



TAKING THE PROGRESSIVE DIRECTION

QUARTERLY REPORT
MARCH 31, 2014

Summit **S** *Bank*
Committed to you

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CORPORATE INFORMATION



Board of Directors

Mr. Nasser Abdulla Hussian Lootah
Chairman

Mr. Husain Lawai
President and CEO

Mr. Nasim Beg
Director

Mr. Asadullah Khawaja
Director

Mr. M. Farid Uddin
Director

Mr. Shehryar Faruque
Director

Muhammad Zahir Esmail
Director

Audit Committee

Mr. Asadullah Khawaja
Chairman

Mr. Nasim Beg
Member

Mr. Shehryar Faruque
Member

Risk Management Committee

Mr. Nasim Beg
Chairman

Mr. Asadullah Khawaja
Member

Mr. Shehryar Faruque
Member

Mr. Husain Lawai
Member

Human Resource (HR) Committee

Mr. Shehryar Faruque
Chairman

Mr. Nasim Beg
Member

Mr. Asadullah Khawaja
Member

Mr. Husain Lawai
Member

CFO and Company Secretary - Acting

Syed Imran Hashmi

Auditors

Ernst & Young Ford Rhodes Sidat Hyder
Chartered Accountants

Legal Advisors

Tahir Ali Tayebi & Co.
Hyat & Meerjees

Head Office

Arif Habib Centre, 23 M.T Khan Road
Karachi-74000. Pakistan
UAN: (021) 111-124-725
Fax: 021 32435736

Registered Office

Plot No. 6-B, F-6, Supermarket, Islamabad, Pakistan

Share Registrar

Technology Trade (Pvt) Ltd
Dagia House, 241-C, Block 2, PECHS
off Shahrah-e-Qaideen, Karachi-74000, Pakistan
Tel: (021) 34391316-7
Fax: (021) 34391318

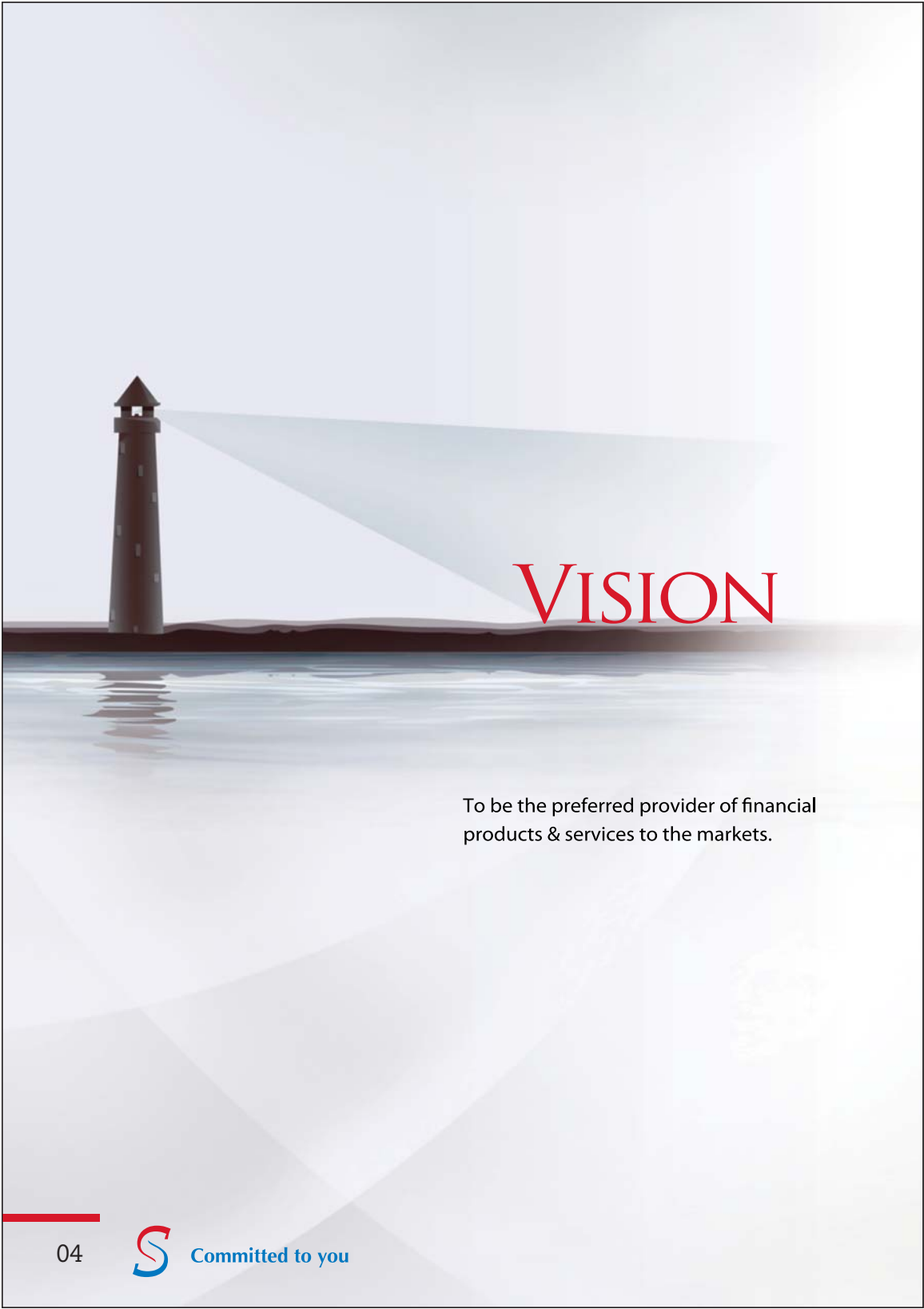
Entity Ratings

Rated by JCR-VIS
Medium to Long term "A-"
Short Term "A-3"

Email: info@summitbank.com.pk

website: www.summitbank.com.pk

Toll Free: 0800-24365



VISION

To be the preferred provider of financial products & services to the markets.

MISSION

- To be a financial institution based on Trust, Integrity and Good Governance.
- To deliver financial solutions to our customers.
- To provide equal opportunities & professional working environment to our employees.
- To provide fair return to our shareholders on their investment.
- To serve the community at large.
- To discharge corporate social responsibility.



DIRECTORS' REPORT

On behalf of the Board of Directors of Summit Bank Limited, I present herewith the un-audited un-consolidated financial statements of the Bank for the period ended March 31, 2014.

Performance Review

Operational highlights of the Bank for the period under review are:

	March 31, 2014	March 31, 2013
	(Un-audited) Rupees in '000	
Operating loss before provisions and diminution in the value of investments	(240,608)	(556,323)
Reversal of provision against non-performing advances	20,740	103,801
Provision for diminution in the value of investments	(75,972)	(59,292)
Bad debts written off directly	(424)	(99)
Loss before tax	(296,264)	(511,913)
Taxation charge	102,058	154,989
Loss after tax	(398,322)	(666,902)
Loss per share - Rupees	(0.27)	(0.62)

Continuing from last year (i.e. 2013), Alhamdulillah, the Bank's operational performance is improving day by day. The Bank has successfully reduced its operating loss before provisions and diminution in the value of investments by Rs. 315.715 million (March 31, 2014: Rs. 240.608 million, March 31, 2013: Rs. 556.323 million). During the current quarter, the net mark-up / interest income (NIM) of the Bank increased by almost threefold as compared to corresponding period of previous year (March 31, 2014: Rs. 363.981 million, March 31, 2013: Rs. 95.861 million). This increase is a result of Management's persistent approach towards:

- Rationalizing its return on funds deployed;
- Improving recovery against non-performing loans (NPLs); and
- Reducing cost of deposit (COD) by continuously improving CASA (especially current) deposits and diluting high cost & concentrated deposits.

The Bank maintained its deposits over Rs. 100 billion mark after first time achieving it during December 2013. There is a continuous decline in the Cost of Deposit of the Bank which has further been reduced to 5.76% as compared to 6.85% as on March 31, 2013.

On the front of NPLs of Rs. 17.809 million as of December 31, 2013 of the Bank, the Management's untiring efforts for their early recovery resulted in reduction in NPLs by Rs. 594.705 million thus reducing the NPLs to a figure of Rs. 17.214 million as of March 31, 2014. This consequently resulted in gross reversals in provision against NPLs by Rs. 403.875 million. However, this was almost absorbed by additional time-based provisions against NPLs made during the period March 2014 amounting to Rs. 383.135 million. The additional provisions mainly consists of impact of reduction in recognition of the Forced Sale Value of the collateral held by the Bank in line with the regulatory requirements. Importantly, continuous efforts of the Management to recover the NPLs improved provisions coverage ratio to 65.74% from 63.65%. The Management is fully focused in continuing the recovery drive in future as well.

The non-mark-up income of the Bank stood at Rs. 499.118 million, i.e. an increase of 32% (Rs. 120.449 million) as compared with earnings under this head of Rs. 378.669 million during corresponding period. To further improve non-mark-up income of the Bank, the Management is committed to provide swift and quality services to existing and new customers.

Economic Outlook

Pakistan's overall economic indicators have moved in positive direction including containment of fiscal deficit, stable inflation rate, growth in large scale manufacturing and appreciation in Rupee against US dollar. Despite these positive developments, the strenuous structural reforms are required to improve balance of payment position, private financial inflows and trade deficit in order to continue the momentum in long run and minimize the reliance on short term measures such as non-recurring inflows and foreign loans.

Minimum Capital Requirement

The State Bank of Pakistan has set the minimum capital requirement for banks to Rs.10 billion that was to be achieved in a phased manner by December 31, 2013. However, the equity of the Bank net of losses as of March 31, 2014 amounted to Rs. 3.872 billion.

The SBP has allowed the Bank extension in meeting the MCR and CAR requirements till September 30, 2014.

In order to meet the above shortfall, the Bank intends to raise further capital of Rs.5 billion from domestic and international market to meet the regulatory capital requirements. In this connection, the Bank has received advance from Sponsors against proposed right issue of shares to the tune of Rs. 1.084 billion as of March 31, 2014 and subsequent to that date the amount of advance against proposed right issue of shares has increased to Rs. 1.988 billion.

Credit rating

The medium to long-term rating of the Bank rated by JCR-VIS, credit rating Company, is 'A-' whereas short-term rating of the Bank is 'A-3'.

Islamic Banking

In line with the Bank's conversion plan from Conventional Banking to Islamic Banking in three years i.e. by 2016, the first step had already been taken with the opening of the first Islamic Banking Branch of Summit Bank in March 2014. The Branch is functional with various Islamic products and is ready to cater the Shariah Compliant Customers' needs.

