










Condensed Interim
Financial Statements
for the six months ended June 30, 2018

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CORPORATE INFORMATION

Board of Directors

Dr. Shahzad Khan Bangash Chairman
Shakeel Qadir Khan
Maqsood Ismail Ahmad
Asad Muhammad Iqbal
Javed Akhtar
Rashid Ali Khan
Shaharyar Ahmad

Managing Director / CEO (Acting)

Muhammad Shahbaz Jameel

Board Audit Committee

Asad Muhammad Iqbal Chairman
Shakeel Qadir Khan
Javed Akhtar
Rashid Ali Khan
Shaharyar Ahmad

Board Human Resource & Remuneration Committee

Rashid Ali Khan Chairman
Maqsood Ismail Ahmad
Asad Muhammad Iqbal
The Managing Director

Board Risk Management Committee

Maqsood Ismail Ahmad Chairman
Rashid Ali Khan
Javed Akhtar
The Managing Director

Board I.T Steering Committee

Mr. Rashid Ali Khan
Mr. Asad Muhammad Iqbal
The Secretary Finance

Chief Financial Officer

Mahmood Ahmed Qureshi

Company Secretary

Zahid Sahibzada

Registered Office / Head Office

The Bank of Khyber
24 – The Mall, Peshawar Cantt.
1st Floor, State Life Building, 34 – The Mall,
Peshawar Cantt., Pakistan
UAN# 00-92-91-111 95 95 95
URL: www.bok.com.pk

Auditors

Grant Thornton Anjum Rahman
Chartered Accountants

Legal Advisors

Mr. Nisar Ahmed Khan,
Advocate, Peshawar
M/s. Mohsin Tayebaly & Co., Karachi

Registrar and Share Registration Office

THK Associates (Pvt) Ltd.
1st Floor, 40-C, Block 6
P.E.C.H.S, Karachi – 75530
Pakistan

DIRECTORS' REVIEW

On behalf of the Board of Directors of the Bank of Khyber, I am pleased to present the condensed interim financial information of the Bank for the half year ended June 30, 2018. The results are inclusive of Islamic Banking Operations.

Financial Highlights

The financial results of the Bank of Khyber for the half year ended June 30, 2018 are as under:

	(Rs. in Million)	
	June 30 2018	December 31 2017
Total Assets	213,687	245,132
Deposits	170,126	159,247
Advances (Net)	92,168	83,369
Investments	96,502	140,474
	(Rs. in Million)	
	Period Ended June 30	
	2018	2017
Operating Profit	1,196	1,862
Reversal / (provision) against non-performing advances/others	71	(210)
Profit before taxation	1,267	1,652
Taxation	(491)	(713)
Profit after tax	776	939

Performance Review

The Bank's earning from core business actively increased during the period mainly due to increase in advances coupled with increase in policy rate. The markup / interest income was higher by Rs. 402.61 million as compared to June 2017.

Correspondingly, the markup / interest expense was lower as compared to corresponding period in spite of increase in deposits from Rs. 159.24 billion to Rs. 170.12 billion. This reflects better management of deposits as Bank obtained deposits at lower rates, while shedding costly deposits. Resultantly, the Bank's net interest margin was better. Further, due to prudent lending the Bank did not have to provide any additional amount for NPL but in fact recorded a reversal of Rs. 65.39 million in provisions.

In the previous period 2017, the Bank had booked capital gains of Rs. 1.156 billion on account of gain on Pakistan Investment Bonds (PIBs). With significantly lower gain on sale of securities at Rs. 11.93 million, the Bank was still able to post a satisfactory After Tax Profit of Rs. 776.352 million for the current period.

On balance sheet side investment decreased significantly from Rs. 140.47 billion to Rs. 96.50 billion since the Bank offloaded its PIBs and also reduced borrowing from financial institutions. Advances showed good increase of above Rs. 9.00 billion. Deposits also grew by Rs. 10.87 billion. Reserves were maintained at about the same level while unappropriated profit reflects payout of dividend of Rs. 1.5 billion.

Future Outlook

The Bank intends to keep its focus on Core Banking activities to reduce reliance on treasury operations and continue growth at a steady pace.

The Bank realizes that it must upgrade its technology and I.T platform to be able to provide better service and new products with mobile phone applications and branchless banking concepts. The Bank also intends to focus on SME financing for which required infrastructure will be put in place.

The Bank is continuously inducting better human resource to strengthen its systems and controls and improve the overall capacity and quality of human resource.

Credit Rating

JCR-VIS Credit Rating Company Ltd. (JCR-VIS) has reaffirmed the medium to long term and short term entity ratings of the Bank at “A” (Single A) and “A-1” (A One). Outlook on the assigned rating is “Stable”.

The Pakistan Credit Rating Agency Limited (PACRA) has also maintained the long term and short term entity ratings of the Bank at “A” (Single A) and “A1” (A One). Rating outlook is “Stable”.

The ratings denote low expectation of credit risk emanating from strong capacity for timely payment of financial commitments.

Acknowledgment

The Board would like to thank the Provincial Government, State Bank of Pakistan and other regulatory authorities for their guidance and support, our valued customers for their patronage and continued confidence in the Bank. We also acknowledge the dedicated and consistent performance of our employees.

For and on behalf of the Board of Directors



Muhammad Shahbaz Jameel

Managing Director (Acting)

Islamabad: August 17, 2018

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS ON REVIEW OF INTERIM FINANCIAL INFORMATION

Introduction

We have reviewed the accompanying condensed interim statement of financial position of the bank of Khyber (The Bank) as at June 30, 2018 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity together with the notes forming part thereof for the six months then ended (here in after referred to as "interim financial information"). Management is responsible for the preparation and presentation of this 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 interim financial information based on our review. The figures for the quarter ended June 30, 2018 and June 30, 2017 in the condensed interim profit and loss account and condensed interim statement of comprehensive income have not been reviewed and we don't express a conclusion on them.

