



**Condensed Interim Financial
Statements**

For the Nine Months ended 30 September 2015

PAK CHINA INVESTMENT COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER, 2015

		30 September, 2015 (Un-audited)	31 December, 2014 (Audited)
	Note	(Rupees)	
ASSETS			
Cash and balances with treasury banks		38,689,633	51,866,670
Balances with other banks		1,966,193,555	1,882,251,126
Lendings to financial institutions		-	-
Investments	7	10,044,542,045	11,288,944,291
Advances	8	6,076,449,351	5,956,904,391
Other assets		399,050,544	585,565,449
Operating fixed assets	9	186,622,402	199,423,479
Deferred tax assets	12	-	42,618,010
		18,711,547,530	20,007,573,416
LIABILITIES			
Bills payable		-	-
Borrowings	10	5,130,161,603	6,741,689,007
Deposits and other accounts	11	-	250,000,000
Sub-ordinated loans		-	-
Liabilities against assets subject to finance lease		-	-
Other liabilities		93,292,710	68,022,634
Deferred tax liabilities	12	17,993,265	-
		5,241,447,578	7,059,711,641
NET ASSETS		13,470,099,952	12,947,861,775
REPRESENTED BY			
Share capital		9,116,400,000	9,116,400,000
Reserve	13	833,306,048	729,567,931
Unappropriated profit		3,330,933,320	2,915,980,853
		13,280,639,368	12,761,948,784
Surplus on revaluation of available-for-sale securities - net of tax	14	189,460,584	185,912,991
		13,470,099,952	12,947,861,775
CONTINGENCIES AND COMMITMENTS	15		

The annexed notes, from 1 to 20, form an integral part of these condensed interim financial statements.



 Chairman



 Managing Director



 Director



 Director

PAK CHINA INVESTMENT COMPANY LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE NINE MONTHS ENDED 30 SEPTEMBER, 2015

	30 September, 2015		30 September, 2014		
	For the quarter ended	For the Nine Months ended	For the quarter ended	For the Nine Months ended	
Note	(Rupees)				
Mark-up / return / interest earned	16	381,718,065	1,214,532,744	322,623,535	955,255,024
Mark-up / return / interest expensed	17	(91,902,619)	(317,489,667)	(68,724,860)	(99,982,050)
Net mark-up / interest income		289,815,446	897,043,077	253,898,675	855,272,974
Provision against non-performing loans and advances		(13,451,412)	31,288,225	7,948,023	47,156,006
Provision for diminution in the value of investments		16,878,000	41,035,000	32,617,000	63,138,000
Bad debts written-off directly		-	-	-	-
		3,426,588	72,323,225	40,565,023	110,294,006
Net mark-up / interest income after provisions		286,388,858	824,719,852	213,333,652	744,978,968
NON MARK-UP/INTEREST INCOME					
Fee, commission and brokerage income		2,066,971	7,928,859	1,500,000	11,601,722
Dividend income		-	-	7,169,477	8,984,259
Exchange gain / (loss)		50,494,910	70,631,704	70,688,090	(41,847,804)
Gain / (Loss) on sale of securities		106,824	120,848,509	-	-
Other income		2,124,067	6,431,207	1,950,000	5,850,000
Total non mark-up / interest income		54,792,772	205,840,279	81,307,567	(15,411,823)
NON MARK-UP/INTEREST EXPENSES					
Administrative expenses		86,926,240	224,775,232	92,811,382	248,229,129
Impairment loss on available for sale investments		-	2,500,000	20,300,000	30,600,000
Other provisions/write offs		-	-	-	-
Other charges		-	-	-	-
Total non mark-up/interest expenses		86,926,240	227,275,232	113,111,382	278,829,129
Extra ordinary / unusual items		-	-	-	-
PROFIT BEFORE TAXATION		254,255,390	803,284,899	181,529,837	450,738,016
TAXATION					
- Current		73,175,055	245,739,820	54,022,433	196,323,817
- Prior		(3,870,990)	20,571,896	-	-
- Deferred		9,261,828	18,282,599	5,882,413	(47,580,272)
		78,565,893	284,594,315	59,904,846	148,743,545
PROFIT AFTER TAXATION		175,689,497	518,690,584	121,624,991	301,994,471
Basic and diluted earnings per share		0.19	0.57	0.13	0.33

The annexed notes, from 1 to 20, form an integral part of these condensed interim financial statements.