Agriculture Financing

In order to overcome the traditional difficulties being faced by small and medium farmers in availing financing from banks for the cultivation of their crops, the Bank has successfully entered into agricultural financing. The relevant products are designed to assist small farmers in meeting their short-term input for crop seed, fertilizer etc.

Future Outlook

The Bank's strategic impetus is to remain resilient during the rapidly evolving market dynamics with a strong focus on risk management, cost rationalization, sustained investment in our network expansion and technology driven product offerings.

Furthermore, the Bank is also planning to introduce the product of 'Custodial Services' of exchange tradable instruments which will enable our customers to directly link with Stock Market through our wholly owned subsidiary 'Summit Capital (Private) Limited'.

Acknowledgements

I, on the behalf of the Board, would like to express gratitude and thanks to the State Bank of Pakistan and the Securities and Exchange Commission of Pakistan for their professional support and continued guidance. I would also like to thank our valued customers for their continuous confidence and trust that they have reposed in the Bank. Finally and importantly, I would like to thank our shareholders for their continued patronage and support; and also the management and the staff for their dedication, hard work and commitment.

On behalf of Board of Directors

Husain Lawai
President & CEO

Karachi
April 28, 2014

SUMMIT BANK LIMITED

**UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS**

AS AT MARCH 31, 2014

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2014

	Note	Un-audited March 31, 2014	Audited December 31, 2013
		----- Rupees in `000 -----	
ASSETS			
Cash and balances with treasury banks		8,107,835	9,203,568
Balances with other banks		3,520,508	2,302,085
Lendings to financial institutions		304,527	1,555,000
Investments	7	38,982,279	39,688,247
Advances	8	51,872,238	54,208,474
Operating fixed assets	9	6,369,135	6,181,540
Deferred tax assets - net	10	5,741,890	5,799,860
Other assets		6,360,371	6,621,261
		121,258,783	125,560,035
LIABILITIES			
Bills payable		1,752,854	2,205,414
Borrowings		10,953,129	9,961,198
Deposits and other accounts	11	100,072,866	106,351,042
Sub-ordinated loans		1,498,620	1,498,620
Liabilities against assets subject to finance lease		-	-
Deferred tax liabilities		-	-
Other liabilities		2,681,644	2,155,018
		116,959,113	122,171,292
NET ASSETS		4,299,670	3,388,743
REPRESENTED BY			
Share capital		10,779,796	10,779,796
Convertible preference shares		2,155,959	2,155,959
Reserves		(1,811,675)	(1,811,675)
Accumulated losses		(8,271,430)	(7,876,440)
Advance against proposed right issue	12	1,084,500	-
		3,937,150	3,247,640
Surplus on revaluation of assets - net of tax		362,520	141,103
		4,299,670	3,388,743
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The annexed notes from 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.

 President &
 Chief Executive

 Director

 Director

 Director

UNCONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE PERIOD ENDED MARCH 31, 2014

		March 31, 2014	March 31, 2013
	Note	----- Rupees in `000 -----	
Mark-up / return / interest earned		2,065,080	2,577,187
Mark-up / return / interest expensed		(1,701,099)	(2,481,326)
Net mark-up / interest income		363,981	95,861
Reversal of provision against non-performing loans and advances	8.3.1	20,740	103,801
Provision for diminution in the value of investments	7.2	(75,972)	(59,292)
Bad debts written off directly	8.4	(424)	(99)
		(55,656)	44,410
Net mark-up / interest income after provisions		308,325	140,271
NON MARK-UP / INTEREST INCOME			
Fee, commission and brokerage income		206,804	174,427
Dividend income		3,153	65,761
Gain from dealing in foreign currencies		102,779	84,726
Gain on sale of securities - net		158,296	23,382
Gain on disposal of operating fixed assets		3,655	2,387
Unrealised loss on revaluation of investments classified as held-for-trading		(355)	(2,085)
Other income		24,786	30,071
Total non-mark-up / interest income		499,118	378,669
		807,443	518,940
NON MARK-UP / INTEREST EXPENSES			
Administrative expenses		(1,102,783)	(1,019,027)
Other provisions / write-offs		984	(6,961)
Other charges		(1,908)	(4,865)
Total non-mark-up / interest expenses		(1,103,707)	(1,030,853)
		(296,264)	(511,913)
Extra ordinary / unusual items		-	-
Loss before taxation		(296,264)	(511,913)
Taxation			
Current		(23,994)	(21,027)
Prior years'		-	-
Deferred		(78,064)	(133,962)
		(102,058)	(154,989)
Loss after taxation		(398,322)	(666,902)
		----- Rupees -----	
Loss per share - basic and diluted	14	(0.27)	(0.62)

The annexed notes from 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.

 President &
 Chief Executive

 Director

 Director

 Director

QUARTERLY REPORT 2014

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
 FOR THE PERIOD ENDED MARCH 31, 2014

	March 31, 2014	March 31, 2013
	----- Rupees in `000 -----	
Loss after taxation	(398,322)	(666,902)
Other comprehensive income - net		
Not to be reclassified to profit and loss account in subsequent periods		
Actuarial gain / (loss) on defined benefit plan	-	-
Total comprehensive loss for the period	(398,322)	(666,902)

Surplus / (deficit) on revaluation of 'Available-for-sale securities' and 'Fixed assets' are presented under a separate head below equity as 'surplus / (deficit) on revaluation of assets' in accordance with the requirements specified by the State Bank of Pakistan vide its BSD Circular No. 20 dated August 04, 2000 and the Companies Ordinance, 1984 respectively.

The annexed notes from 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.

UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE PERIOD ENDED MARCH 31, 2014

	Note	March 31, 2014	March 31, 2013
----- Rupees in `000 -----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss before taxation		(296,264)	(511,913)
Less: Dividend income		(3,153)	(65,761)
		<u>(299,417)</u>	<u>(577,674)</u>
Adjustments:			
Depreciation		140,344	135,799
Amortization		16,973	20,999
Reversal of provision against loans and advances - net		(20,740)	(103,801)
Bad debts directly written off		424	99
Other provisions / write offs		(984)	6,961
Provision for diminution in the value of investments - net		75,972	59,292
Unrealised loss on revaluation of investments classified as held-for-trading		355	2,085
Gain on disposal of operating fixed assets		(3,655)	(2,387)
		<u>208,689</u>	<u>119,047</u>
		<u>(90,728)</u>	<u>(458,627)</u>
Decrease / (increase) in operating assets			
Lendings to financial institutions		1,250,473	591,163
Investments in held-for-trading securities - net		29,032	(45,195)
Advances - net		2,356,552	(64,166)
Other assets (excluding taxation) - net		269,853	(436,240)
		<u>3,905,910</u>	<u>45,562</u>
(Decrease) / increase in operating liabilities			
Bills payable		(452,560)	(192,800)
Borrowings from financial institutions		859,539	4,488,557
Deposits and other accounts		(6,278,176)	1,719,359
Other liabilities		526,626	157,841
		<u>(5,344,571)</u>	<u>6,172,957</u>
		<u>(1,529,389)</u>	<u>5,759,892</u>
Income tax paid		(31,973)	(13,531)
Net cash (outflow) / inflow from operating activities		<u>(1,561,362)</u>	<u>5,746,361</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Investments in available-for-sale securities - net		2,775,164	(8,292,351)
Investments in held-to-maturity securities - net		(1,967,110)	(3,314)
Dividend received		3,153	65,761
Investment in operating fixed assets		(350,237)	(118,982)
Sale proceeds from disposal of property and equipment		6,190	8,342
Sale proceeds from disposal of non-banking assets		-	37,311
Net cash inflow / (outflow) from investing activities		<u>467,160</u>	<u>(8,303,233)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Advance against proposed right issue		1,084,500	-
Net cash inflow from financing activities		<u>1,084,500</u>	<u>-</u>
Decrease in cash and cash equivalents		(9,702)	(2,556,872)
Cash and cash equivalents at beginning of the period		11,439,681	11,669,898
Cash and cash equivalents at end of the period	15	<u>11,429,979</u>	<u>9,113,026</u>

The annexed notes from 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.

 President &
 Chief Executive

 Director

 Director

 Director

QUARTERLY REPORT 2014



UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2014



	Capital reserve					Revenue reserve			
	Share capital	Convertible preference shares	Advance against proposed right issue	Share premium account	Discount on issue of shares	Statutory reserve	Reserve arising on amalgamation	Accumulated losses	Total
	----- (Rupees in '000) -----								
Balance as at January 01, 2013 - restated	10,779,796	-	-	1,000,000	(1,297,298)	64,828	(1,579,205)	(6,069,740)	2,898,381
Net loss transferred to equity for the quarter ended March 31, 2013	-	-	-	-	-	-	-	(666,902)	(666,902)
Transfer from Surplus on revaluation of fixed assets on account of incremental depreciation - net of deferred tax	-	-	-	-	-	-	-	3,363	3,363
Balance as at March 31, 2013	10,779,796	-	-	1,000,000	(1,297,298)	64,828	(1,579,205)	(6,733,279)	2,234,842
Issue of Convertible preference shares - listed	-	2,155,959	-	-	-	-	-	-	2,155,959
Net loss transferred to equity during the period ended December 31, 2013	-	-	-	-	-	-	-	(1,161,322)	(1,161,322)
Other comprehensive income	-	-	-	-	-	-	-	185	185
Transfer from Surplus on revaluation of fixed assets on account of incremental depreciation - net of deferred tax	-	-	-	-	-	-	-	(1,161,137)	(1,161,137)
Balance as at December 31, 2013	10,779,796	2,155,959	-	1,000,000	(1,297,298)	64,828	(1,579,205)	(7,876,440)	17,976
Advance against proposed right issue	-	-	1,084,500	-	-	-	-	-	1,084,500
Net loss transferred to equity for the quarter ended March 31, 2014	-	-	-	-	-	-	-	(398,322)	(398,322)
Transfer from Surplus on revaluation of fixed assets on account of incremental depreciation - net of deferred tax	-	-	-	-	-	-	-	3,332	3,332
Balance as at March 31, 2014	10,779,796	2,155,959	1,084,500	1,000,000	(1,297,298)	64,828	(1,579,205)	(8,271,430)	3,937,150

The annexed notes from 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.

