Committee) reviewed its policy frequently to take appropriate action towards supporting growth, financial stability and employment during these challenging times. During the quarter (Apr-June 2022) the Committee keeping the view of overall economic situation and rising trend of inflation, has decided to raised the policy rate twice first in May 23, 2022 by 150 basis point to 13.75% and then in July 07, 2022 by 125 basis point to 15% respectively.

During the second quarter under review, the Pakistan Stock Exchange Ltd (KSE-100 index) registered sharp declines to 41,297 points as of 30 June 2022 compared to 44,337 points as of 31 March 2022.

Alhamdulillah, your company declared profit from its operation Rs. 2.5 million and incurred unrealized loss on re-measurement of investment Rs. 60.6 million, resulted operating loss before taxes of Rs. 58.1 million for the half year ended 30 June 2022 as compared to operating profit before taxes Rs. 53.4 million of the corresponding period. Your Company's EPS Rs. (1.171) as compared to Rs. 1.039 of the corresponding period.

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

On behalf of the Board

Haji Jan Muhammad
Chairman
Karachi, 27 Aug 2022

ڈائریکٹرز کی رپورٹ

سیکیورٹی انویسٹمنٹ بینک لمیٹڈ (کمپنی) کے ڈائریکٹرز 30 جون 2022 کو ختم ہونے والی ششماہی کے لئے کمپنی کے مالیاتی گوشوارے کرنے پر خوش ہیں۔

پاکستان کا معاشی جائزہ:

جیسا کہ ہم جانتے ہیں کہ پوری دنیا میں COVID-19 کی وجہ سے بڑے پیمانے پر مالی محرک متاثر ہوا ہے، جب کہ حکومت نے مندرجہ بالا مسائل اور دوبارہ ابھرتے ہوئے معاشی حالات کا مقابلہ کرنے کے لئے تخفیف کے اقدامات نافذ کئے ہیں لیکن بدقسمتی سے موجودہ معاشی خلل پہلے سے موجودہ بحران کو بڑھا رہا ہے اس کے نتیجے میں اس وقت صنعتوں کے تمام شعبوں کو اس کی شرح نمو میں زبردستی کمی کا سامنا ہے موجودہ حکومت کو سیوریج کے معاشی چیلنجز کا سامنا ہے جس کے لئے مسائل کا مقابلہ کرنے اور ہموار جہاز رانی کی راہ ہموار کرنے کے لئے فوری اقدام کی ضرورت پڑ سکتی ہے کل تجارتی خسارہ جون 2022 میں 99.4 بلین روپے تک پہنچ گیا جو کہ 2021 کے اس مہینے میں 565.8 PKR بلین تھا۔ اس سے ظاہر ہوتا ہے کہ پاکستان کے بیرونی کھاتوں کی پوزیشن خطرناک رفتار سے خراب ہو رہی ہے اور حکومت کو آنے والے ہفتوں یا مہینوں میں توازن ادائیگی کے بحران کا سامنا کرنا پڑ سکتا ہے۔ دوسری طرف SBP کے زرمبادلہ کے ذخائر 9.8 بلین امریکی ڈالر (جون 2022) تک کم ہو گئے ہیں۔

SBP، مانیٹرنگ پالیسی کمیٹی (کمٹی) نے اس مشکل وقت میں ترقی، مالیاتی استحکام اور روزگار میں معاونت کے لئے مناسب اقدام کرنے کے لئے اپنی پالیسی کا اکثر جائزہ لیا ششماہی (اپریل تا جون 2022) کے دوران کمیٹی نے مجموعی معاشی صورتحال اور افراط زر کے بڑھتے ہوئے رجحان کو مد نظر رکھتے ہوئے، پالیسی ریٹ کو پہلے 23 مئی 2022 میں 150 بیس پوائنٹ سے بڑھا کر 13.75 فیصد کرنے اور پھر جولائی 07 میں دوبارہ کرنے کا فیصلہ کیا ہے۔ 2022 بالترتیب 125 بنیادی پوائنٹ سے 15%۔

زیر جائزہ ششماہی کے دوران، پاکستان اسٹاک ایکسچینج لمیٹڈ (KSE-100 انڈیکس) نے 31 مارچ 2022 تک 44,337 پوائنٹس کے مقابلے میں 30 جون 2022 تک 41,297 پوائنٹس پر تیزی سے کمی درج کی۔