Chairman


Managing Director


Director


Director

PAK CHINA INVESTMENT COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE NINE MONTHS ENDED 30 SEPTEMBER, 2015

	30 September, 2015		30 September, 2014	
	For the quarter ended	For the Nine Months ended	For the quarter ended	For the Nine Months ended
	----- (Rupees) -----			
Net profit for the period	175,689,497	518,690,584	121,624,991	301,994,471
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>175,689,497</u>	<u>518,690,584</u>	<u>121,624,991</u>	<u>301,994,471</u>
Components of comprehensive income not reflected in equity				
Net change on remeasurement of available for sale investment to fair value	12,743,425	45,876,271	30,969,648	23,068,898
Deferred tax	2,439,680	(42,328,678)	(10,839,376)	(8,074,114)
Total comprehensive income	<u>15,183,105</u>	<u>3,547,593</u>	<u>20,130,272</u>	<u>14,994,784</u>

The annexed notes, from 1 to 20, form an integral part of these condensed interim financial statements.



 Chairman



 Managing Director



 Director



 Director

PAK CHINA INVESTMENT COMPANY LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS ENDED 30 SEPTEMBER, 2015

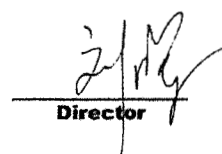
	30 September, 2015	30 September, 2014
	----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	803,284,899	450,738,016
Adjustments for non-cash items		
Depreciation	13,442,835	16,761,871
Amortization	47,762	-
Provision against non-performing loans and advances	31,288,225	47,156,006
Provision for diminution in the value of available-for-sale investments	41,035,000	63,138,000
Impairment loss on available-for-sale investments	2,500,000	30,600,000
Loss / (Gain) on sale of fixed assets	284,449	-
Provision for gratuity	6,236,055	7,444,224
	898,119,225	615,838,117
Decrease / (increase) in operating assets		
Lendings to financial institutions	-	559,025,145
Advances	(150,833,185)	(671,237,339)
Other assets (excluding current taxation)	201,876,802	(94,577,879)
	51,043,617	(206,790,073)
Increase / (decrease) in operating liabilities		
Borrowings from financial institutions	(1,611,527,404)	3,874,160,500
Deposits and other accounts	(250,000,000)	250,000,000
Other liabilities (excluding current taxation)	8,646,261	1,896,591
	(1,852,881,143)	4,126,057,091
	(903,718,301)	4,535,105,135
Gratuity paid	(11,254,147)	-
Income tax paid	(274,380,594)	(255,050,197)
Net cash (outflows) / inflows from operating activities	(1,189,353,042)	4,280,054,938
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment realized / (made) during the period - net	1,261,092,181	(4,327,062,245)
Investments in operating fixed assets	(1,051,846)	(450,745)
Sale proceed of property & equipment	78,099	-
Net cash outflows from investing activities	1,260,118,434	(4,327,512,990)
(Decrease) / increase in cash and cash equivalents	70,765,392	(47,458,052)
Cash and cash equivalents at the beginning of the period	1,934,117,796	1,925,065,052
Cash and cash equivalents at the end of the period	2,004,883,188	1,877,607,000

The annexed notes, from 1 to 20, form an integral part of these condensed interim financial statements.