Scope of Review

We conducted our review in accordance with international standards 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 accompanying interim financial information as of and for the six months ended June 30, 2018 is not prepared in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.



GRANT THORNTON ANJUM RAHMAN

Chartered Accountants

Engagement Partner: Hassan Riaz

Date: 17th August 2018

Islamabad

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2018**



		(Un-audited) June 30, 2018	(Audited) December 31, 2017
	Note	<u>2018</u>	<u>2017</u>
Rupees in '000'			
ASSETS			
Cash and balances with treasury banks		10,810,941	8,916,018
Balances with other banks		3,488,642	3,257,351
Lendings to financial institutions	6	2,579,017	1,529,106
Investments - net	7	96,501,869	140,473,783
Advances - net	8	92,167,568	83,369,052
Other assets		5,097,208	4,837,198
Operating fixed assets	9	2,361,349	2,370,125
Deferred tax asset - net	12	680,209	379,751
		213,686,803	245,132,384
LIABILITIES			
Bills payable		689,641	1,131,241
Borrowings from financial institutions	10	23,048,435	64,189,586
Deposits and other accounts	11	170,125,653	159,246,974
Sub-ordinated loans		-	-
Liabilities against assets subject to finance lease		-	-
Other liabilities		5,702,729	5,166,464
Deferred tax liability - net		-	-
		199,566,458	229,734,265
NET ASSETS		14,120,345	15,398,119
REPRESENTED BY			
Share capital		10,002,524	10,002,524
Reserves		2,705,533	2,550,263
Un-appropriated profit		1,510,989	2,390,464
		14,219,046	14,943,251
(Deficit) / surplus on revaluation of assets - net of deferred tax	13	(98,701)	454,868
		14,120,345	15,398,119
CONTINGENCIES AND COMMITMENTS			
	14		

The annexed notes 1 to 22 form an integral part of this condensed interim financial information.


Chief Financial
Officer


Acting Managing
Director


Director

 
Director Director

**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE SIX MONTHS ENDED JUNE 30, 2018**



Note	Three months	Six months	Three months	Six months
	ended June 30, 2018	ended June 30, 2018	ended June 30, 2017	ended June 30, 2017
----- Rupees in '000' -----				
Mark-up / return / interest earned	3,508,536	7,134,096	3,664,383	6,731,479
Mark-up / return / interest expensed	2,114,564	4,343,165	2,467,770	4,504,826
Net mark-up / return/ interest income	1,393,972	2,790,931	1,196,613	2,226,653
Provision / (reversal) against loans and advances - net	33,884	(65,395)	198,131	218,126
(Reversal) for diminution in the value of investments	(3,755)	(5,763)	(8,213)	(8,378)
Bad debts written off directly	-	-	-	-
	30,129	(71,158)	189,918	209,748
Net mark-up / return / interest income after provisions	1,363,843	2,862,089	1,006,695	2,016,905
NON MARK-UP / RETURN / INTEREST INCOME				
Fee, commission and brokerage income	121,567	211,173	101,168	157,301
Dividend income	19,911	26,542	17,304	36,557
Income from dealing in foreign currencies	31,272	54,629	16,385	35,948
Gain / (loss) on sale of securities - net	(622)	11,930	915,761	1,156,509
Unrealised (loss) / gain on revaluation of investments classified as held-for-trading - net	(200)	(698)	371	527
Other income	30,147	67,043	22,650	53,019
Total non mark-up / return / interest income	202,075	370,619	1,073,639	1,439,861
	1,565,918	3,232,708	2,080,334	3,456,766
NON MARK-UP / RETURN / INTEREST EXPENSES				
Administrative expenses	987,516	1,965,370	979,111	1,804,429
Other provisions	-	-	-	-
Other charges	130	130	(87)	(87)
Total non mark-up / return / interest expenses	987,646	1,965,500	979,024	1,804,342
PROFIT BEFORE TAXATION	578,272	1,267,208	1,101,310	1,652,424
Taxation				
- Current	239,584	493,238	369,263	558,514
- Prior	-	-	134,958	134,958
- Deferred	10,047	(2,382)	16,200	19,834
	249,631	490,856	520,421	713,306
PROFIT AFTER TAXATION	328,641	776,352	580,889	939,118
Earnings per share - Basic and Diluted (in Rupees) 16	0.33	0.78	0.58	0.94

The annexed notes 1 to 22 form an integral part of this condensed interim financial information.


Chief Financial
Officer


Acting Managing
Director


Director

 
Director Director

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE SIX MONTHS ENDED JUNE 30, 2018**

	Three months ended June 30, 2018	Six months ended June 30, 2018	Three months ended June 30, 2017	Six months ended June 30, 2017
	----- Rupees in '000' -----			
Profit after taxation	328,641	776,352	580,889	939,118
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	328,641	776,352	580,889	939,118
Components of comprehensive income not reflected in equity				
Items that may be reclassified to profit and loss account in subsequent periods				
Net change in fair value of 'available for sale' securities	(446,638)	(851,645)	(991,138)	388,776
Related deferred tax	156,324	298,076	346,885	(136,072)
	(290,314)	(553,569)	(644,253)	252,704
	(290,314)	(553,569)	(644,253)	252,704

The annexed notes 1 to 22 form an integral part of this condensed interim financial information.