الحمد للہ، آپ کی کمپنی نے اپنے آپریشن سے 30 جون 2022 کو ختم ہونے والے ششماہی کے لیے 2.5 بلین منافع کا اعلان کیا ہے اور سرمایہ کاری کی دوبارہ پیمائش پر غیر حقیقی نقصان 60.6 بلین ہوا جس کے نتیجے میں آپریٹنگ نقصان 58.1 بلین روپے نیکس سے پہلے، جو کہ پچھلے سال اسی مدت کے لیے آپریٹنگ منافع 53.4 بلین تھا۔ آپ کی کمپنی کا EPS روپے (1.171) کے مقابلے میں پچھلے سال اسی مدت کے لیے EPS 1.039 تھا۔

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

بورڈ کی جانب سے

حاتی جان محمد

چیئرمین

کراچی 27 اگست 2022

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO THE MEMBERS

Introduction

We have reviewed, the accompanying condensed interim statement of financial position of Security Investment Bank Limited ("the Bank") as at June 30, 2022 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in equity and notes to the accounts for the half year then ended (here-in-after referred as the "condensed interim financial information"). Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as at and for the half year ended June 30, 2022 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Other matter

The figures for the quarters ended June 30, 2022 and June 30, 2021 in the accompanying condensed interim financial information have not been reviewed and we do not express a conclusion on them.

The engagement partner on the audit resulting in this independent auditor's report is

Mehmood A. Razzak.

BAKER TILLY MEHMOOD IDREES QAMAR
Chartered Accountants

Karachi

Date: August 29, 2022

UDIN: RR2022101514MxpQUTrw

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2022

		June 2022 (Un-audited)	December 2021 (Audited)
	Note	Rupees	Rupees
Non - Current Assets			
Property, plant and equipment	5	154,390,210	155,317,754
Intangible assets	6	2,620,000	2,733,344
Long term financing	7	18,923,916	12,023,421
Long term loans and advances	8	2,500,000	2,500,000
Deferred tax asset - net		5,880,764	5,880,764
		184,314,890	178,455,283
Current Assets			
Short term financing	9	22,646,485	44,651,381
Short term investments	10	408,193,507	446,982,039
Loans and advances	11	3,056,410	958,207
Deposits, prepayments and other receivables		1,278,827	5,922,695
Accrued interest		9,587,347	5,181,422
Tax refund due from Government	12	61,566,465	62,263,062
Cash and bank balances	13	6,077,957	7,272,005
		512,406,998	573,230,812
		696,721,888	751,686,095
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Authorised Share Capital			
100,000,000 Ordinary shares of Rs.10/- each		1,000,000,000	1,000,000,000
Issued, subscribed and paid-up share capital		514,335,580	514,335,580
Statutory reserves		191,277,571	191,277,571
Accumulated losses		(24,741,044)	35,467,685
		680,872,107	741,080,836
Current Liabilities			
Unclaimed dividend		2,090,749	2,090,749
Accrued and other liabilities		13,759,032	8,514,510
		15,849,781	10,605,259
Contingencies and commitments			
		696,721,888	751,686,095

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

SHAKEEL AHMED
CFO

ZAFAR M. SHEIKH
CHIEF EXECUTIVE

HAJI JAN MOHAMMAD
CHAIRMAN/DIRECTOR

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2022

	Six Months Ended		Quarter Ended	
	June 2022	June 2021	June 2022	June 2021
	Rupees			
Income				
Income on financing and placements	3,955,197	3,966,569	1,925,240	2,075,128
Return on investments	12,330,288	3,371,016	6,684,072	2,315,581
Gain on sale of shares	1,568,623	34,951,484	1,568,623	31,588,282
Profit on deposit with banks	477,260	309,916	322,000	204,123
Other income	498,027	458,881	189,624	233,063
	18,829,395	43,057,866	10,689,559	36,416,177
Expenditure				
Operating expenses	16,307,129	16,058,816	8,463,950	8,688,782
Operating profit	2,522,266	26,999,050	2,225,609	27,727,395
Unrealized (loss) / gain on remeasurement of investments classified as fair value through profit or loss	(60,626,068)	31,375,917	(48,268,419)	(7,114,751)
(Loss) / profit before taxation	(58,103,802)	58,374,967	(46,042,810)	20,612,644
Taxation	(2,104,927)	(4,943,353)	(2,104,927)	(4,943,353)
Net (loss) / profit after tax	(60,208,729)	53,431,614	(48,147,737)	15,669,291
(Loss) / earning per share - basic and diluted	(1.171)	1.039	(0.936)	0.305