Chairman


Managing Director


Director


Director

PAK CHINA INVESTMENT COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS ENDED 30 SEPTEMBER, 2015

	Share capital	Statutory reserve	Unappropriated profit	Total
	(Rupees)			
Balance as at 01 January, 2014	9,116,400,000	635,212,571	2,538,559,412	12,290,171,983
Total comprehensive income for the period	-	-	301,994,471	301,994,471
Transfer to statutory reserve	-	60,398,894	(60,398,894)	-
Balance as at 30 September, 2014	9,116,400,000	695,611,465	2,780,154,989	12,592,166,454
Profit for the period	-	-	167,414,921	167,414,921
Re-measurement gains on defined benefits plans	-	-	2,367,409	2,367,409
Total comprehensive income for the period	-	-	169,782,330	169,782,330
Transfer to statutory reserve	-	33,956,466	(33,956,466)	-
Balance as at 31 December, 2014	9,116,400,000	729,567,931	2,915,980,853	12,761,948,784
Total comprehensive income for the period	-	-	518,690,584	518,690,584
Transfer to statutory reserve	-	103,738,117	(103,738,117)	-
Balance as at 30 September, 2015	9,116,400,000	833,306,048	3,330,933,320	13,280,639,368

According to BPD Circular No. 15 dated 31 May 2004 issued by SBP, an amount not less than 20% of the after tax profits shall be transferred to create a reserve fund till such time the reserve fund equals the amount of paid-up capital and after that a sum not less than 5% of profit after tax shall be credited to statutory reserve. Accordingly, the Company has transferred 20% of its after tax profit for the year to statutory reserve.

The annexed notes, from 1 to 20, form an integral part of these condensed interim financial statements.



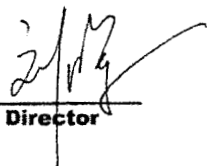
 Chairman



 Managing Director



 Director



 Director

PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE NINE MONTHS ENDED 30 SEPTEMBER, 2015

1 LEGAL STATUS AND NATURE OF BUSINESS

Pak China Investment Company Limited ("the Company") was incorporated in Pakistan as a public limited company on 27 July, 2007. The registered office of the Company is situated at 13th Floor, Saudi Pak Tower, Blue Area, Islamabad. The Company is a 50:50 joint venture between the 'Government of China' and 'Government of Pakistan', through China Development Bank and the Ministry of Finance, Government of Pakistan respectively. The objective of the Company is to invest in infrastructure projects, both directly and through the establishment of various subsidiary companies.

The Company has commenced business after obtaining a Certificate of Commencement of Business from the Securities and Exchange Commission of Pakistan (SECP), on 02 November, 2007, and a permission to commence business from the State Bank of Pakistan (SBP), on 10 January, 2008.

2 BASIS OF MEASUREMENT

This condensed interim financial information has been prepared under historical cost convention except that certain fixed assets are stated at revalued amount. Certain staff retirement benefits are carried at present value. This condensed interim financial information is presented in Pak Rupee which is the Bank's functional and presentation currency.

3 STATEMENT OF COMPLIANCE

- 3.1** These condensed interim financial statements of the Company have been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 - 'Interim Financial Reporting', requirements of the Companies Ordinance, 1984 and directives issued by the SECP and SBP. In case requirements differ, the provisions of the Companies Ordinance, 1984 and the said directives have been followed.
- 3.2** The disclosures made in these condensed interim financial statements have been limited based on the format prescribed by the SBP vide BSD Circular Letter No. 2, dated 12 May, 2004 and IAS 34 - "Interim Financial Reporting", and do not include all the information required in the annual financial statements. Accordingly, these condensed interim financial statements should be read in conjunction with the annual financial statements of the Company, for the year ended 31 December, 2014.
- 3.3** The SBP, vide BSD Circular letter no. 11, dated 11 September, 2002 has deferred the applicability of IAS -39, "Financial Instruments: Recognition and Measurement" and IAS 40 - "Investment Property" for banks/DFIs till further instructions. Further, the SECP has deferred the applicability of IFRS - 7 "Financial Instruments: Disclosures". Accordingly, the requirements of these standards have not been considered in the preparation of these condensed interim financial statements. However, investments have been classified, accounted for and valued in accordance with the requirements of various circulars issued by the SBP.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements of the Company for the year ended December 31, 2014.

5 ACCOUNTING ESTIMATES

The basis for accounting estimates adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements for the year ended December 31, 2014.