Chief Financial
Officer



Acting Managing
Director



Director



Director



Director

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE SIX MONTHS ENDED JUNE 30, 2018


	Share capital	Statutory reserve	Un-appropriated profit	Total
----- Rupees in '000' -----				
Balance as at January 1, 2017 - Audited	10,002,524	2,192,169	2,490,553	14,685,246
Changes in equity during the six months ended June 30, 2017				
Transactions with owners recorded directly in equity				
Final cash dividend - December 31, 2016 declared subsequent to year end at Rs 1.50 per share	-	-	(1,500,557)	(1,500,557)
Total comprehensive income				
Profit after taxation for the six months ended June 30, 2017	-	-	939,118	939,118
Other comprehensive income - net of tax	-	-	939,118	939,118
Transfer to statutory reserve	-	187,824	(187,824)	-
Balance as at June 30, 2017 - Unaudited	10,002,524	2,379,993	1,741,290	14,123,807
Changes in equity during the six months ended December 31, 2017				
Total comprehensive income				
Profit after taxation for the six months ended December 31, 2017	-	-	851,353	851,353
Other comprehensive income	-	-	(31,909)	(31,909)
	-	-	819,444	819,444
Transfer to statutory reserve	-	170,270	(170,270)	-
Balance as at December 31, 2017 - Audited	10,002,524	2,550,263	2,390,464	14,943,251
Changes in equity during the six months ended June 30, 2018				
Transactions with owners recorded directly in equity				
Final cash dividend - December 31, 2017 declared subsequent to year end at Rs 1.50 per share	-	-	(1,500,557)	(1,500,557)
Total comprehensive income				
Profit after taxation for the six months ended June 30, 2018	-	-	776,352	776,352
Other comprehensive income - net of tax	-	-	-	-
	-	-	776,352	776,352
Transfer to statutory reserve	-	155,270	(155,270)	-
Balance as at June 30, 2018 - Unaudited	10,002,524	2,705,533	1,510,989	14,219,046

The annexed notes 1 to 22 form an integral part of this condensed interim financial information.


Chief Financial
Officer


Acting Managing
Director


Director


Director


Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE SIX MONTHS ENDED JUNE 30, 2018



	Six months ended June 30, 2018	Six months ended June 30, 2017
Rupees in '000'		
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,267,208	1,652,424
Less: Dividend income	26,542	36,557
	<u>1,240,666</u>	<u>1,615,867</u>
Adjustments:		
Depreciation	145,517	122,757
Amortisation	21,757	16,091
(Reversal) / provision against loans and advances - net	(65,395)	218,126
Reversal of provision for diminution in the value of investments	(5,763)	(8,378)
Unrealised loss / (gain) on revaluation of investments classified as held-for-trading	698	(527)
Gain on sale of operating fixed assets	(36)	(1,807)
Bad debts written off directly	-	-
	<u>96,778</u>	<u>346,262</u>
	<u>1,337,444</u>	<u>1,962,129</u>
(Increase) / decrease in operating assets		
Lendings to financial institutions	(1,049,911)	5,802,273
Held-for-trading securities	(3,986,775)	(1,859,557)
Advances	(8,733,121)	(25,719,153)
Others assets (excluding advance taxation)	(72,941)	(295,047)
	<u>(13,842,748)</u>	<u>(22,071,484)</u>
Increase / (decrease) in operating liabilities		
Bills payable	(441,600)	(17,550)
Borrowings from financial institutions	(41,141,151)	61,066,894
Deposits and other accounts	10,878,679	(4,773,555)
Other liabilities (excluding current taxation)	536,506	185,222
	<u>(30,167,566)</u>	<u>56,461,011</u>
	<u>(42,672,870)</u>	<u>36,351,656</u>
Income taxes paid	(680,307)	(763,279)
Net cash (used in) / generated from operating activities	<u>(43,353,177)</u>	<u>35,588,377</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Net investment in available-for-sale securities	41,549,252	(35,162,502)
Net investment in held-to-maturity securities	5,562,857	(2,756,271)
Dividend income received	26,542	36,557
Investment in operating fixed assets	(158,676)	(333,173)
Sale proceeds from disposal of property and equipment	214	2,626
Net cash generated from / (used in) investing activities	<u>46,980,189</u>	<u>(38,212,763)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(1,500,798)	(1,487,691)
Net cash used in financing activities	<u>(1,500,798)</u>	<u>(1,487,691)</u>
Increase / (decrease) in cash and cash equivalents during the period	<u>2,126,214</u>	<u>(4,112,077)</u>
Cash and cash equivalents at beginning of the period	<u>12,173,369</u>	<u>18,617,454</u>
Cash and cash equivalents at end of the period	<u>14,299,583</u>	<u>14,505,377</u>

The annexed notes 1 to 22 form an integral part of this condensed interim financial information.


Chief Financial
Officer


Acting Managing
Director


Director

 
Director Director

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE SIX MONTHS ENDED JUNE 30, 2018**

1 STATUS AND NATURE OF BUSINESS

- 1.1 The Bank of Khyber ("The Bank") was established under The Bank of Khyber Act, 1991 and is principally engaged in the business of commercial banking and related services. The Bank acquired the status of a scheduled bank in 1994 and is listed on the Pakistan Stock Exchange Limited (formerly Karachi Stock Exchange (KSE)). The registered office of the Bank is situated at 24 the Mall, Peshawar Cantt, Peshawar and it has been temporarily shifted to 1st Floor, State Life Building, 34 - the Mall, Peshawar Cantt. The Bank operates 167 branches including 84 Islamic Banking Branches as at June 30, 2018 (December 31, 2017: 166 branches including 83 Islamic banking branches). The long term credit rating of the Bank assigned by The Pakistan Credit Rating Agency (PACRA) and JCR-VIS are 'A' and 'A' respectively and the short-term credit ratings assigned are 'A1' (A-One) and 'A-1' (A-One) respectively.