President &
Chief Executive

Director

Director

Director

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2014

1. STATUS AND NATURE OF BUSINESS

- 1.1** Summit Bank Limited (the Bank) was incorporated in Pakistan as public company limited by shares on December 09, 2005 under the Companies Ordinance, 1984. It is listed on all the stock exchanges of Pakistan. Registered office of the Bank is situated at Plot No. 6-B, F-6, Supermarket, Islamabad, Pakistan.
- 1.2** The Bank is principally engaged in the business of banking through its 187 branches (2013: 187 Branches) including 1 Islamic banking branch (commenced its operation on March 07, 2014) in Pakistan as defined in the Banking Companies Ordinance, 1962. The medium to long-term rating of the Bank rated by JCR-VIS, credit rating company, is 'A-' whereas short-term rating of the Bank is 'A-3'.
- 1.3** The State Bank of Pakistan (SBP) through its BSD Circular No. 7 dated April 15, 2009 has prescribed that the minimum paid-up capital (net of losses) for Banks / Development Finance Institutions (DFIs) be raised to Rs.10 billion by the year ending December 31, 2013. The raise is to be achieved in a phased manner requiring Rs.10 billion paid-up capital (free of losses) by the end of the financial year 2013. Further, vide its aforesaid Circular, the SBP has prescribed the banks to achieve minimum Capital Adequacy Ratio (CAR) of 10% with effect from December 31, 2009 irrespective of their CAMEL-S rating, till further instructions. The paid up capital of the Bank (net of losses) as of March 31, 2014 amounted to Rs. 3,872.322 million and CAR remained below the prescribed level of 10%.

SBP vide its letter number BPRD/BA&CP/649/17695/2013 dated December 02, 2013 has allowed the Bank extension in meeting the MCR and CAR requirement till September 30, 2014.

In view of the above shortfall in meeting the regulatory capital requirements and the financial condition of the Bank, the management and sponsors of the Bank have taken the following steps:

- The Bank intends to raise further capital of Rs.5 billion from domestic and international market to meet the regulatory capital requirements. Further, the Bank has received advance against proposed right issue of shares of Rs 1.084 billion from their sponsors against their portion as of March 31, 2014 and subsequent to period end, the Bank has received amount to the extent of Rs 1.988 billion.
- The management of the Bank has prepared financial projections for a period of five years for the purpose of setting the future course of action for the Bank. These projections are approved by the Board and envisage additional capital injection through equity into the Bank and indicate future profitable operations based on various assumptions such as growth of deposits and advances, investment returns, recoveries against loan losses, interest rates, cost of funds, etc. Under the said projections, the Bank will meet the MCR in the year 2014.

Based on the above, the Bank's management and the Board have made an assessment and are satisfied that the Bank has adequate resources to continue its business in the foreseeable future and therefore, have prepared these unconsolidated condensed interim financial statements on a going concern basis. In making such assessments, the Board has taken into account the material uncertainties with respect to events or conditions that may impact the recapitalisation plan of the Bank and, consequently, its sustainability in the future.

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2014

2. BASIS OF PRESENTATION

These unconsolidated condensed interim financial statements is presented in condensed form in accordance with approved accounting standards as applicable in Pakistan for Interim Financial Reporting. These unconsolidated condensed interim financial statements does not include all of the information required for full financial information and should be read in conjunction with the unconsolidated financial statements of the Bank for the year ended December 31, 2013.

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 purchase and sale arising under these arrangements are not reflected in these unconsolidated condensed interim financial statements as such but are restricted to the amount of facility actually utilised and the appropriate portion of mark-up thereon.

The Islamic Banking branch of the Bank has 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 Ordinance, 1984.

The financial results of the Islamic Banking branch of the Bank has been included in these unconsolidated condensed interim financial statements for reporting purposes, after eliminating material inter-branch transactions / balances. Key financial figures of the Islamic Banking branch are disclosed in note 17 to these unconsolidated condensed interim financial statements.

These unconsolidated condensed interim financial statements of the Bank are being submitted to the shareholders in accordance with the requirement of section 245 of the Companies Ordinance 1984.

3. STATEMENT OF COMPLIANCE

3.1 These unconsolidated condensed interim financial statements of the Bank for the period ended March 31, 2014 are unaudited and have been prepared in accordance with the requirements of the International Accounting Standard 34 - 'Interim Financial Reporting' and the requirements of BSD Circular Letter No. 2 dated May 12, 2004 and provisions of and directives issued under the Companies Ordinance, 1984 and the Banking Companies Ordinance, 1962 and the directives issued by the SBP. In case the requirements differ, the provisions of and directives issued under the Companies Ordinance, 1984 and the Banking Companies Ordinance, 1962, and the directives issued by the SBP shall prevail.

3.2 The SBP has deferred the applicability of International Accounting Standard (IAS) 39, 'Financial Instruments: Recognition and Measurement' and International Accounting Standard (IAS) 40, 'Investment Property' for banking companies through BSD Circular Letter No. 10 dated August 26, 2002 till further instructions. Further, the SECP has deferred the applicability of International Financial Reporting Standard (IFRS) 7 'Financial Instruments: Disclosures' through its notification S.R.O. 411(I)/2008 dated April 28, 2008. Accordingly, the requirements of these standards have not been considered in the preparation of these unconsolidated condensed interim financial statements. However, investments have been classified and valued in accordance with the requirements prescribed by the SBP through various circulars.

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2014

- 3.3** Accounting standards, amendments and interpretations to such standards that are mandatory for accounting periods beginning on or after January 1, 2014 which are either not relevant or considered to have no significant effect on these unconsolidated condensed interim financial statements or disclosures thereof, are not listed in these unconsolidated condensed interim financial statements.
- 3.4** These unconsolidated condensed interim financial statements represent the separate condensed interim financial statements of the Bank. The consolidated condensed interim financial statements of the Bank and its subsidiary company are presented separately.

4. BASIS OF MEASUREMENT

These unconsolidated condensed interim financial statements have been prepared under the historical cost convention, except that certain investments and commitments in respect of forward exchange contracts have been carried at revalued amounts. All amounts are in Pakistan Rupees which is the functional and presentation currency of the Bank.

The preparation of unconsolidated condensed interim financial statements in conformity with approved accounting standards requires certain judgments, accounting estimates and assumptions. It also requires the management to exercise its judgment in the process of applying the Bank's accounting policies. These estimates and associated assumptions are continually evaluated and are based on historical experience, statutory requirements and other factors considered reasonable in the circumstances. Revision to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected. The estimates and assumptions that are expected to have a significant effect on the assets and liabilities, income and expenses have been disclosed in note 6 to these unconsolidated condensed interim financial statements.

5. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- 5.1** The accounting policies adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the annual unconsolidated financial statement of the Bank for the year ended December 31, 2013.
- 5.2** The financial risk management objectives and policies are consistent with those disclosed in the annual unconsolidated financial statements of the Bank for the year ended December 31, 2013.

6. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

The basis for significant accounting estimates and judgments adopted in the preparation of these unconsolidated condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Bank for the year ended December 31, 2013.

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE PERIOD ENDED MARCH 31, 2014

7. INVESTMENTS

Note	March 31, 2014 - Un-audited			December 31, 2013 - Audited		
	Held by Bank	Given as collateral	Total	Held by Bank	Given as collateral	Total
7.1 Investments by types:						
Held-for-trading securities						
	26,873	-	26,873	57,267	-	57,267
Available-for-sale securities						
Market Treasury Bills	12,526,455	5,416,284	17,942,739	17,556,833	5,705,704	23,262,537
Pakistan Investment Bonds	12,554,120	1,180,661	13,734,781	11,419,676	-	11,419,676
Government of Pakistan Sukuk	50,950	-	50,950	-	-	-
Listed Ordinary shares	2,915,375	51,240	2,966,615	2,886,908	53,187	2,940,095
Preference shares	111,168	-	111,168	111,168	-	111,168
Unlisted Ordinary shares	1,000	-	1,000	1,000	-	1,000
Mutual fund units - open end	45,000	-	45,000	25,000	-	25,000
Term Finance Certificates - listed	184,559	-	184,559	186,239	-	186,239
Term Finance Certificates - unlisted	1,503,931	-	1,503,931	1,503,982	-	1,503,982
Sukuk Bonds	998,497	-	998,497	864,707	-	864,707
	30,891,055	6,648,185	37,539,240	34,555,513	5,758,891	40,314,404
Held to maturity						
Pakistan Investment Bonds	2,216,366	-	2,216,366	249,256	-	249,256
Subsidiaries						
Unlisted Ordinary shares	396,942	-	396,942	396,942	-	396,942
Investments at cost	33,531,236	6,648,185	40,179,421	35,258,978	5,758,891	41,017,869
Less: Provision for diminution in the value of investments	(1,173,208)	-	(1,173,208)	(1,097,236)	-	(1,097,236)
Investments - net of provisions	32,358,028	6,648,185	39,006,213	34,161,742	5,758,891	39,920,633
Deficit on revaluation of held-for-trading securities	(355)	-	(355)	(1,362)	-	(1,362)
(Deficit) / Surplus on revaluation of available-for-sale securities	(36,997)	13,418	(23,579)	(216,045)	(14,979)	(231,024)
Total investments	32,320,676	6,661,603	38,982,279	33,944,335	5,743,912	39,688,247

Note	Un-audited March 31, 2014	Audited December 31, 2013
7.2 Particulars of provision		
Opening balance	1,097,236	1,017,824
Charge for the period / year	130,269	458,996
Reversal during the period / year	(54,297)	(379,584)
	75,972	79,412
Closing balance	1,173,208	1,097,236

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE PERIOD ENDED MARCH 31, 2014

	Note	Un-audited March 31, 2014	Audited December 31, 2013
----- Rupees in `000 -----			
7.3 Particulars of provision in respect of type and segment			
Available-for-sale securities			
Ordinary shares of listed companies		501,137	421,830
Ordinary shares of unlisted companies		1,000	1,000
Term Finance Certificates - listed		65,421	65,907
Term Finance Certificates - unlisted		232,895	248,252
Sukuk Bonds		174,983	162,475
		975,436	899,464
Subsidiary		197,772	197,772
		1,173,208	1,097,236
8. ADVANCES			
Loans, cash credits, running finances, etc.- in Pakistan		58,901,583	61,369,573
Net investment in finance lease - in Pakistan	8.2	355,416	319,967
Bills discounted and purchased (excluding Treasury Bills)			
Payable in Pakistan		1,999,864	1,972,577
Payable outside Pakistan		1,954,732	1,906,621
		3,954,596	3,879,198
Advances - gross		63,211,595	65,568,738
Provision against non-performing advances	8.3.1	(11,339,357)	(11,360,264)
Advances - net of provision		51,872,238	54,208,474
8.1 Particulars of advances			
8.1.1 In local currency		60,385,278	63,633,006
In foreign currencies		2,826,317	1,935,732
		63,211,595	65,568,738
8.1.2 Short-term (upto one year)		52,109,480	54,647,058
Long-term (over one year)		11,102,115	10,921,680
		63,211,595	65,568,738
8.2 Net investment in finance lease - in Pakistan			