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

SHAKEEL AHMED
CFO

ZAFAR M. SHEIKH
CHIEF EXECUTIVE

HAJI JAN MOHAMMAD
CHAIRMAN/DIRECTOR

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2022

	Six Months Ended		Quarter Ended	
	June 2022	June 2021	June 2022	June 2021
	Rupees			
Net (loss) / profit after tax	(60,208,729)	53,431,614	(48,147,737)	15,669,291
Other Comprehensive income for the period				
- items that may be reclassified to profit and loss account	-	-	-	-
- items that will not be reclassified to profit and loss account	-	-	-	-
Total comprehensive (loss) / income	<u>(60,208,729)</u>	<u>53,431,614</u>	<u>(48,147,737)</u>	<u>15,669,291</u>

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

SHAKEEL AHMED
CFO

ZAFAR M. SHEIKH
CHIEF EXECUTIVE

HAJI JAN MOHAMMAD
CHAIRMAN/DIRECTOR

CASH FLOW STATEMENT (UNAUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2022

	June 2022	June 2021
	----- Rupees -----	
CASH FLOW FROM OPERATING ACTIVITIES		
Operating profit before taxation	2,522,266	26,999,050
Adjustments for non-cash and other items		
Depreciation	876,945	905,395
Amortization	113,344	154,998
Gain on disposal of shares	(1,568,623)	(34,951,484)
Gain on disposal of fixed assets	(99)	(19,498)
	<u>(578,433)</u>	<u>(33,910,589)</u>
Cash flows from operating activities before working capital changes	<u>1,943,833</u>	<u>(6,911,539)</u>
(Increase) / Decrease in operating assets		
Financing and placements	22,004,896	624,508
Loans and advances	(2,098,203)	(300,832)
Deposits, prepayment and other receivables	4,643,868	7,090,753
Accrued interest	(4,405,925)	676,423
	<u>20,144,636</u>	<u>8,090,852</u>
Increase in operating liabilities		
Accrued and other liabilities	<u>5,244,522</u>	<u>3,805,609</u>
Net changes in operating assets and liabilities	<u>25,389,158</u>	<u>11,896,461</u>
Income tax paid	<u>(1,408,330)</u>	<u>(6,226,340)</u>
Net cash inflow from / (used in) operating activities	<u>25,924,661</u>	<u>(1,241,418)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Sales proceed against sales of fixed assets - net	63,113	(155,960)
Sale proceeds of quoted shares	6,718,673	178,971,677
Investments in quoted shares	-	(13,781,228)
Sale of Government securities	(27,000,000)	(160,000,000)
Long term financing - net	(6,900,495)	1,320,615
Net cash (used in) / inflow from investing activities	<u>(27,118,709)</u>	<u>6,355,104</u>
Net (decrease) / increase in cash and cash equivalents	<u>(1,194,048)</u>	<u>5,113,686</u>
Cash and cash equivalents at the beginning of the period	7,272,005	7,293,874
Cash and cash equivalents at the end of the period	<u><u>6,077,957</u></u>	<u><u>12,407,560</u></u>

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

SHAKEEL AHMED
CFO

ZAFAR M. SHEIKH
CHIEF EXECUTIVE

HAJI JAN MOHAMMAD
CHAIRMAN/DIRECTOR

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2022

	Share capital	Statutory reserve	Unappropriated (loss) / profit	Total
	<i>Rupees</i>			
Balance as at January 01, 2021	514,335,580	186,259,883	15,396,933	715,992,396
Profit for the period	-	-	53,431,614	53,431,614
Other comprehensive income	-	-	-	-
Statutory reserves	-	10,686,323	(10,686,323)	-
Balance as at June 30, 2021	514,335,580	196,946,206	58,142,225	769,424,010
Balance as at January 01, 2022	514,335,580	191,277,571	35,467,685	741,080,836
Loss for the period	-	-	(60,208,729)	(60,208,729)
Other comprehensive income	-	-	-	-
Statutory reserves	-	-	-	-
Balance as at June 30, 2022	514,335,580	191,277,571	(24,741,044)	680,872,107