2 BASIS OF PRESENTATION

- 2.1 The disclosures made in these condensed interim financial information have been limited based on the format prescribed by the State Bank of Pakistan (SBP) vide BSD Circular No. 2 dated May 12, 2004, International Accounting Standard 34, Interim Financial Reporting, provisions of and directives issued under the Companies Act, 2017, Banking Companies Ordinance, 1962 and directives issued by the Securities and Exchange Commission of Pakistan. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017, Banking Companies Ordinance, 1962 have been followed.
- 2.2 In accordance with the directives of the Federal Government regarding the shifting of the banking system to Islamic modes, the State Bank of Pakistan (SBP) has issued various circulars from time to time. Permissible forms of trade-related modes of financing include purchase of goods by banks from their customers and immediate resale to them at appropriate mark-up in price on deferred payment basis. The purchases and sales arising under these arrangements are not reflected in this condensed interim financial information as such, but are restricted to the amount of facility actually utilized and the appropriate portion of mark-up in price thereon. The Islamic Banking branches of the Bank have complied with the requirements set out under the Islamic Financial Accounting Standards issued by the Institute of Chartered Accountants of Pakistan and notified under the provisions of the Companies Act, 2017.
- 2.3 Key financial figures of the Islamic Banking branches are disclosed in note 19 to this condensed interim financial information.
- 2.4 The disclosures made in this condensed interim financial information have been limited based on a format prescribed by the SBP vide BSD Circular Letter No. 2 dated May 12, 2004 and IAS 34, Interim Financial Reporting. They do not include all the disclosures required for annual financial statements, and this condensed interim financial information should be read in conjunction with the financial statements of the Bank for the year ended December 31, 2017.

3 BASIS OF MEASUREMENT

This condensed interim financial information has been prepared under the historical cost convention except that certain operating fixed assets have been stated at revalued amounts and certain investments and derivative financial instruments have been stated at fair value and net obligation in respect of certain employees defined benefit scheme has been carried at its present value.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR SIX MONTHS ENDED JUNE 30, 2018

4 STATEMENT OF COMPLIANCE

- 4.1 The condensed interim financial information of the Bank has been prepared in accordance with the requirements of International Accounting Standard (IAS) 34, Interim Financial Reporting, Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan, the requirements of the Companies Act, 2017, the Banking Companies Ordinance, 1962 and directives issued by the Securities and Exchange Commission of Pakistan (SECP) and the SBP. In case requirements differ, the requirements of the Companies Act, 2017, the Banking Companies Ordinance, 1962 and the said directives have been followed.

5 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS AND FINANCIAL RISK MANAGEMENT POLICIES

- 5.1 The accounting policies, underlying estimates and judgments and methods of computation followed in the preparation of this condensed interim financial information are same as those applied in preparing the most recent annual financial statements of the Bank for the year ended December 31, 2017, except for the following:

Surplus on revaluation of fixed assets

Upto December 31, 2017, surplus/(deficit) on revaluation of fixed assets were being measured under the repealed Companies Ordinance, 1984. The surplus arising on the revaluation is credited to the surplus on revaluation of fixed assets account. Any deficit on subsequent revaluation of fixed assets is adjusted against the balance in the surplus account. With effect from January 01, 2018 the Bank has revised its accounting policy in respect of measurement of surplus / (deficit) on revaluation of fixed assets' which are now accounted for in accordance with Companies Act, 2017. The revaluation is measured on individual asset where the surplus is taken to the surplus on revaluation of fixed assets account. The deficit on revaluation of the asset is charged to profit and loss account after netting of any surplus already recorded on that asset. The above change in policy has no impact on current and prior period financial statements of the Bank.

- 5.2 The financial risk management objectives and policies adopted by the Bank are consistent with those disclosed in the financial statements of the Bank for the year ended December 31, 2017.

(Un-audited)	(Audited)
June 30, 2018	December 31, 2017
Rupees in '000'	

6 LENDINGS TO FINANCIAL INSTITUTIONS

Call money lendings	-	-
Bai Muajjal receivable from other financial institution	-	1,529,106
Repurchase agreement lendings (Reverse Repo)	2,579,017	-
Placements with other financial institutions	238,944	238,944
	2,817,961	1,768,050
Provision against lendings to financial institutions	(238,944)	(238,944)
	2,579,017	1,529,106

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR SIX MONTHS ENDED JUNE 30, 2018

7 INVESTMENTS

Note	June 30, 2018 (Un-audited)			December 31, 2017 (Audited)		
	Held by bank	Given as collateral	Total	Held by bank	Given as collateral	Total
----- Rupees in '000' -----						
7.1 Investments by types						
Held-for-trading securities						
Market Treasury Bills	3,986,775	-	3,986,775	-	-	-
Available-for-sale securities						
Market Treasury Bills	7,431,510	-	7,431,510	21,815,852	24,827,491	46,643,343
Pakistan Investment Bonds	37,049,689	19,491,029	56,540,718	23,862,623	36,951,525	60,814,148
Government of Pakistan Sukuk	6,250,188	-	6,250,188	6,250,297	-	6,250,297
Ordinary shares of listed companies	1,307,004	-	1,307,004	1,355,427	-	1,355,427
Ordinary shares of unlisted companies	30,487	-	30,487	30,487	-	30,487
Ordinary shares of related party - Unlisted	112,500	-	112,500	112,500	-	112,500
Preference shares of unlisted company	195,000	-	195,000	195,000	-	195,000
Listed term finance certificates	1,038,265	-	1,038,265	338,305	-	338,305
Unlisted term finance certificates	505,000	-	505,000	505,000	-	505,000
Sukuks	4,803,252	-	4,803,252	3,518,669	-	3,518,669
	58,722,895	19,491,029	78,213,924	57,984,160	61,779,016	119,763,176
Held-to-maturity securities						
Pakistan Investment Bonds	16,463,676	-	16,463,676	22,026,533	-	22,026,533
Investment in associate	40,504	-	40,504	40,504	-	40,504
Investments at cost	79,213,850	19,491,029	98,704,879	80,051,197	61,779,016	141,830,213
Provision for diminution in the value of investments	(859,413)	-	(859,413)	(865,176)	-	(865,176)
Investments - net of provisions	78,354,437	19,491,029	97,845,466	79,186,021	61,779,016	140,965,037
Deficit on revaluation of held-for-trading securities - net	(698)	-	(698)	-	-	-
Deficit on revaluation of available-for-sale securities - net	(1,342,899)	-	(1,342,899)	(491,254)	-	(491,254)
Total investments	77,010,840	19,491,029	96,501,869	78,694,767	61,779,016	140,473,783