	March 31, 2014 - Un-audited				December 31, 2013 - Audited			
	Not later than one year	Later than one and less than five years	Over five years	Total	Not later than one year	Later than one and less than five years	Over five years	Total
----- Rupees in `000 -----								
Lease rentals receivable	94,833	244,958	-	339,791	99,183	185,701	-	284,884
Residual value	48,461	24,398	-	72,859	49,991	17,751	-	67,742
Minimum lease payments	143,294	269,356	-	412,650	149,174	203,452	-	352,626
Financial charges for future periods	(11,476)	(45,758)	-	(57,234)	(11,799)	(20,860)	-	(32,659)
Present value of minimum lease payments	131,818	223,598	-	355,416	137,375	182,592	-	319,967

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE PERIOD ENDED MARCH 31, 2014

8.3 Advances include Rs. 17,214.336 million (December 31, 2013: Rs.17,809.041 million) which have been placed under non-performing status as detailed below:

Category of classification	March 31, 2014 - Un-audited			December 31, 2013 - Audited		
	Classified advances	Provision required	Provision held	Classified advances	Provision required	Provision held
----- Rupees in '000 -----						
Other assets especially mentioned	24,813	1,382	1,382	13,348	1,335	1,335
Substandard	122,044	7,834	7,834	483,761	39,712	39,712
Doubtful	665,918	158,114	158,114	597,697	151,916	151,916
Loss	16,401,561	11,150,277	11,150,277	16,714,235	11,144,996	11,144,996
	<u>17,214,336</u>	<u>11,317,607</u>	<u>11,317,607</u>	<u>17,809,041</u>	<u>11,337,959</u>	<u>11,337,959</u>

8.3.1 Particulars of provision against non-performing advances

	March 31, 2014 - Un-audited			December 31, 2013 - Audited		
	Specific	General	Total	Specific	General	Total
----- Rupees in '000 -----						
Opening balance	11,337,959	22,305	11,360,264	12,390,815	2,488	12,393,303
Charge for the period / year	381,825	1,310	383,135	2,336,487	19,817	2,356,304
Reversals during the period / year	(402,010)	(1,865)	(403,875)	(3,274,008)	-	(3,274,008)
	(20,185)	(555)	(20,740)	(937,521)	19,817	(917,704)
Amount written off	(167)	-	(167)	(115,335)	-	(115,335)
Closing balance	<u>11,317,607</u>	<u>21,750</u>	<u>11,339,357</u>	<u>11,337,959</u>	<u>22,305</u>	<u>11,360,264</u>

8.3.2 Particulars of provision against non-performing advances

	March 31, 2014 - Un-audited			December 31, 2013 - Audited		
	Specific	General	Total	Specific	General	Total
----- Rupees in '000 -----						
In local currency	11,317,607	21,750	11,339,357	11,337,959	22,305	11,360,264
In foreign currencies	-	-	-	-	-	-
	<u>11,317,607</u>	<u>21,750</u>	<u>11,339,357</u>	<u>11,337,959</u>	<u>22,305</u>	<u>11,360,264</u>

8.3.3 Consistent with prior year, the Bank has availed the benefit of Forced Sale Value (FSV) of pledged stocks, mortgaged residential, commercial and industrial properties (land and building only) and plant and machinery under charge held as collateral against the non-performing advances (excluding consumer housing finance portfolio). Had this benefit of FSV not been taken by the Bank, the specific provision against non-performing advances would have been higher by Rs. 4,992 million (December 31, 2013: Rs.5,339 million). Further, the Bank has availed the benefit of certain exemptions from Prudential Regulations requiring provision against non-performing loans which are given by the State Bank of Pakistan amounting to Rs. 458 million.

As per SBP IH & SMEFD circular No. 8 dated May 07, 2013, the Revised Prudential Regulations for Small and Medium Enterprise (SME) financing, has been issued, which is effective from September 30, 2013, which among other things requires bank to maintain general provision at 1% of secured performing portfolio and 2% of unsecured performing portfolio against small enterprises (SE) financing and 10% specific provisioning against OAEM category, where principal / mark-up is over due by 90 days.

The FSV and exemptions benefits recognized will not be available for the distribution of cash and stock dividend to shareholders.

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
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	Note	Un-audited March 31, 2014	Audited December 31, 2013
----- Rupees in `000 -----			
8.4 Particulars of write offs			
Against provisions		167	115,335
Directly charged to profit and loss account		424	1,866
		<u>591</u>	<u>117,201</u>
9. OPERATING FIXED ASSETS			
Capital work-in-progress		1,603,212	1,304,110
Property and equipment	9.1	4,475,957	4,579,309
Intangible assets	9.2	289,966	298,121
		<u>6,369,135</u>	<u>6,181,540</u>
9.1 Property and equipment			
Book value at beginning of the year		4,579,309	4,671,543
Cost of additions during the period / year		39,526	485,591
Book value of deletions / write off during the period / year		(2,534)	(22,252)
Depreciation charge for the period / year		(140,344)	(555,573)
Book value at end of the period / year		<u>4,475,957</u>	<u>4,579,309</u>
9.2 Intangible assets			
Book value at beginning of the year		298,121	383,214
Cost of additions during the period / year		8,818	4,547
Book value of deletions / write off during the period / year		-	(11,923)
Amortization charge for the period / year		(16,973)	(77,717)
Book value at end of the period / year		<u>289,966</u>	<u>298,121</u>
10. DEFERRED TAX ASSETS - NET			
Deferred debits arising in respect of:			
Deficit on revaluation of available for sale securities		31,087	14,289
Provision against non performing loans		1,746,691	1,858,017
Provision for compensated absences		36,189	34,925
Provision against other assets		158,636	158,981
Unused tax losses		4,054,146	4,023,485
Provision for impairment losses		410,623	384,033
		<u>6,437,372</u>	<u>6,473,730</u>
Deferred credits arising in respect of:			
Surplus on revaluation of fixed assets		(86,512)	(87,395)
Difference between accounting and tax written down values		(608,970)	(586,475)
		<u>(695,482)</u>	<u>(673,870)</u>
	10.1	<u>5,741,890</u>	<u>5,799,860</u>

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
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10.1 The Bank has an aggregate amount of deferred tax asset of Rs.5,742 million which represents management's best estimate of the probable benefits expected to be realised in future years in the form of reduced tax liability as the Bank would be able to set off the profits earned in those years against losses carried forward and other taxable temporary differences relating to prior years. The management of the Bank has prepared a five years' business plan which has been approved by the Board of Directors of the Bank. The business plan involves certain key assumptions underlying the estimation of future taxable profits projected in the plan. The determination of future profits is most sensitive to certain key assumptions such as cost to income ratio of the Bank, deposit composition, growth of deposits and advances, investment returns, potential provision against assets, branch expansion plan, etc. Any significant change in the key assumptions may have an effect on the realisability of the deferred tax asset. The management believes that it is probable that the Bank will be able to achieve the profits projected in the business plan and, consequently, the recorded deferred tax asset will be fully realised in the future.

11. DEPOSITS AND OTHER ACCOUNTS

Customers

	Un-audited March 31, 2014	Audited December 31, 2013
	----- Rupees in `000 -----	
Fixed deposits	26,625,093	28,734,921
Savings deposits	37,423,720	43,984,665
Current accounts - non-remunerative	29,929,557	27,460,204
Margin accounts	1,829,914	2,149,204
	95,808,284	102,328,994

Financial institutions

Non-remunerative deposits	442,094	692,375
Remunerative deposits	3,822,488	3,329,673
	4,264,582	4,022,048
	100,072,866	106,351,042

11.1 Particulars of deposits

In local currency	93,538,750	99,626,420
In foreign currencies	6,534,116	6,724,622
	100,072,866	106,351,042

12. This represents share subscription money received from Suroor Investments Limited (parent company) against proposed right issue of shares. The SBP has permitted the Bank to consider this advance share subscription money of Rs. 1.084 billion as share capital for meeting the minimum capital requirement of the Bank.

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE PERIOD ENDED MARCH 31, 2014

	Un-audited March 31, 2014	Audited December 31, 2013
	----- Rupees in `000 -----	
13. CONTINGENCIES AND COMMITMENTS		
13.1 Direct credit substitutes		
Including guarantees and standby letters of credit serving as financial guarantees for loans and securities		
Others	361,401	338,797
	<u>361,401</u>	<u>338,797</u>
13.2 Transaction-related contingent liabilities / commitments / guarantees issued favouring		
Contingent liability in respect of performance bonds, bid bonds, shipping guarantees and standby letters of credit favouring:		
Government	2,366,003	2,385,132
Banking companies and other financial institutions	795,856	838,820
Others	5,298,557	5,495,872
	<u>8,460,416</u>	<u>8,719,824</u>
13.3 Trade-related contingent liabilities		
Letters of credit	11,475,743	9,753,218
Acceptances	1,180,416	694,559
	<u>12,656,159</u>	<u>10,447,777</u>
13.4 Other contingencies - claims against Bank not acknowledged as debts	<u>11,258,355</u>	<u>9,283,736</u>
13.5 Contingent asset		
There was no contingent asset as at March 31, 2014 (December 31, 2013: Nil).		
13.6 Commitments in respect of forward lending		
Forward documentary bills	4,245,825	4,705,129
Commitments to extend credit	10,612,021	12,042,992
	<u>14,857,846</u>	<u>16,748,121</u>
13.7 Commitments in respect of forward exchange contracts		
Purchase	11,552,700	9,293,081
Sale	11,321,743	8,517,592
	<u>22,874,443</u>	<u>17,810,673</u>
13.8 Commitments for capital expenditure		
Civil works	7,151	8,589

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2014

13.9 Taxation

In respect of the assessment years 1997-1998 to 2002-2003 and tax year 2003, the taxation authorities apportioned / allocated administrative and financial charges against exempt income for the said years. The Bank filed an appeal against the said action of the authorities before the Commissioner Inland Revenue (Appeals) [CIR(A)] who decided the issue in favour of the Bank. However, the department filed an appeal against the said order before the Appellate Tribunal Inland Revenue (ATIR), Karachi which through a Larger Bench disapproved the formula of apportionment of expenses between exempt capital gain and other taxable income and set aside the assessment with the direction to the assessing officer to allow expenses against exempt income by identifying their nature and relation amongst the various sources of income. The Bank contends that the jurisdiction of Larger Bench was limited only to answer a legal question related to apportionment of administrative expenses and that it could not include the financial charges as well while deciding the matter.