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

SHAKEEL AHMED
CFO

ZAFAR M. SHEIKH
CHIEF EXECUTIVE

HAJI JAN MOHAMMAD
CHAIRMAN/DIRECTOR

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2022

1. STATUS AND PRINCIPAL ACTIVITIES

- 1.1** Security Investment Bank Limited (SIBL) is a public limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The Company was incorporated in Pakistan on 23 May 1991 and started its commercial operation on 31 December 1991. Its shares are quoted on Pakistan Stock Exchange. The registered office of SIBL is situated at Flat No.4, 3rd floor, AL-Baber Centre, Main Markaz, F-8, Islamabad.
- 1.2** The Company is licensed to carry out business of investment finance services as a Non-Banking Finance Company (NBFC) under section 282C of the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 issued by the Securities and Exchange Commission of Pakistan (SECP) as amended through SRO 1002 (I) /2015 dated October 15, 2015 and Non-Banking Finance Companies and Notified Entities Regulations 2008 as amended through SRO 1160(I) / 2015 dated November 25, 2015 (previously this was covered under SRO 585(1)/87 dated July 13, 1987, issued by the Ministry of Finance).
- 1.3** JCR - VIS Credit Rating Company Limited (VIS) has placed the rating of the Company for medium to the long-term rating at 'BBB+' (Triple B plus) signifies adequate credit quality and the short-term rating of 'A-2' (A Two) signifies good certainty of timely payment. Outlook on the assigned rating is 'Stable'.

2. BASIS OF PRESENTATION

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

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

Notified Entities Regulations, 2008 (the Regulations), directives issued by the Securities and Exchange Commission of Pakistan (SECP), and provisions of and directives issued under the Companies Act, 2017 shall prevail.

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

The comparative statement of financial position presented in this unconsolidated condensed interim financial information has been extracted from the annual audited financial statements of the Company for the year ended December 31, 2021, whereas, the comparative condensed interim profit and loss accounts, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial information for the half year ended June 30, 2021.

3. ACCOUNTING POLICIES

The accounting policies adopted for the preparation of this unconsolidated condensed interim financial information are the same as those applied in the preparation of the preceeding published annual financial statements of the Company for the year ended December 31, 2021.

4. ESTIMATES AND JUDGEMENTS

The preparation of unconsolidated condensed interim financial information requires management to make judgments, estimates and assumption that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended December 31, 2021.

5. PROPERTY, PLANT AND EQUIPMENT

	Leasehold Property	Building	Furniture and fixtures	Computer and equipments	Vehicles	Generator	Telephone system	Total
Rupees								
Year ended December 31, 2021								
Net carrying value basis								
Opening net book value	121,516,047	30,666,666	4,082,869	390,774	10,621	50,445	9,974	156,727,396
Additions (at cost)	-	-	-	332,154	66,500	-	-	398,654
Disposals (NBV)	-	-	-	-	-	-	-	-
Cost	-	-	-	(993,291)	-	-	-	(993,291)
Accumulated depreciation	-	-	-	993,263	-	-	-	993,263
Depreciation charge	-	(639,996)	(888,636)	(248,814)	(9,208)	(11,640)	(9,974)	(1,808,268)
Closing net book value	121,516,047	30,026,670	3,194,233	474,086	67,913	38,805	-	155,317,754
Gross carrying value basis								
Cost	121,516,047	32,000,000	8,916,237	2,816,230	107,001	582,736	253,969	166,192,220
Accumulated depreciation / impairment	-	(1,973,330)	(5,722,004)	(2,342,144)	(39,088)	(543,931)	(253,969)	(10,874,466)
Net book value	121,516,047	30,026,670	3,194,233	474,086	67,913	38,805	-	155,317,754
Period ended June 30, 2022								
Net carrying value basis								
Opening net book value (NBV)	121,516,047	30,026,670	3,194,233	474,086	67,913	38,805	-	155,317,754
Additions (at cost)	-	-	-	-	-	-	-	-
Disposals (NBV)	-	-	-	-	-	-	-	-
Cost	-	-	(161,776)	(238,785)	-	-	(12,400)	(412,961)
Accumulated depreciation	-	-	117,386	238,781	-	-	6,195	362,362
Depreciation charge	-	(319,998)	(441,024)	(87,180)	(9,168)	(5,820)	(13,755)	(876,945)
Closing net book value	121,516,047	29,706,672	2,708,819	386,902	58,745	32,985	(19,960)	154,390,210
Gross carrying value basis								
Cost	121,516,047	32,000,000	8,754,461	2,577,445	107,001	582,736	241,569	165,779,259
Accumulated depreciation / impairment	-	(2,293,328)	(6,045,642)	(2,190,543)	(48,256)	(549,751)	(261,529)	(11,389,049)
Net book value	121,516,047	29,706,672	2,708,819	386,902	58,745	32,985	(19,960)	154,390,210
Depreciation rate per annum (%)	-	2%	10%	20%	20%	10%	10%	