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR SIX MONTHS ENDED JUNE 30, 2018**

	Note	(Un-audited)	(Audited)
		June 30, 2018	December 31, 2017
Rupees in '000'			
7.2 Provision for diminution in the value of investments			
Opening balance		865,176	861,897
Charge for the period / year		-	18,771
Reversal on disposal		(5,763)	(15,492)
		(5,763)	3,279
Closing balance		859,413	865,176
8 ADVANCES			
Loans, cash credits, running finances, etc.			
In Pakistan		60,871,557	45,591,055
Outside Pakistan		-	-
		60,871,557	45,591,055
Islamic financing and related assets		33,957,114	40,855,200
Net investment in Ijarah:			
In Pakistan		1,171,954	761,525
Outside Pakistan		-	-
		1,171,954	761,525
Bills discounted and purchased (excluding treasury bills)			
Payable in Pakistan		249,373	331,582
Payable outside Pakistan		155,696	133,211
		405,069	464,793
Advances - gross	8.1	96,405,694	87,672,573
Provision against loan and advances	8.2		
Specific		(4,208,740)	(4,278,567)
General		(29,386)	(24,954)
		(4,238,126)	(4,303,521)
Advances - net of provision		92,167,568	83,369,052

8.1 Advances include Rs. 4,708.963million (December 31, 2017:Rs. 4,808.257million) which have been placed under non-performing status as detailed below:

Category of classification	June 30, 2018 (Un-audited)				
	Classified advances			Provision required	Provision held
	Domestic	Overseas	Total		
Rupees in '000'					
Other Assets Especially Mentioned *	13,926	-	13,926	-	-
Substandard	117,988	-	117,988	13,676	13,676
Doubtful	134,454	-	134,454	17,551	17,551
Loss	4,442,595	-	4,442,595	4,177,513	4,177,513
	4,708,963	-	4,708,963	4,208,740	4,208,740

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR SIX MONTHS ENDED JUNE 30, 2018

Category of classification	December 31, 2017 (Audited)				
	Classified Advances			Provision	Provision
	Domestic	Overseas	Total	required	held
	Rupees in '000'				
Other Assets Especially Mentioned *	19,207	-	19,207	400	400
Substandard	60,908	-	60,908	12,267	12,267
Doubtful	75,886	-	75,886	7,093	7,093
Loss	4,652,256	-	4,652,256	4,258,807	4,258,807
	<u>4,808,257</u>	<u>-</u>	<u>4,808,257</u>	<u>4,278,567</u>	<u>4,278,567</u>

* Other Assets Especially Mentioned category pertains to agricultural finance and small enterprise finance.

8.1.1 State Bank of Pakistan through various circulars has allowed benefit of the forced sales value (FSV) of Plant & Machinery under charge, pledged stock and mortgaged residential, commercial and industrial properties (land and building only) held as collateral against Non-Performing Loans (NPLs) for a maximum of five years from the date of classification. As at June 30, 2018, the Bank has availed cumulative benefit of forced sale values of Rs. 326.479 million (December 31, 2017: Rs. 422.657 million). Increase in unappropriated profit net of tax amounting to Rs. 199.152million (December 31, 2017:Rs.274.727) is not available for the distribution of cash or stock dividend to the shareholders or bonus to employees.

8.2 Particulars of provision against loans and advances

	June 30, 2018 (Un-audited)			December 31, 2017 (Audited)		
	Specific	General	Total	Specific	General	Total
	Rupees in '000'					
Opening balance	4,278,567	24,954	4,303,521	4,379,722	30,872	4,410,594
Charge for the period / year	218,142	4,432	222,574	438,441	-	438,441
Reversals	(287,969)	-	(287,969)	(539,596)	(5,918)	(545,514)
	(69,827)	4,432	(65,395)	(101,155)	(5,918)	(107,073)
Amounts written off	-	-	-	-	-	-
Closing balance	<u>4,208,740</u>	<u>29,386</u>	<u>4,238,126</u>	<u>4,278,567</u>	<u>24,954</u>	<u>4,303,521</u>
				(Un-audited)	(Audited)	
				June 30,	December 31,	
				2018	2017	

9 OPERATING FIXED ASSETS

	June 30, 2018		December 31, 2017	
	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)
	Rupees in '000'			
Capital work-in-progress			398,528	331,996
Property and equipment			1,892,690	1,973,305
Intangible assets			70,131	64,824
			<u>2,361,349</u>	<u>2,370,125</u>

9.1 Following additions / disposals have been made to / from property and equipment:

	June 30, 2018		June 30, 2017	
	(Un-audited)		(Un-audited)	
	Additions	Disposals	Additions	Disposals
	Rs. in '000'			
Building	-	-	153,001	-
Furniture and fixtures	8,749	1,572	29,157	4,425
Office equipment	25,369	2,581	94,023	6,821
Vehicles	221	2	1,850	3,210
Renovations / Premises	30,770	3,326	79,826	13,223
Library books	52	-	-	-
	<u>65,161</u>	<u>7,481</u>	<u>357,857</u>	<u>27,679</u>
9.2 Additions to intangible assets	<u>27,066</u>	<u>-</u>	<u>36,879</u>	<u>-</u>

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR SIX MONTHS ENDED JUNE 30, 2018

		(Un-audited) June 30, 2018	(Audited) December 31, 2017
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10 BORROWINGS FROM FINANCIAL INSTITUTIONS

Secured

Borrowings from State Bank of Pakistan under:

Export refinance scheme

Long term financing facility

		2,190,300	2,014,300
		367,106	296,270
		2,557,406	2,310,570

Repurchase agreement borrowings

10.1

Bai Muajjal payable to other financial institution

10.2

		-	41,822,703
		19,491,029	19,956,313
		19,491,029	61,779,016

Unsecured

Call borrowings

10.3

		1,000,000	100,000
		23,048,435	64,189,586

10.1 Repurchase agreements with financial institutions carried interest rate 5.80% to 6.05% per annum.

10.2 Secured borrowing from financial institution carries interest rate ranging from 5.83 % to 6.54 % (2017: 5.79% to 5.83 %) per annum with maturities up to February 26, 2019.