The revised assessments have not been made by the tax department, accordingly, no tax liability in respect thereof exists at the statement of financial position date nor an estimate could be made of the liability that may result from the unfavourable outcome of the matter.

Based on the opinion of the legal counsel of the Bank and considering the latest judgment of the Honourable Lahore High Court in a similar case, the management believes that the outcome of the above pending assessments would be favourable. Hence, no provision has been made in respect of the above in these unconsolidated condensed interim financial statements.

In respect of the tax assessments of ATBL relating to tax years 2003 to 2005 and 2008, various disallowances have been made by assessing officer including provision against non-performing advances, leasing losses, allocation of expenses against exempt income and amortisation of intangibles and deferred cost. In relation to tax year 2003, the Bank filed an appeal before ATIR in respect of disallowances of provision for non-performing advances who confirmed the order of CIR(A) against the Bank. Further, the department has filed tax references before the Honourable High Court of Sindh. In respect of tax years 2004, 2005 and 2008 the Bank has filed appeals before CIR(A) in respect of the aforesaid issue. In respect of tax year 2004, the CIR(A) has confirmed the order of the officer and the Bank has preferred an appeal before ATIR. The above matters may result in reduction of claimed tax losses and have an aggregate tax impact of Rs.238.72 million. The management of the Bank is confident about the favourable outcome of the appeals, hence, no provision with regard to the above matters has been made in the unconsolidated condensed interim financial statements.

For assessment of MBL in respect of tax years 2006, 2007, 2008 and 2009, the Taxation Officer has amended the deemed assessment under Section 122(5A) of the Income Tax Ordinance, 2001 by making various disallowances, out of which an amount of Rs.270.374 million has not been provided for in the books of account for the reason that the disallowances are based on issues which have already been decided at the higher appellate forums in Bank's favour. The Bank's appeal contesting the settled issues is awaiting disposal before the CIR(A) except in respect of the tax year 2006 wherein relief allowed on some issues has been remanded back and few disallowances made have been maintained against which second appeal before the ATIR has been filed. Hence, the disallowances are likely to be decided as per higher appellate forums favouring Bank not requiring further tax provision. During the year ACIR has passed an order under section 122(5A) of the Ordinance in respect of tax year 2011 and has determined a taxable income of Rs.172.242 million as against the business loss of Rs.388.354 million declared by the Bank in its return of income. The said order has been rectified by the ACIR in response to rectification application filed by the Bank and revised taxable income of Rs.113.176 million has been determined by ACIR vide order dated November 30, 2013. The Bank has filed appeal before CIR(A) against the disallowances of Rs.501.529 million where the matter is pending hearing.

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
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During the year, the ACIR vide his orders dated June 26, 2013 and July 31, 2013 under section 122(5A) of the Ordinance for tax years 2007 and 2010 respectively made certain disallowances and reduced the loss as per return of income filed by the Bank. The Bank has filed an appeal before CIR(A) against the ACIR order for tax years 2007 and 2010. In respect of tax year 2007, the CIR(A) vide appellate order dated December 13, 2013 upheld the order of ACIR. The Bank has filed second appeal before ATIR against the order of CIR(A) which is pending adjudication. In respect of tax year 2010, the Bank has filed an appeal before CIR(A) against the order of ACIR which is pending adjudication.

With respect to the assessment of MBL in respect of tax years 2004 and 2005, CIR(A) has maintained the disallowances made by Taxation Officer having an aggregate amount of Rs.29.657 million. No provision has been made against the same for the reason that this relates to settled issues decided in Bank's favour by higher appellate forums. The Bank has filed an appeal before the ATIR, where the matter is awaiting hearing.

With respect to the assessment of tax year 2003, the Bank filed an appeal against the order of ATIR before the Honourable High Court of Sindh (the Court) in Karachi. The Court, after hearing the case, vacated the order and remanded the case back to the Taxation Officer for re-adjudication of the issues strictly as per law. The Taxation Officer passed a new order ignoring the clear direction of the Court against which the Bank has filed an appeal which is presently awaiting hearing before the ATIR. The tax involved in appeal amounts to Rs.36.220 million which relates to a previously settled issue in Bank's favour and, hence, no provision has been made on this account.

With respect to the assessment of SBL in the tax years 2009 to 2011, the Taxation Officer has amended the deemed assessment under section 122(5A) of the Ordinance by making various disallowances aggregating to Rs.1,034.360 million. The Bank has filed an appeal with the CIR(A). During the year CIR(A) has maintained the disallowances made by the Taxation Officer relating to tax years 2009 and 2010, and allowed certain relief for the tax year 2011, in appellate order dated April 27, 2013. No provision has been made against the same for the reason that the Bank has filed an appeal before the ATIR against CIR(A) order, where the matter is pending adjudication and the Bank expects a favourable outcome of the same. Accordingly, provision against disallowances made by CIR(A) in his order has not been made in the unconsolidated condensed interim financial statements of the Bank.

13.10 Other Contingencies

In the year 2004, forward sale of Pakistan Investment Bonds (PIB's) with face value of Rs.250 million was entered into with Speedway Fondmetall (Private) Limited (Speedway). The deal was not honoured by Speedway on the due date and the contract was rolled over subject to receipt of Rs.6 million and mortgage of properties. Consequent upon the failure by Speedway to honour the terms of the contract, the Bank served a final notice intimating to settle the deal within stipulated time otherwise the Bank would liquidate the deal, and claim the loss on deal by taking legal recourse. In response, Speedway filed a suit against the Bank and obtained stay order from Honorable High Court of Sindh (the Court) against the sale of PIB's which was vacated by the Court during the year 2005.

The Bank started proceedings during the financial year 2006 to recover the loss on the deal by disposing off the mortgaged properties. However, Speedway filed another suit and obtained stay order from the Court against the sale of the properties mortgaged with the Bank, which was also dismissed as withdrawn by Speedway. Speedway filed third suit in the Banking Court No.2 against publication by which the mortgage properties were put to sale. The Bank has also filed recovery suit against Speedway in the Court. Subsequently, the Bank moved an application for transfer of the suit filed by Speedway in Banking Court No. 2 to the Court, so that the two suits are heard together in the apex Court.

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During the financial year 2007, the Court passed a decree in Bank's favour for Rs.25.697 million with mark-up at the rate of 20 percent per annum from the date of filing of the suit till its realisation. The Bank has filed an execution application in the Court. In this regard, provision of Rs.25.697 million has been retained in the financial statements as a matter of prudence against the claim receivable.

	Un-audited March 31, 2014	Un-audited March 31, 2013
	----- Rupees in `000 -----	
14. LOSS PER SHARE - BASIC AND DILUTED		
Loss for the period	<u>(398,322)</u>	<u>(666,902)</u>
	----- (Number of shares) -----	
Weighted average number of Ordinary shares	<u>1,468,279,906</u>	<u>1,077,979,582</u>
	----- (Rupees) -----	
Loss per share - Basic	<u>(0.27)</u>	<u>(0.62)</u>

14.1 Diluted EPS has not been disclosed in these unconsolidated condensed interim financial statements as the effect of potential ordinary shares is anti-dilutive.

	Un-audited March 31, 2014	Audited December 31, 2013
	----- Rupees in `000 -----	
15. CASH AND CASH EQUIVALENTS		
Cash and balances with treasury banks	<u>8,107,835</u>	9,203,568
Balances with other banks	<u>3,520,508</u>	2,302,085
Overdrawn nostro accounts	<u>(198,364)</u>	(65,972)
	<u>11,429,979</u>	<u>11,439,681</u>

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE PERIOD ENDED MARCH 31, 2014

16. RELATED PARTY TRANSACTIONS

Bank has related party transactions with its associates, parent company, subsidiary company, employee benefit plans and its directors and executive officers (including their associates).

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

	March 31, 2014 - Un-audited					December 31, 2013 - Audited				
	Key management personnel	Directors	Parent company	Subsidiaries	Associates / other related parties	Key management personnel	Directors	Parent company	Subsidiaries	Associates / other related parties
----- Rupees in '000 -----										
Advances										
Balance at beginning of the year	146,004	-	-	-	685,504	117,626	-	-	-	260,517
Sanctioned / granted during the period / year	58,742	-	-	-	95,163	117,019	-	-	-	1,996,216
Payment received during the period / year	(41,107)	-	-	-	(70,479)	(88,641)	-	-	-	(1,571,229)
Balance at end of the period / year	163,639	-	-	-	710,188	146,004	-	-	-	685,504
Deposits										
Balance at beginning of the year	31,468	54,887	-	97,401	92,359	44,192	40,612	-	103,963	68,626
Deposits during the period / year	80,531	1,139,809	-	1,209,037	1,784,607	606,573	1,695,371	-	6,334,599	1,051,991
Withdrawal during the period / year	(79,557)	(1,145,004)	-	(1,241,132)	(1,797,468)	(619,297)	(1,681,096)	-	(6,341,161)	(1,028,258)
Balance at end of the period / year	32,442	49,692	-	65,305	79,498	31,468	54,887	-	97,401	92,359
Convertible preference shares	-	-	-	-	-	-	50,000	1,109,361	-	-
Advance against subscription of shares	-	-	1,084,500	-	-	-	-	-	-	-
Investment in shares / TFC's - net of provision	-	-	-	199,170	1,196,899	-	-	-	199,170	1,402,235
Purchase of investments	-	-	-	-	-	-	-	-	10,551	511,207
Disposal of investments	-	-	-	-	-	-	-	-	-	250,136
Guarantees, letters of credits and acceptances	-	-	-	-	206,150	-	-	-	-	451,369
Other receivable	-	-	-	-	28,007	-	-	-	12,360	9,233
Other payable	-	6,148	-	28,073	1,904	-	1,682	-	1,024	1,326
Mark-up payable	35	631	-	519	253	133	274	-	811	132
Mark-up receivable	-	-	-	-	13,506	-	-	-	-	15,412
----- Rupees in '000 -----										
Profit / expense for the period										
Brokerage expenses paid - equity securities	-	-	-	2,359	195	-	-	-	1,234	-
Rental Income	-	-	-	630	-	-	-	-	450	-
Repair and maintenance charges	-	-	-	-	1,055	-	-	-	-	1,478
Contribution to employees provident fund	-	-	-	-	15,871	-	-	-	-	14,623
Contribution to employees gratuity fund	-	-	-	-	11,364	-	-	-	-	11,364
Remuneration paid	37,243	-	-	-	-	25,015	-	-	-	-
Post employment benefits	1,700	-	-	-	-	801	-	-	-	-
Mark-up earned	1,837	-	-	-	18,955	1,402	-	-	4,058	3,304
Mark-up expensed	71	1,167	-	1,624	1,097	335	725	-	1,485	245
Fees paid	-	70	-	-	-	-	315	-	-	-