6 FINANCIAL RISK MANAGEMENT

The financial risk management policies and objectives adopted by the Company are consistent with those disclosed in the annual audited financial statements for the year ended December 31, 2014.

7 INVESTMENTS

Note	30 September, 2015 (Un-audited)			31 December, 2014 (Audited)		
	Held by the Company	Given as collateral	Total	Held by the Company	Given as collateral	Total
	------(Rupees)-----					
Available-for-sale securities						
Pakistan Investment Bonds	3,685,110,000	-	3,685,110,000	2,754,218,700	1,968,500,000	4,722,718,700
Market Treasury Bills	1,421,292,009	2,554,907,991	3,976,200,000	2,230,191,150	1,993,040,850	4,223,232,000
Mutual Funds	1,000,106,915		1,000,106,915	650,000,000		650,000,000
Term Finance Certificates	966,495,887	-	966,495,887	1,246,541,063	-	1,246,541,063
Ordinary shares of listed companies	95,747,704	-	95,747,704	98,247,704	-	98,247,704
Sukuks	401,268,054	-	401,268,054	433,432,610	-	433,432,610
Investments at cost	7,570,020,569	2,554,907,991	10,124,928,560	7,412,631,227	3,961,540,850	11,374,172,077
Provision for diminution in the value of investments	337,488,305	-	337,488,305	296,453,305	-	296,453,305
Investments (net of provisions)	7,232,532,264	2,554,907,991	9,787,440,255	7,116,177,922	3,961,540,850	11,077,718,772
Surplus on revaluation of available for sale investments	257,401,901	(300,111)	257,101,790	132,736,369	78,489,150	211,225,519
Total investments after revaluation	7,489,934,165	2,554,607,880	10,044,542,045	7,248,914,291	4,040,030,000	11,288,944,291

7.1 These are 11,832,836 ordinary shares of Rs. 10 each of Agritech Limited costing to Rs. 364.149 million. The market value of these shares as at 30 September, 2015 was Rs. 107.679 million (31 December 2014: 91.704 million). During the period, the Company has recognized an impairment loss of Rs. 2.500 million against these shares, being the difference between the cost and market value of these shares. (31 December 2014 : Rs. 35.700 million). The remaining Surplus of Rs.11.931 million (31 December 2014: (6.55) million) has been recognized as part of surplus / (Deficit) on revaluation of investment.

7.2 The above provision includes an impact of Forced Sale Value (FSV) benefit amounting to Rs.5.575 million (2014: 5.575 million) in respect of Agritech Limited and 11.970 million in respect of Azgard Nine Limited (2014: 18.860 million). The FSV benefits recognised under the Prudential Regulations are not available for the distribution of cash or stock dividend to the shareholders / bonus to employees. Further, SBP in its letter no. OSED/SEU-05/041(01)-12/2218/2012 dated 26 December, 2012, has also stipulated that no dividend, cash or kind, shall be paid out of the benefits realised through the relaxations allowed therein.

7 Investments include Rs. 369.434 million (31 December, 2014: Rs. 369.434 million), placed under non-performing status as detailed below:

	30 September, 2015 (Un-audited) (Un-audited)	31 December, 2014 (Audited)
	------(Rupees)-----	
7.4 Particulars of provision for diminution in the value of investments		
Opening balance	296,453,305	223,605,305
Charge for the period / year	41,035,000	72,848,000
	337,488,305	296,453,305

8	ADVANCES	Note	30 September,	31 December,
			2015	2014
			(Un-audited)	(Audited)
			------(Rupees)-----	
	Loans, cash, credits, running finances, etc.			
	In Pakistan	8.2	6,678,593,553	6,521,770,747
	Staff loans		26,333,635	32,323,256
			6,704,927,188	6,554,094,003
	Provision against non-performing loans and advances			
	Specific provision	8.3	508,725,000	482,004,185
	General provision	8.3	119,752,837	115,185,427
			628,477,837	597,189,612
	Advances (net of provisions)		6,076,449,351	5,956,904,391

8.1 The above provision includes an impact of Forced Sale Value (FSV) benefit, amounting to Rs. 23.775 million (2014: 44.775 million), in respect of Digri Sugar Mills. The FSV benefits recognised under these Prudential Regulations are not available for the distribution of cash or stock dividend to the shareholders / bonus to employees. Further, SBP in its letter no. OSED/SEU-05/041(01)-12/2218/2012 dated December 26, 2012 has also stipulated that no dividend, cash or kind, shall be paid out of the benefits realised through the relaxations allowed therein.