10.3 Call borrowing from financial institution carries interest rate of 6.42 % (2017: 5.60 %) per annum with maturities up to July 05, 2018.

		(Un-audited) June 30, 2018	(Audited) December 31, 2017
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Rupees in '000'

11 DEPOSITS AND OTHER ACCOUNTS

Customers

Fixed deposits

Savings deposits

Current accounts - non-remunerative

Call deposits

Margin and sundry deposits

		66,346,679	75,022,400
		60,893,927	47,813,215
		37,055,912	30,992,085
		2,849,990	2,814,930
		2,963,333	2,563,796
		170,109,841	159,206,426

Financial Institutions

Remunerative deposits

Non-remunerative deposits

		14,841	40,153
		971	395
		15,812	40,548
		170,125,653	159,246,974

12 DEFERRED TAX ASSET

Provision for balances with other banks

Provision against loans and advances

Provision for diminution in the value of investments

Provision for other assets

Re-measurement of defined benefit plan

Accelerated tax depreciation

Islamic Pool Management reserve

Deficit on revaluation of investments

		3,510	3,510
		-	22,221
		87,203	87,203
		3,448	3,448
		48,285	48,285
		20,005	793
		47,743	42,352
		470,015	171,939
		680,209	379,751

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR SIX MONTHS ENDED JUNE 30, 2018

	(Un-audited) June 30, 2018	(Audited) December 31, 2017
Rupees in '000'		
13 (DEFICIT) / SURPLUS ON REVALUATION OF ASSETS - NET OF TAX		
(Deficit) / surplus on revaluation of available-for-sale securities		
Federal government securities:		
- Market Treasury Bills	(1,955)	(8,210)
- Pakistan Investment Bonds	(1,325,333)	(508,174)
- Government of Pakistan Sukuk	(26,363)	47,678
Fully paid up ordinary shares - listed	10,752	(22,548)
	(1,342,899)	(491,254)
Surplus on revaluation of fixed assets		
Leasehold land	774,183	774,183
	(568,716)	282,929
Related deferred tax asset	470,015	171,939
	(98,701)	454,868
14 CONTINGENCIES AND COMMITMENTS		
14.1 Direct credit substitutes		
Contingent liabilities in respect of guarantees given favouring:		
Banks	-	-
Others	663,816	622,070
	663,816	622,070
14.2 Transaction - related contingent liabilities		
Contingent liabilities in respect of performance bonds, bid bonds, warranties etc. given favouring:		
Government	10,092,330	10,404,667
Others	3,364,111	3,468,222
	13,456,441	13,872,889
This includes expired letters of guarantee aggregating to Rs. 2,878.925 million as at June 30, 2018 (December 31, 2017: Rs. 2,980.699 million) for which the formalities relating to return of the original		
	(Un-audited) June 30, 2018	(Audited) December 31, 2017
Rupees in '000'		
14.3 Trade - related contingent liabilities		
Letters of credit		
Sight	2,915,778	2,806,338
Usance	880,548	523,914
	3,796,326	3,330,252
Acceptances	2,841,796	741,477
	6,638,122	4,071,729
14.4 Commitments in respect of forward exchange contracts		
Purchase	1,559,985	1,005,048
Sale	1,769,684	1,175,536

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR SIX MONTHS ENDED JUNE 30, 2018

All forward exchange contracts are backed by trade related transactions to meet the needs of the Bank's clients to generate trading revenues and, as part of its asset and liability management activity, to hedge its own exposure to currency risk. At the period end, all foreign exchange contracts have a remaining maturity of less than one year.

	(Un-audited) June 30, 2018	(Audited) December 31, 2017
	Rupees in '000'	

14.5 Other commitments

Bills for collection

Inland bills

Foreign bills

36,366	57,559
320,554	584,101
356,920	641,660

14.6 Commitments to extend credit

The Bank makes commitments to extend credit in the normal course of its business but these being revocable commitments do not attract any significant penalty if the facility is unilaterally withdrawn.

14.7 Commitment for the acquisition of operating fixed assets

Commitments as on reporting date amounts to Rs. 30.720 million (December 31, 2017 : Rs. 194.166 million)

14.8 The income tax assessments of the Bank have been finalized upto tax year 2017.

14.9 During financial year 2011, the tax authorities issued an amended order for the tax year 2009 disallowing certain expenditure on account of lack of evidence for such expenditure resulting in an additional tax demand of Rs. 308.900million. The Bank filed an appeal as well as rectification application against the said order. Based on rectification application, the order was amended and accordingly the additional demand was reduced to Rs. 256.349million. During 2012, the Commissioner Inland Revenue (Appeals) [CIR (A)] through an order dated June 01, 2012 has deleted additions on account of disallowances except for the additions under certain heads of expenses having tax impact of approximately Rs. 23million. The Bank had filed an appeal against the order of the Appellate Tribunal Inland Revenue (ATIR) in respect of remaining additions which also decided in favor of the Bank. Subsequently, CIR went in to appeal before Peshawar High Court, Peshawar. The management is confident that matter will be decided in Bank's favor, and the possibility of any outcome against the Bank is remote and accordingly no provision has been made in these financial statements.

14.10 The liquidator of the Indus Bank Limited (IBL), which is under liquidation since January 29, 2001, has lodged a claim of Rs. 11.518million against the Bank in relation to a reverse repo transaction of Rs. 100million with a maturity of February 08, 2001 secured against Federal Investment Bonds. The management of the Bank is confident that the above will have no financial impact as IBL is a defaulter of the Bank to the tune of Rs. 10.028 million which has already been provided for in these financial statements.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR SIX MONTHS ENDED JUNE 30, 2018

15 TAXATION

Includes super tax, levied through Finance Act, 2018, at the rate of 4 % on the taxable income for the period.