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE PERIOD ENDED MARCH 31, 2014

17. KEY ISLAMIC BANKING OPERATIONS

17.1 The Bank is operating 01 (December 31, 2013: Nil) Islamic Banking branch in Pakistan. The statement of financial position as at March 31, 2014 is as follows:

	Un-audited March 31, 2014	Audited December 31, 2013
	----- Rupees in `000 -----	
ASSETS		
Cash and balances with treasury banks	17,362	-
Balances with other banks	-	-
Due from Financial institutions	840,000	-
Investments	185,165	-
Islamic financing and related assets	-	-
Operating fixed assets	69,497	-
Deferred tax assets - net	-	-
Other assets	22,036	-
	1,134,060	-
LIABILITIES		
Bills payable	11,616	-
Due to financial institutions	-	-
Deposits and other accounts		
- Current accounts	9,211	-
- Saving accounts	109,729	-
- Term deposits	660	-
- Others	-	-
- Deposits from financial institutions - remunerative	-	-
- Deposits from financial institutions - non - remunerative	-	-
Due to head office	-	-
Other liabilities	341	-
	131,557	-
NET ASSETS	1,002,503	-
REPRESENTED BY		
Islamic Banking Fund	1,000,000	-
Reserves	-	-
Unappropriated profit	2,078	-
	1,002,078	-
Surplus on revaluation of assets - net of tax	425	-
	1,002,503	-
17.2 CHARITABLE FUND		
Opening balance	-	-
Addition during the period / year	-	-
Payment / utilization during the period / year	-	-
Closing balance	-	-

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE PERIOD ENDED MARCH 31, 2014

	Un-audited March 31, 2014	Un-audited March 31, 2013
	----- Rupees in `000 -----	
17.3 Remuneration to Sharia Advisor	<u>279</u>	<u>-</u>

18. DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorised for issue on April 28, 2014 by the Board of Directors of the Bank.

19. GENERAL

19.1 Figures have been re-arranged and re-classified, wherever necessary, for the purpose of better presentation.

19.2 The figures in the unconsolidated condensed interim financial statements have been rounded off to the nearest thousand.

 President &
 Chief Executive

 Director

 Director

 Director

SUMMIT BANK LIMITED

**CONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS**

AS AT MARCH 31, 2014

QUARTERLY REPORT 2014

CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2014

	Note	Un-audited March 31, 2014	Audited December 31, 2013
----- Rupees in `000 -----			
ASSETS			
Cash and balances with treasury banks		8,107,842	9,203,573
Balances with other banks		3,522,514	2,302,189
Lendings to financial institutions		304,527	1,555,000
Investments	7	38,837,124	39,526,939
Advances	8	51,872,238	54,208,474
Operating fixed assets	9	6,443,190	6,258,010
Deferred tax assets - net	10	5,684,740	5,742,710
Other assets		6,459,185	6,702,886
		121,231,360	125,499,781
LIABILITIES			
Bills payable		1,752,854	2,205,414
Borrowings		10,953,129	9,961,198
Deposits and other accounts	11	100,007,561	106,255,566
Sub-ordinated loans		1,498,620	1,498,620
Liabilities against assets subject to finance lease		-	-
Deferred tax liabilities		-	-
Other liabilities		2,759,316	2,231,879
		116,971,480	122,152,677
NET ASSETS		4,259,880	3,347,104
REPRESENTED BY			
Share capital		10,779,796	10,779,796
Convertible preference shares		2,155,959	2,155,959
Reserves		(1,811,675)	(1,811,675)
Accumulated losses		(8,311,220)	(7,918,079)
Advance against proposed right issue	12	1,084,500	-
		3,897,360	3,206,001
Surplus on revaluation of assets - net of tax		362,520	141,103
		4,259,880	3,347,104
CONTINGENCIES AND COMMITMENTS	13		

The annexed notes from 1 to 19 form an integral part of these consolidated condensed interim financial statements.

 President &
 Chief Executive

 Director

 Director

 Director

CONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE PERIOD ENDED MARCH 31, 2014

		March 31, 2014	March 31, 2013
	Note	----- Rupees in `000 -----	
Mark-up / return / interest earned		2,065,612	2,573,468
Mark-up / return / interest expensed		(1,699,472)	(2,479,841)
Net mark-up / interest income		366,140	93,627
Reversal of provision against non-performing loans and advances	8.3.1	20,740	103,801
Provision for diminution in the value of investments	7.2	(75,972)	(59,292)
Bad debts written off directly	8.4	(424)	(99)
		(55,656)	44,410
Net mark-up / interest income after provisions		310,484	138,037
NON MARK-UP / INTEREST INCOME			
Fee, commission and brokerage income		221,197	184,393
Dividend income		3,607	87,207
Gain from dealing in foreign currencies		102,779	84,726
Gain on sale of securities - net		160,930	23,382
Gain on disposal of operating fixed assets		3,594	2,451
Unrealised loss on revaluation of investments classified as held-for-trading		(1,177)	(59,118)
Other income		24,804	29,946
Total non-mark-up / interest income		515,734	352,987
		826,218	491,024
NON MARK-UP / INTEREST EXPENSES			
Administrative expenses		(1,118,257)	(1,030,471)
Other provisions / write-offs		984	(6,961)
Other charges		(1,910)	(4,910)
Total non-mark-up / interest expenses		(1,119,183)	(1,042,342)
Share of profit of associate		-	12,781
		(292,965)	(538,537)
Extra ordinary / unusual items		-	-
Loss before taxation		(292,965)	(538,537)
Taxation			
Current		(25,444)	(21,839)
Prior years'		-	-
Deferred		(78,064)	(133,962)
		(103,508)	(155,801)
Loss after taxation		(396,473)	(694,338)
		----- Rupees -----	
Loss per share - basic and diluted	14	(0.27)	(0.64)

The annexed notes from 1 to 19 form an integral part of these consolidated condensed interim financial statements.

 President &
 Chief Executive

 Director

 Director

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CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
 FOR THE PERIOD ENDED MARCH 31, 2014

	March 31, 2014	March 31, 2013
	----- Rupees in `000 -----	
Loss after taxation	(396,473)	(694,338)
Other comprehensive income - net		
Not to be reclassified to profit and loss account in subsequent periods		
Actuarial gain / (loss) on defined benefit plan	-	-
Total comprehensive loss for the period	(396,473)	(694,338)

Surplus / (deficit) on revaluation of 'Available-for-sale securities' and 'Fixed assets' are presented under a separate head below equity as 'surplus / (deficit) on revaluation of assets' in accordance with the requirements specified by the State Bank of Pakistan vide its BSD Circular No. 20 dated August 04, 2000 and the Companies Ordinance, 1984 respectively.

The annexed notes from 1 to 19 form an integral part of these consolidated condensed interim financial statements.

 President &
 Chief Executive

 Director

 Director

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CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE PERIOD ENDED MARCH 31, 2014

	March 31, 2014	March 31, 2013
Note	----- Rupees in `000 -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(292,965)	(538,537)
Less: Dividend income	(3,607)	(87,207)
	(296,572)	(625,744)
Adjustments:		
Depreciation	141,368	136,530
Amortisation	17,027	21,076
Reversal of provision against loans and advances - net	(20,740)	(103,801)
Bad debts directly written off	424	99
Other provisions / write offs	(984)	6,961
Provision for diminution in the value of investments - net	75,972	59,292
Unrealised loss on revaluation of investments classified as held-for-trading	1,177	59,118
Share of profit of associate	-	(12,781)
Gain on disposal of operating fixed assets	(3,594)	(2,451)
	210,650	164,043
	(85,922)	(461,701)
Decrease / (increase) in operating assets		
Lendings to financial institutions	1,250,473	756,163
Investments in held-for-trading securities - net	12,057	(256,066)
Advances - net	2,356,552	(64,604)
Other assets (excluding taxation) - net	252,772	(531,239)
	3,871,854	(95,746)
(Decrease) / increase in operating liabilities		
Bills payable	(452,560)	(192,800)
Borrowings from financial institutions	859,539	4,488,557
Deposits and other accounts	(6,248,005)	1,753,747
Other liabilities	527,437	251,406
	(5,313,589)	6,300,910
	(1,527,657)	5,743,463
Income tax paid	(33,531)	(14,704)
Net cash (outflow) / inflow from operating activities	(1,561,188)	5,728,759
CASH FLOWS FROM INVESTING ACTIVITIES		
Investments in available-for-sale securities - net	2,775,164	(8,292,351)
Investments in held-to-maturity securities - net	(1,967,110)	(3,314)
Dividend received	3,607	87,207
Investment in operating fixed assets	(350,341)	(124,801)
Sale proceeds from disposal of property and equipment	7,570	10,350
Sale proceeds from disposal of non-banking assets	-	37,311
Net cash inflow / (outflow) from investing activities	468,890	(8,285,598)
CASH FLOWS FROM FINANCING ACTIVITIES		
Advance against proposed right issue	1,084,500	-
Net cash inflow from financing activities	1,084,500	-
Decrease in cash and cash equivalents	(7,798)	(2,556,839)
Cash and cash equivalents at beginning of the period	11,439,790	11,670,117
Cash and cash equivalents at end of the period	11,431,992	9,113,278

The annexed notes from 1 to 19 form an integral part of these consolidated condensed interim financial statements.