6. INTANGIBLE ASSETS

	June 2022 (Un-audited)	December 2021 (Audited)
Note	Rupees	
PMEC card	2,500,000	2,500,000
NBFC license	-	83,344
DHA membership	120,000	150,000
	2,620,000	2,733,344

7. LONG TERM FINANCING
Secured and considered good
Murabaha Finance

- Murabaha finance	51,157,748	61,819,042
- Murabaha profit receivable	(9,587,347)	(5,144,240)
Murabaha principle receivable	7.1 41,570,401	56,674,802
Less: Current maturity	(22,646,485)	(44,651,381)
	18,923,916	12,023,421

- 7.1 These represent financing of vehicle on murabaha basis against hypothecation of vehicles for a period of 3 to 5 years, carrying mark up at 1 Year KIBOR + 3% to 4% per annum (2021: 1 Year KIBOR + 2% to 3%).

	June 2022 (Un-audited)	December 2021 (Audited)
	Note	Rupees
8. LONG TERM LOANS AND ADVANCES		
Advances-secured		
- Staff advance	2,316,410	326,957
- Against expenses	740,000	631,250
- Against office premises	2,500,000	2,500,000
	5,556,410	3,458,207
Less: Current portion		
Staff advance	(2,316,410)	(326,957)
Against expenses	(740,000)	(631,250)
	(3,056,410)	(958,207)
	<u>2,500,000</u>	<u>2,500,000</u>
9. SHORT TERM FINANCING - Secured and considered good		
Current maturity under Murabaha Finance	22,646,485	44,651,381
	<u>22,646,485</u>	<u>44,651,381</u>
	June 2022 (Un-audited)	December 2021 (Audited)
	Rupees	
10. SHORT TERM INVESTMENT		
Amortized Cost		
Government Securities - T Bill	250,000,000	223,000,000
Fair value through profit or loss		
Quoted shares	158,193,507	223,982,039
	<u>408,193,507</u>	<u>446,982,039</u>
11. LOANS AND ADVANCES		
Current portion of staff advance	2,316,410	326,957
Current portion of against expenses	740,000	631,250
	<u>3,056,410</u>	<u>958,207</u>
12. TAX REFUND DUE FROM GOVERNMENT		
Advance tax	289,702,862	288,325,732
Less: Accumulated provisions for taxation	(228,136,397)	(226,062,670)
	<u>61,566,465</u>	<u>62,263,062</u>

13. CASH AND BANK BALANCES

With State Bank of Pakistan in current account	1,292	1,292
With other banks in		
- Current account	1,922,461	1,805,697
- Deposit accounts	4,075,236	5,442,620
	5,997,697	7,248,317
Cash in hand	78,968	22,396
	6,077,957	7,272,005

14. TRANSACTION WITH RELATED PARTIES

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

	June 2022 (Un-audited)	June 2021 (Un-audited)
	Rupees	
Return on financing		
- Others	416	-
Office rent		
- Associated undertakings	312,000	312,000
Contribution to staff retirement benefit plan	179,570	220,141
	June 2022 (Un-audited)	December 2021 (Audited)
	Rupees	
Financing		
Balance at period end		
- Other	49,162	-
Advance against expenses		
- Sheikh Abdulla (Director)	-	94,000
Deposits, prepayments and other receivables		
- Associated undertakings	312,000	-

15. DATE OF AUTHORIZATION

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

16. GENERAL

Figures have been rounded off to the nearest rupee.

SHAKEEL AHMED
CFO

ZAFAR M. SHEIKH
CHIEF EXECUTIVE

HAJI JAN MOHAMMAD
CHAIRMAN/DIRECTOR



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