8.2 Advances include Rs. 664.199 million (31 December, 2014: Rs. 762.500 million), placed under non-performing status as detailed below:

	Rupees				
	Domestic	Overseas	Total	Specific provision required	Specific provision held
------(Rupees)-----					
30 September, 2015 (Un-audited)					
Category of classification					
Doubtful	281,698,957	-	281,698,957	150,000,000	150,000,000
Loss	382,500,000	-	382,500,000	358,725,000	358,725,000
	664,198,957	-	664,198,957	508,725,000	508,725,000
31 December, 2014 (Audited)					
Doubtful	379,999,396	-	379,999,396	158,361,185	158,361,185
Loss	382,500,000	-	382,500,000	323,643,000	323,643,000
	762,499,396	-	762,499,396	482,004,185	482,004,185

8.3 Movement in provision against non-performing advances is as follows:

	30 September, 2015 (Un-audited)			31 December, 2014 (Audited)		
	Specific	General	Total	Specific	General	Total
------(Rupees)-----						
Opening balance	482,004,185	115,185,427	597,189,612	417,181,000	102,503,479	519,684,479
Charge for the period / year	35,082,000	4,567,410	39,649,410	64,823,185	12,681,948	77,505,133
Reversed for the period / year	(8,361,185)	-	(8,361,185)	-	-	-
	508,725,000	119,752,837	628,477,837	482,004,185	115,185,427	597,189,612

9	OPERATING FIXED ASSETS	30 September,	31 December,
		2015	2014
		(Un-audited)	(Audited)
		------(Rupees)-----	
	Opening written down value	199,423,479	218,912,459
	Additions during the period	1,051,846	2,311,054
	Disposals / Deletion	(2,669,225)	(1,226,111)
	Depreciation	(11,183,698)	(20,573,923)
		186,622,402	199,423,479
		30 September,	31 December,
		2015	2014
		(Un-audited)	(Audited)
		------(Rupees)-----	
10	BORROWINGS		
	In Pakistan		
	Repo borrowings	2,554,605,312	3,999,269,600
	Call money borrowings from a financial institution	2,400,000,000	2,500,000,000
	Borrowings from SBP under financing facility for storage of agriculture products	41,105,291	57,547,407
	Borrowings from SBP under long term financing facility	134,451,000	184,872,000
		5,130,161,603	6,741,689,007

	30 September, 2015 (Un-audited)	31 December, 2014 (Audited)
	------(Rupees)-----	
11 DEPOSITS AND OTHER ACCOUNTS		
Others	-	250,000,000

This represents certificates of investments issued to Fauji Fertilizers Limited for a period of three months at the rate of 7.5% p.a and has matured on August 24, 2015 (31 December 2014 one year @ 9.5% p.a)