 President &
 Chief Executive

Director

Director

Director

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2014

	Capital reserve					Revenue reserve			
	Share capital	Convertible preference shares	Advance against proposed right issue	Share premium account	Discount on issue of shares	Statutory reserve	Reserve arising on amalgamation	Accumulated losses	Total
	----- (Rupees in '000) -----								
Balance as at January 01, 2013 - restated	10,779,796	-	-	1,000,000	(1,297,298)	64,828	(1,579,205)	(6,126,046)	2,842,075
Net loss transferred to equity for the quarter ended March 31, 2013	-	-	-	-	-	-	-	(694,338)	(694,338)
Transfer from Surplus on revaluation of fixed assets on account of incremental depreciation - net of deferred tax	-	-	-	-	-	-	-	3,363	3,363
Balance as at March 31, 2013	10,779,796	-	-	1,000,000	(1,297,298)	64,828	(1,579,205)	(6,817,021)	2,151,100
Issue of Convertible preference shares - listed	-	2,155,959	-	-	-	-	-	-	2,155,959
Net loss transferred to equity during the period ended December 31, 2013	-	-	-	-	-	-	-	(1,119,137)	(1,119,137)
Other comprehensive income	-	-	-	-	-	-	-	103	103
Transfer from Surplus on revaluation of fixed assets on account of incremental depreciation - net of deferred tax	-	-	-	-	-	-	-	(1,119,034)	(1,119,034)
Balance as at December 31, 2013	10,779,796	2,155,959	-	1,000,000	(1,297,298)	64,828	(1,579,205)	(7,918,079)	3,206,001
Advance against proposed right issue	-	-	1,084,500	-	-	-	-	-	1,084,500
Net loss transferred to equity for the quarter ended March 31, 2014	-	-	-	-	-	-	-	(396,473)	(396,473)
Transfer from Surplus on revaluation of fixed assets on account of incremental depreciation - net of deferred tax	-	-	-	-	-	-	-	3,332	3,332
Balance as at March 31, 2014	10,779,796	2,155,959	1,084,500	1,000,000	(1,297,298)	64,828	(1,579,205)	(8,311,220)	3,897,360

The annexed notes from 1 to 19 form an integral part of these consolidated condensed interim financial statements.

**President &
Chief Executive**

Director

Director

Director

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2014

1. STATUS AND NATURE OF BUSINESS

- 1.1 The Group comprises of Summit Bank Limited - the holding company (the Bank) and Summit Capital (Private) Limited (SCPL) - a wholly owned subsidiary. The ultimate holding company of the Group is Suroor Investments Limited, (SIL) a company incorporated in Mauritius.
- 1.2 Summit Bank Limited (the Bank) was incorporated in Pakistan as public company limited by shares on December 09, 2005 under the Companies Ordinance, 1984. It is listed on all the stock exchanges of Pakistan. Registered office of the Bank is situated at Plot No. 6-B, F-6, Supermarket, Islamabad, Pakistan.
- 1.3 The Bank is principally engaged in the business of banking through its 187 branches (2013: 187 Branches) including 1 Islamic banking branch (commenced its operation on March 07, 2014) in Pakistan as defined in the Banking Companies Ordinance, 1962. The medium to long-term rating of the Bank rated by JCR-VIS, credit rating company, is 'A-' whereas short-term rating of the Bank is 'A-3'.
- 1.4 SCPL, the subsidiary company was incorporated in Pakistan on March 08, 2006 under the Companies Ordinance, 1984. The subsidiary company is a corporate member of Karachi Stock Exchange (Guarantee) Limited, Lahore Stock Exchange (Guarantee) Limited, Islamabad Stock Exchange (Guarantee) Limited and Pakistan Mercantile Exchange Limited (formerly National Commodity Exchange Limited). The principal activities of the subsidiary company are equity and money market brokerage, advisory and consultancy services.
- 1.5 The State Bank of Pakistan (SBP) through its BSD Circular No. 7 dated April 15, 2009 has prescribed that the minimum paid-up capital (net of losses) for Banks / Development Finance Institutions (DFIs) be raised to Rs.10 billion by the year ending December 31, 2013. The raise is to be achieved in a phased manner requiring Rs.10 billion paid-up capital (free of losses) by the end of the financial year 2013. Further, vide its aforesaid Circular, the SBP has prescribed the banks to achieve minimum Capital Adequacy Ratio (CAR) of 10% with effect from December 31, 2009 irrespective of their CAMEL-S rating, till further instructions. The paid up capital of the Bank (net of losses) as of March 31, 2014 amounted to Rs. 3,872.322 million and CAR remained below the prescribed level of 10%.

SBP vide its letter number BPRD/BA&CP/649/17695/2013 dated December 02, 2013 has allowed the Bank extension in meeting the MCR and CAR requirement till September 30, 2014.

In view of the above shortfall in meeting the regulatory capital requirements and the financial condition of the Bank, the management and sponsors of the Bank have taken the following steps:

- The Bank intends to raise further capital of Rs.5 billion from domestic and international market to meet the regulatory capital requirements. Further, the Bank has received advance against proposed right issue of shares of Rs 1.084 billion from their sponsors against their portion as of March 31, 2014 and subsequent to period end, the Bank has received amount to the extent of Rs 1.988 billion.
- The management of the Bank has prepared financial projections for a period of five years for the purpose of setting the future course of action for the Bank. These projections are approved by the Board and envisage additional capital injection through equity into the Bank and indicate future profitable operations based on various assumptions such as growth of deposits and advances, investment returns, recoveries against loan losses, interest rates, cost of funds, etc. Under the said projections, the Bank will meet the MCR in the year 2014.

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2014

Based on the above, the Group's management and the Board have made an assessment and are satisfied that the Group has adequate resources to continue its business in the foreseeable future and therefore, have prepared these consolidated condensed interim financial statements on a going concern basis. In making such assessments, the Board has taken into account the material uncertainties with respect to events or conditions that may impact the recapitalisation plan of the Bank and, consequently, its sustainability in the future.

2. BASIS OF PRESENTATION

These consolidated condensed interim financial statements is presented in condensed form in accordance with approved accounting standards as applicable in Pakistan for Interim Financial Reporting. These consolidated condensed interim financial statements does not include all of the information required for full financial information and should be read in conjunction with the consolidated financial statements of the Group for the year ended December 31, 2013.

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 purchase and sale arising under these arrangements are not reflected in these consolidated condensed interim financial statements as such but are restricted to the amount of facility actually utilised and the appropriate portion of mark-up thereon.

The Islamic Banking branch of the Bank has 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 Ordinance, 1984.

The financial results of the Islamic Banking branch of the Bank has been included in these consolidated condensed interim financial statements for reporting purposes, after eliminating material inter-branch transactions / balances. Key financial figures of the Islamic Banking branch are disclosed in note 17 to these consolidated condensed interim financial statements.

These consolidated condensed interim financial statements of the Group are being submitted to the shareholders in accordance with the requirement of section 245 of the Companies Ordinance 1984.

3. STATEMENT OF COMPLIANCE

3.1 These consolidated condensed interim financial statements of the Group for the period ended March 31, 2014 are unaudited and have been prepared in accordance with the requirements of the International Accounting Standard 34 - 'Interim Financial Reporting' and the requirements of BSD Circular Letter No. 2 dated May 12, 2004 and provisions of and directives issued under the Companies Ordinance, 1984 and the Banking Companies Ordinance, 1962 and the directives issued by the SBP. In case the requirements differ, the provisions of and directives issued under the Companies Ordinance, 1984 and the Banking Companies Ordinance, 1962, and the directives issued by the SBP shall prevail.

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2014

- 3.2** The SBP has deferred the applicability of International Accounting Standard (IAS) 39, 'Financial Instruments: Recognition and Measurement' and International Accounting Standard (IAS) 40, 'Investment Property' for banking companies through BSD Circular Letter No. 10 dated August 26, 2002 till further instructions. Further, the SECP has deferred the applicability of International Financial Reporting Standard (IFRS) 7 'Financial Instruments: Disclosures' through its notification S.R.O. 411(I)/2008 dated April 28, 2008. Accordingly, the requirements of these standards have not been considered in the preparation of these consolidated condensed interim financial statements. However, investments have been classified and valued in accordance with the requirements prescribed by the SBP through various circulars.
- 3.3** Accounting standards, amendments and interpretations to such standards that are mandatory for accounting periods beginning on or after January 1, 2014 which are either not relevant or considered to have no significant effect on these consolidated condensed interim financial statements or disclosures thereof, are not listed in these consolidated condensed interim financial statements.

4. BASIS OF MEASUREMENT

These consolidated condensed interim financial statements have been prepared under the historical cost convention, except that certain investments and commitments in respect of forward exchange contracts have been carried at revalued amounts. All amounts are in Pakistan Rupees which is the functional and presentation currency of the Group.

The preparation of consolidated condensed interim financial statements in conformity with approved accounting standards requires certain judgments, accounting estimates and assumptions. It also requires the management to exercise its judgment in the process of applying the Group's accounting policies. These estimates and associated assumptions are continually evaluated and are based on historical experience, statutory requirements and other factors considered reasonable in the circumstances. Revision to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected. The estimates and assumptions that are expected to have a significant effect on the assets and liabilities, income and expenses have been disclosed in note 6 to these consolidated condensed interim financial statements.

5. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- 5.1** The accounting policies adopted in the preparation of these consolidated condensed interim financial statements are consistent with those applied in the preparation of the annual consolidated financial statement of the Group for the year ended December 31, 2013.
- 5.2** The financial risk management objectives and policies are consistent with those disclosed in the annual consolidated financial statements of the Group for the year ended December 31, 2013.

6. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

The basis for significant accounting estimates and judgments adopted in the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Group for the year ended December 31, 2013.