Three months ended June 30, 2018	Six months ended June 30, 2018	Three months ended June 30, 2017	Six months ended June 30, 2017
----- Rupees in '000' -----			

16 EARNINGS PER SHARE - BASIC AND DILUTED

Profit after taxation for the period	328,641	776,352	580,889	939,118
	-----Number of Shares-----			

Weighted average number of ordinary shares
outstanding during the period

1,000,252,485	1,000,252,485	1,000,252,485	1,000,252,485
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Earnings per share - basic and diluted
for the period (in Rupees)

0.33	0.78	0.58	0.94
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There is no dilution effect on basic earnings per share.

17 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

	June 30, 2018 (Un-audited)			
	Fair Value			
	Level 1	Level 2	Level 3	Total
	----- Rupees in '000' -----			
On balance sheet financial instruments				
Financial assets measured at fair value				
Held for trading securities				
- Market Treasury Bills	-	3,986,077	-	3,986,077
Available-for-sale securities				
- Market Treasury Bills	-	7,429,555	-	7,429,555
- Pakistan Investment Bonds	-	55,215,385	-	55,215,385
- Shares in listed companies	1,317,756	-	-	1,317,756
- GOP Ijarah Sukuk	-	6,223,825	-	6,223,825
- Term Finance Certificates (TFCs)	-	1,038,265	-	1,038,265
	1,317,756	69,907,030	-	71,224,786
Non - Financial Assets measured at fair value				
Operating fixed assets (Leasehold land)	-	891,441	-	891,441
Off balance sheet financial instruments				
Foreign exchange contracts purchase	-	1,559,985	-	1,559,985
Foreign exchange contracts	-	1,769,684	-	1,769,684

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR SIX MONTHS ENDED JUNE 30, 2018**

December 31, 2017 (Audited)

Fair Value			
Level 1	Level 2	Level 3	Total
----- Rupees in '000' -----			

On balance sheet financial instruments

Financial assets measured at fair value

Held for trading securities

- - - -

Available-for-sale securities

- Market Treasury Bills	46,635,133	-	46,635,133
- Pakistan Investment Bonds	60,305,974	-	60,305,974
- Shares in listed companies	1,332,879	-	1,332,879
- GOP Ijarah Sukuk	6,297,975	-	6,297,975
- Term Finance Certificates (TFCs)	338,305	-	338,305
	1,332,879	113,577,387	114,910,266

Non - Financial Assets measured at fair value

Operating fixed assets (Leasehold land) - 891,441 - 891,441

Off balance sheet financial instruments

Foreign exchange contracts purchase - 1,005,048 - 1,005,048

Foreign exchange contracts - 1,175,536 - 1,175,536

The valuation techniques used for above assets are same as disclosed in annual audited financial statements for the year ended December 31, 2017.

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 with in 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 inputs for the assets or liability that are not based on observable market data (i.e. unobservable inputs).

18 RISK MANAGEMENT

	(Un-audited)	(Audited)
	June 30,	December 31,
	2018	2017

	Rupees in '000'	

18.1 Liquidity Coverage Ratio

High Quality Liquid Assets	54,340,414	102,173,000
Net Cash Outflows	53,309,694	52,212,000
Liquidity Coverage ratio (%)	101.93%	195.69%

18.2 Net Stable Funding Ratio

Available stable funding	92,839,706	90,965,000
Required stable funding	89,378,048	80,750,000
Net Stable Funding Ratio (%)	103.87%	112.65%

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR SIX MONTHS ENDED JUNE 30, 2018

19 ISLAMIC BANKING BUSINESS

19.1 The Bank operates 84 (December 31, 2017: 83) Islamic Banking Branches . The statement of financial position of Bank's Islamic Banking branches as at June 30, is as follows:

Note	(Un-audited) June 30, 2018	(Audited) December 31, 2017
	Rupees in '000'	
ASSETS		
	3,166,004	2,730,430
	1,189,947	874,074
	-	1,529,106
	10,894,583	9,680,394
19.4	35,012,383	41,472,160
	309,878	337,968
	758,183	796,780
Total Assets	51,330,978	57,420,912
LIABILITIES		
	270,822	482,921
	1,000,000	550,000
	20,214,372	16,183,766
	18,647,979	16,388,903
	2,095,946	2,253,399
	1,896,697	1,689,654
	31	31
	-	-
	951,248	552,765
	1,470,649	14,674,193
	46,547,744	52,775,632
NET ASSETS	4,783,234	4,645,280
REPRESENTED BY		
	460,000	460,000
	86,445	42,671
	4,263,152	4,094,931
	4,809,597	4,597,602
	(26,363)	47,678
	4,783,234	4,645,280
19.2 CHARITY FUND		
	-	-
Additions during the period / year		
	2,128	16,417
	74	2,326
	16	73
	25	18
	2,243	18,834
Distribution of charity		
	-	(7,734)
	-	(11,100)
	-	(18,834)
	2,243	-

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR SIX MONTHS ENDED JUNE 30, 2018

19.3 The profit and loss account of the Bank's Islamic Banking branches for the six months ended June 30, is as follows:

	(Un-audited) June 30, 2018	(Un-audited) June 30, 2017
	Rupees in '000'	
Return earned	1,536,148	1,099,071
Return expensed	(590,892)	(315,730)
	<u>945,256</u>	<u>783,341</u>
(Reversal) / provision against loans and advances - net	(27,880)	7,836
(Reversal) for diminution in the value of investments	-	(7,951)
	<u>(27,880)</u>	<u>(115)</u>
Net return after provisions	973,136	783,456
OTHER INCOME		
Fee, commission and brokerage income	39,833	36,887
Dividend income	-	893
Income from dealing in foreign currencies	27,481	18,221
Unrealised gain / (loss) on revaluation of held-for-trading securities	-	-
Gain on sale of securities	-	-
Other income	29,045	19,560
Total other income	<u>96,359</u>	<u>75,561</u>
	<u>1,069,495</u>	<u>859,017</u>
OTHER EXPENSES		
Administrative expenses	724,681	621,173
Other charges	100	13
Total other charges	<u>724,781</u>	<u>621,186</u>
PROFIT BEFORE TAXATION	<u>344,714</u>	<u>237,831</u>
Taxation	(134,438)	(92,754)
PROFIT AFTER TAXATION	<u>210,276</u>	<u>145,077</u>
Remuneration to Shariah Advisor	<u>1,906</u>	<u>2,035</u>