12 MOVEMENT IN DEFERRED TAX ASSET / (LIABILITIES)	(Un-audited)			
	1 January, 2015	Recognized in profit and loss account	Recognized in equity	30 September, 2015
	------(Rupees)-----			
Difference between accounting book value and tax base of operating fixed assets	3,034,446	684,316	-	3,718,762
Unrealized exchange gain	(100,904,322)	(6,836,214)	-	(107,740,536)
Provision for staff retirements gratuity	2,716,218	(1,893,459)	-	822,759
Provision against non-performing advances	17,500,000	(2,500,000)	-	15,000,000
Provision for diminution in the value of investments	103,758,657	(2,512,165)	-	101,246,492
Impairment loss on investments	41,825,539	(5,225,077)	-	36,600,462
Surplus on revaluation of securities	(25,312,528)	-	(42,328,676)	(67,641,204)
	<u>42,618,010</u>	<u>(18,282,599)</u>	<u>(42,328,676)</u>	<u>(17,993,265)</u>
	(Audited)			
	1 January, 2014	Recognized in profit and loss account	Recognized in equity	31 December, 2014
	------(Rupees)-----			
Difference between accounting book value and tax base of operating fixed assets	(1,466,961)	4,501,407	-	3,034,446
Unrealized exchange gain	(128,627,685)	27,723,363	-	(100,904,322)
Provision for staff retirements gratuity	4,467,581	(1,751,363)	-	2,716,218
Provision against non-performing advances	17,500,000	-	-	17,500,000
Provision for diminution in the value of investments	78,261,857	25,496,800	-	103,758,657
Impairment loss on investments	29,330,539	12,495,000	-	41,825,539
Surplus on revaluation of securities	(12,265,010)	-	(13,047,518)	(25,312,528)
	<u>(12,799,679)</u>	<u>68,465,207</u>	<u>(13,047,518)</u>	<u>42,618,010</u>

	30 September, 2015 (Un-audited)	31 December, 2014 (Audited)
	------(Rupees)-----	
13 RESERVES		
Statutory Reserves	833,306,048	729,567,931
At the beginning of the year	729,567,931	635,212,571
Add : Transfer during the year	103,738,117	94,355,360
	<u>833,306,048</u>	<u>729,567,931</u>
14 SURPLUS / (DEFICIT) ON REVALUATION OF SECURITIES - NET		
Federal Government Securities	207,172,250	169,222,900
Shares of listed companies	11,931,104	(6,543,225)
Term Finance Certificates	16,040,319	15,268,521
Mutual Funds	21,958,117	33,277,323
	<u>257,101,790</u>	<u>211,225,519</u>
Deferred tax	(67,641,206)	(25,312,528)
Surplus / (Deficit) on revaluation of available-for-sale securities - Net	<u>189,460,584</u>	<u>185,912,991</u>
15 CONTINGENCIES AND COMMITMENTS		
Transaction related contingent liabilities	-	-
Letters of guarantees	-	-
Trade related contingent liabilities		
Letters of credit	192,039,952	311,416,840
	<u>192,039,952</u>	<u>311,416,840</u>
Commitments		

The Company makes commitments to extend credit in the normal course of its business, but these being revocable commitments, normally do not attract any significant penalty or expense if the facility is unilaterally withdrawn. As at the balance sheet date, however, the Company's outstanding irrevocable commitments amounts to Rs.653.757 million (31 December 2014: Rs.436 million).

	Nine months ended 30 September, 2015 (Un-audited)	Nine months ended 30 September, 2014 (Un-audited)
----- (Rupees) -----		
16 MARK-UP / RETURN / INTEREST EARNED		
On loans and advances	459,232,117	444,387,993
On investments:		
- Held-to-maturity	-	10,716,625
- Available-for-sale	697,326,707	402,425,789
	<u>697,326,707</u>	<u>413,142,414</u>
On deposits with banks	57,973,920	68,510,903
On Securities purchased under resale agreements	-	29,213,714
	<u>1,214,532,744</u>	<u>955,255,024</u>

17 MARK-UP / RETURN / INTEREST EXPENSED		
Interest expense on SBP Refinance	11,799,785	16,822,902
Interest expense on COI's	13,938,357	8,654,109
Interest expense on Clean Borrowings	102,838,544	31,129,045
Interest expense on Repo Borrowings	188,912,981	43,375,994
	<u>317,489,667</u>	<u>99,982,050</u>

18 SEGMENT DETAILS WITH RESPECT TO BUSINESS ACTIVITIES

	Nine months ended 30 September, 2015 (Un-audited)			
	Corporate finance	Trading and sales	Others	Total
----- (Rupees) -----				
Total income - gross	559,583,427	724,949,624	135,839,972	1,420,373,023
Total expenses	(86,623,010)	(305,689,882)	(224,775,232)	(617,088,124)
Net income / (loss)	<u>472,960,417</u>	<u>419,259,742</u>	<u>(88,935,260)</u>	<u>803,284,899</u>

	Nine months ended 30 September, 2014 (Un-audited)			
	Corporate finance	Trading and sales	Others	Total
----- (Rupees) -----				
Total income - gross	590,966,032	341,966,126	6,911,043	939,843,201
Total expenses	(157,716,908)	(83,159,148)	(248,229,129)	(489,105,185)
Net income / (loss)	<u>433,249,124</u>	<u>258,806,978</u>	<u>(241,318,086)</u>	<u>450,738,016</u>

	Nine months ended 30 September, 2015 (Un-audited)			
	Corporate finance	Trading and sales	Others	Total
----- (Rupees) -----				
Segment Assets - Gross	8,668,800,187	10,770,346,013	238,367,472	19,677,513,672
Segment Non-Performing loans	1,033,633,019	-	-	1,033,633,019
Segment provision held	(965,966,142)	-	-	(965,966,142)
Segment Liabilities	<u>(175,556,291)</u>	<u>(4,954,605,312)</u>	<u>(111,285,975)</u>	<u>(5,241,447,578)</u>

	As at 31 December, 2014 (Audited)			
	Corporate finance	Trading and sales	Others	Total
----- (Rupees) -----				
Segment Assets - Gross	8,341,040,676	11,732,568,719	827,606,938	20,901,216,333
Segment Non-Performing loans	1,131,933,458	-	-	1,131,933,458
Segment provision held	(893,642,917)	-	-	(893,642,917)
Segment Liabilities	<u>(242,419,407)</u>	<u>(6,749,269,600)</u>	<u>(68,022,634)</u>	<u>(7,059,711,641)</u>

19 RELATED PARTY TRANSACTIONS AND BALANCES

The Company has related party relationships with entities in which its shareholders have any interest, key management personnel, directors and employees' funds. The Government of Pakistan (Ministry of Finance) is a related party of the Company; therefore all government authorities, agencies, affiliates and other organizations ("state-controlled entities") are related parties of the Company. Transactions with these state-controlled entities are not very significant and impracticable to quantify, for disclosure in these condensed interim financial statements. Other entity which for its business acquisition or provision of services relies / depends to a greater extent on the bank / DFI i.e. major portion (50% or more) of its business (upstream or downstream) is also a related party.

Banking transactions with the related parties are executed substantially on the same terms, including mark-up rates and collateral, as those prevailing at the time for comparable transactions with unrelated parties and do not involve more than normal risk (i.e. under the comparable uncontrolled price method) other than those under terms of employment.

Transactions and balances with related parties are as follows:

	Nine months ended 30 September, 2015 (Un-audited)	31 December 2014 (Audited)
	----- (Rupees) -----	
Balance as at the period / year end		
Receivable from Provident fund Trust	2,252,319	-
Payable to gratuity fund Trust	2,742,531	7,760,823
Advances principal outstanding	251,362,007	99,902,518
Markup receivable	4,971,598	2,481,965
	30 September 2015 (Un-audited)	30 September 2015 (Un-audited)
	----- (Rupees) -----	
Transactions during the period		
Remuneration of key management personal	52,590,310	56,857,050
Directors fees	921,600	1,207,800
Contribution to employees' funds	10,737,848	11,974,534
Rent paid	-	25,611,390
Receivable from Director	624,997	-
Reverse Repo Transactions with DFI's	-	11,136,111,110
Interest earned on reverse repo transactions with DFI's	-	5,974,706
Borrowings from DFI's	3,607,985,874	6,650,184,929
Interest expensed on borrowings from DFI's	1,843,001	5,243,290
Markup Received	11,280,944	-
Other Receipts	2,873,603	-

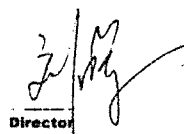
20 DATE OF AUTHORISATION

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


Chairman


Managing Director


Director


Director