	(Un-audited) June 30, 2018	(Audited) December 31, 2017
	Rupees in '000'	

19.4 Islamic Financing and Related Assets

	(Un-audited) June 30, 2018	(Audited) December 31, 2017
	Rupees in '000'	
Murabaha financings	2,852,378	3,555,655
Ijarah financings	1,171,954	761,525
Diminishing musharaka	3,678,951	1,853,726
Istisna work-in-progress	3,899,995	2,376,042
Qarz-e-Hasna	25,790	69,777
Running Musharakah	<u>23,500,000</u>	<u>33,000,000</u>
	<u>35,129,068</u>	<u>41,616,725</u>
Provision for non-performing facilities	(116,685)	(144,565)
	<u>35,012,383</u>	<u>41,472,160</u>

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR SIX MONTHS ENDED JUNE 30, 2018**

	(Un-audited) June 30, 2018	(Audited) December 31, 2017
	Rupees in '000'	
A-1.1 Murabaha financings		
Murabaha receivable	2,447,116	2,807,180
Assets / Inventories	405,262	748,475
	2,852,378	3,555,655
A-1.2 Ijarah financings		
Net investment in Ijarah	5,944	6,155
Ijarah under IFAS-II		
- Ijarah	1,152,933	742,077
- Advances	13,077	13,293
Assets/Inventories/Advances	1,166,010	755,370
	1,171,954	761,525
A-1.3 Diminishing musharaka		
Diminishing musharaka	2,709,297	1,766,682
Advances / Inventories	969,654	87,044
	3,678,951	1,853,726
A-1.4 Istisna Work in process		
Istisna work in process	3,774,995	2,376,042
Istisna sales receivable	125,000	-
	3,899,995	2,376,042

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR SIX MONTHS ENDED JUNE 30, 2018

20 RELATED PARTY TRANSACTIONS

The Bank has related party relationships with Government of Khyber Pakhtunkhwa (majority shareholder), associate, directors, key management personnel and employee benefit plans.

Banking transactions with related parties are carried out in the normal course of business at agreed terms. Contributions to and accruals in respect of staff retirement benefits and other benefit plan are made in accordance with actuarial valuation / terms of benefit plan. Refer to note No. 7.1 of the condensed interim financial statements for investment in

Transactions with key management personnel are in accordance with the terms of their employment. Other transactions are at agreed terms.

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

	June 30, 2018 (Un-audited)			December 31, 2017 (Audited)		
	Directors and key management personnel	Associate	Employee Funds	Directors and key management personnel	Associate	Employee Funds
----- Rupees in '000' -----						
Advances:						
At January 1,	260,785	-	-	193,406	-	-
Disbursed during the period / year	49,668	-	-	128,731	-	-
Repaid during the period / year	(26,110)	-	-	(61,352)	-	-
Balance as at June 30 / December 31	284,343	-	-	260,785	-	-
Deposits:						
At January 1,	26,770	21,546	26,438	43,360	21,677	281,325
Deposited during the period / year	100,953	31,885	471,538	376,771	32,172	1,864,743
Repaid during the period / year	(104,813)	(27,489)	(323,225)	(393,361)	(32,303)	(2,119,630)
Balance as at June 30 / December 31	22,910	25,942	174,751	26,770	21,546	26,438
Placements	-	-	1,888,500	-	-	1,934,000

	For the six months ended June 30, 2018 (Un-audited)			For the six months ended June 30, 2017 (Un-audited)		
	Directors and key management personnel	Associate	Employee Funds	Directors and key management personnel	Associate	Employee Funds
----- Rupees in '000' -----						
Transactions, income and expenditure						
Mark-up / return / interest earned	4,776	-	-	4,648	-	-
Mark-up / return / interest expended	626	381	132,967	902	707	22,354
Fees and expenses	6,301	-	-	3,354	-	-

20.2 Although the Government of Khyber Pakhtunkhwa holds 70.20% shares of the Bank (December 31, 2017: 70.20%), the transactions with it have not been treated as related party transactions for the purpose of this disclosure.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR SIX MONTHS ENDED JUNE 30, 2018

21 SEGMENT DETAILS WITH RESPECT TO BUSINESS ACTIVITIES

	For the six months ended June 30, 2018 (Un-audited)				
	Corporate Finance	Trading & Sales	Retail Banking	Commercial Banking	Total
	Rupees in '000'				
Total income	1,625,733	4,184,910	179,896	1,514,176	7,504,715
Total expenses	(1,365,929)	(3,930,265)	(143,470)	(1,288,699)	(6,728,363)
Net income	259,804	254,645	36,426	225,477	776,352
	For the six months ended June 30, 2017 (Un-audited)				
	Corporate Finance	Trading & Sales	Retail Banking	Commercial Banking	Total
	Rupees in '000'				
Total income	3,240,507	1,468,750	79,850	3,382,233	8,171,340
Total expenses	(2,837,438)	(1,119,429)	(55,387)	(3,219,969)	(7,232,222)
Net income	403,069	349,321	24,463	162,264	939,118


22 DATE OF AUTHORISATION

This condensed interim financial information was authorised for issue on August 17, 2018 by the Board of Directors of the Bank.


Chief Financial
Officer


Acting Managing
Director


Director


Director


Director