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE PERIOD ENDED MARCH 31, 2014

7. INVESTMENTS

Note	March 31, 2014 - Un-audited			December 31, 2013 - Audited		
	Held by Group	Given as collateral	Total	Held by Group	Given as collateral	Total
7.1 Investments by types:						
Held-for-trading securities						
	56,824	-	56,824	70,775	-	70,775
Available-for-sale securities						
	12,526,455	5,416,284	17,942,739	17,556,833	5,705,704	23,262,537
	12,554,120	1,180,661	13,734,781	11,419,676	-	11,419,676
	50,950	-	50,950	-	-	-
	2,915,375	51,240	2,966,615	2,886,908	53,187	2,940,095
	111,168	-	111,168	111,168	-	111,168
	25,886	-	25,886	25,886	-	25,886
	45,000	-	45,000	25,000	-	25,000
	184,559	-	184,559	186,239	-	186,239
	1,503,931	-	1,503,931	1,503,982	-	1,503,982
	998,497	-	998,497	864,707	-	864,707
	30,915,941	6,648,185	37,564,126	34,580,399	5,758,891	40,339,290
Held to maturity						
	2,216,366	-	2,216,366	249,256	-	249,256
	33,189,131	6,648,185	39,837,316	34,900,430	5,758,891	40,659,321
	(975,436)	-	(975,436)	(899,464)	-	(899,464)
	32,213,695	6,648,185	38,861,880	34,000,966	5,758,891	39,759,857
	(1,177)	-	(1,177)	(1,894)	-	(1,894)
	(36,997)	13,418	(23,579)	(216,045)	(14,979)	(231,024)
	32,175,521	6,661,603	38,837,124	33,783,027	5,743,912	39,526,939

Note	Un-audited March 31, 2014	Audited December 31, 2013
7.2 Particulars of provision		
	899,464	820,052
	130,269	458,996
	(54,297)	(379,584)
	75,972	79,412
	975,436	899,464

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE PERIOD ENDED MARCH 31, 2014

	Note	Un-audited March 31, 2014	Audited December 31, 2013
----- Rupees in `000 -----			
7.3 Particulars of provision in respect of type and segment			
Available-for-sale securities			
Ordinary shares of listed companies		501,137	421,830
Ordinary shares of unlisted companies		1,000	1,000
Term Finance Certificates - listed		65,421	65,907
Term Finance Certificates - unlisted		232,895	248,252
Sukuk Bonds		174,983	162,475
		<u>975,436</u>	<u>899,464</u>
8. ADVANCES			
Loans, cash credits, running finances, etc.- in Pakistan		58,901,583	61,369,573
Net investment in finance lease - in Pakistan	8.2	355,416	319,967
Bills discounted and purchased (excluding Treasury Bills)			
Payable in Pakistan		1,999,864	1,972,577
Payable outside Pakistan		1,954,732	1,906,621
		<u>3,954,596</u>	<u>3,879,198</u>
Advances - gross		63,211,595	65,568,738
Provision against non-performing advances	8.3.1	(11,339,357)	(11,360,264)
Advances - net of provision		<u>51,872,238</u>	<u>54,208,474</u>
8.1 Particulars of advances			
8.1.1 In local currency		60,385,278	63,633,006
In foreign currencies		2,826,317	1,935,732
		<u>63,211,595</u>	<u>65,568,738</u>
8.1.2 Short-term (upto one year)		52,109,480	54,647,058
Long-term (over one year)		11,102,115	10,921,680
		<u>63,211,595</u>	<u>65,568,738</u>

8.2 Net investment in finance lease - in Pakistan

	March 31, 2014 - Un-audited				December 31, 2013 - Audited			
	Not later than one year	Later than one and less than five years	Over five years	Total	Not later than one year	Later than one and less than five years	Over five years	Total
----- Rupees in `000 -----								
Lease rentals receivable	94,833	244,958	-	339,791	99,183	185,701	-	284,884
Residual value	48,461	24,398	-	72,859	49,991	17,751	-	67,742
Minimum lease payments	143,294	269,356	-	412,650	149,174	203,452	-	352,626
Financial charges for future periods	(11,476)	(45,758)	-	(57,234)	(11,799)	(20,860)	-	(32,659)
Present value of minimum lease payments	<u>131,818</u>	<u>223,598</u>	<u>-</u>	<u>355,416</u>	<u>137,375</u>	<u>182,592</u>	<u>-</u>	<u>319,967</u>

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2014

8.3 Advances include Rs. 17,214.336 million (December 31, 2013: Rs.17,809.041 million) which have been placed under non-performing status as detailed below:

Category of classification	March 31, 2014 - Un-audited			December 31, 2013 - Audited		
	Classified advances	Provision required	Provision held	Classified advances	Provision required	Provision held
----- Rupees in '000 -----						
Other assets especially mentioned	24,813	1,382	1,382	13,348	1,335	1,335
Substandard	122,044	7,834	7,834	483,761	39,712	39,712
Doubtful	665,918	158,114	158,114	597,697	151,916	151,916
Loss	16,401,561	11,150,277	11,150,277	16,714,235	11,144,996	11,144,996
	<u>17,214,336</u>	<u>11,317,607</u>	<u>11,317,607</u>	<u>17,809,041</u>	<u>11,337,959</u>	<u>11,337,959</u>

8.3.1 Particulars of provision against non-performing advances

	March 31, 2014 - Un-audited			December 31, 2013 - Audited		
	Specific	General	Total	Specific	General	Total
----- Rupees in '000 -----						
Opening balance	11,337,959	22,305	11,360,264	12,390,815	2,488	12,393,303
Charge for the period / year	381,825	1,310	383,135	2,336,487	19,817	2,356,304
Reversals during the period / year	(402,010)	(1,865)	(403,875)	(3,274,008)	-	(3,274,008)
	(20,185)	(555)	(20,740)	(937,521)	19,817	(917,704)
Amount written off	(167)	-	(167)	(115,335)	-	(115,335)
Closing balance	<u>11,317,607</u>	<u>21,750</u>	<u>11,339,357</u>	<u>11,337,959</u>	<u>22,305</u>	<u>11,360,264</u>

8.3.2 Particulars of provision against non-performing advances

	March 31, 2014 - Un-audited			December 31, 2013 - Audited		
	Specific	General	Total	Specific	General	Total
----- Rupees in '000 -----						
In local currency	11,317,607	21,750	11,339,357	11,337,959	22,305	11,360,264
In foreign currencies	-	-	-	-	-	-
	<u>11,317,607</u>	<u>21,750</u>	<u>11,339,357</u>	<u>11,337,959</u>	<u>22,305</u>	<u>11,360,264</u>

8.3.3 Consistent with prior year, the Bank has availed the benefit of Forced Sale Value (FSV) of pledged stocks, mortgaged residential, commercial and industrial properties (land and building only) and plant and machinery under charge held as collateral against the non-performing advances (excluding consumer housing finance portfolio). Had this benefit of FSV not been taken by the Bank, the specific provision against non-performing advances would have been higher by Rs. 4,992 million (December 31, 2013: Rs.5,339 million). Further, the Bank has availed the benefit of certain exemptions from Prudential Regulations requiring provision against non-performing loans which are given by the State Bank of Pakistan amounting to Rs. 458 million.

As per SBP IH & SMEFD circular No. 8 dated May 07, 2013, the Revised Prudential Regulations for Small and Medium Enterprise (SME) financing, has been issued, which is effective from September 30, 2013, which among other things requires bank to maintain general provision at 1% of secured performing portfolio and 2% of unsecured performing portfolio against small enterprises (SE) financing and 10% specific provisioning against OAEM category, where principal / mark-up is over due by 90 days.

The FSV and exemptions benefits recognised will not be available for the distribution of cash and stock dividend to shareholders.

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE PERIOD ENDED MARCH 31, 2014

	Note	Un-audited March 31, 2014	Audited December 31, 2013
----- Rupees in `000 -----			
8.4 Particulars of write offs			
Against provisions		167	115,335
Directly charged to profit and loss account		424	1,866
		<u>591</u>	<u>117,201</u>
9. OPERATING FIXED ASSETS			
Capital work-in-progress		1,605,712	1,306,610
Property and equipment	9.1	4,540,685	4,646,398
Intangible assets	9.2	296,793	305,002
		<u>6,443,190</u>	<u>6,258,010</u>
9.1 Property and equipment			
Book value at beginning of the year		4,646,398	4,733,084
Cost of additions during the period / year		39,630	497,405
Book value of deletions / write off during the period / year		(3,975)	(24,520)
Depreciation charge for the period / year		(141,368)	(559,571)
Book value at end of the period / year		<u>4,540,685</u>	<u>4,646,398</u>
9.2 Intangible assets			
Book value at beginning of the year		305,002	390,402
Cost of additions during the period / year		8,818	4,547
Book value of deletions / write off during the period / year		-	(11,923)
Amortization charge for the period / year		(17,027)	(78,024)
Book value at end of the period / year		<u>296,793</u>	<u>305,002</u>
10. DEFERRED TAX ASSETS - NET			
Deferred debits arising in respect of:			
Deficit on revaluation of available for sale securities		31,087	14,289
Provision against non performing loans		1,746,691	1,858,017
Provision for compensated absences		36,680	35,416
Provision against other assets		158,636	158,981
Unused tax losses		4,065,664	4,035,003
Minimum tax		541	541
Provision for impairment losses		341,403	314,813
		<u>6,380,702</u>	<u>6,417,060</u>
Deferred credits arising in respect of:			
Surplus on revaluation of fixed assets		(86,512)	(87,395)
Difference between accounting and tax written down values		(609,450)	(586,955)
		<u>(695,962)</u>	<u>(674,350)</u>
	10.1	<u>5,684,740</u>	<u>5,742,710</u>

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE PERIOD ENDED MARCH 31, 2014

10.1 The Group has an aggregate amount of deferred tax asset of Rs. 5,685 million which represents management's best estimate of the probable benefits expected to be realised in future years in the form of reduced tax liability as the Bank would be able to set off the profits earned in those years against losses carried forward and other taxable temporary differences relating to prior years. The management of the Bank has prepared a five years' business plan which has been approved by the Board of Directors of the Bank. The business plan involves certain key assumptions underlying the estimation of future taxable profits projected in the plan. The determination of future profits is most sensitive to certain key assumptions such as cost to income ratio of the Bank, deposit composition, growth of deposits and advances, investment returns, potential provision against assets, branch expansion plan, etc. Any significant change in the key assumptions may have an effect on the realisability of the deferred tax asset. The management believes that it is probable that the Bank will be able to achieve the profits projected in the business plan and, consequently, the recorded deferred tax asset will be fully realised in the future.

	Un-audited March 31, 2014	Audited December 31, 2013
	----- Rupees in `000 -----	
11. DEPOSITS AND OTHER ACCOUNTS		
Customers		
Fixed deposits	26,625,093	28,734,921
Savings deposits	37,423,720	43,984,665
Current accounts - non-remunerative	29,929,557	27,460,204
Margin accounts	1,829,914	2,149,204
	95,808,284	102,328,994
Financial institutions		
Non-remunerative deposits	442,094	692,343
Remunerative deposits	3,757,183	3,234,229
	4,199,277	3,926,572
	100,007,561	106,255,566
11.1 Particulars of deposits		
In local currency	93,473,445	99,530,944
In foreign currencies	6,534,116	6,724,622
	100,007,561	106,255,566

12. This represents share subscription money received from Suroor Investments Limited (parent company) against proposed right issue of shares. The SBP has permitted the Bank to consider this advance share subscription money of Rs. 1.084 billion as share capital for meeting the minimum capital requirement of the Bank.

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE PERIOD ENDED MARCH 31, 2014

	Un-audited March 31, 2014	Audited December 31, 2013
	----- Rupees in `000 -----	
13. CONTINGENCIES AND COMMITMENTS		
13.1 Direct credit substitutes		
Including guarantees and standby letters of credit serving as financial guarantees for loans and securities		
Others	361,401	338,797
	<u>361,401</u>	<u>338,797</u>
13.2 Transaction-related contingent liabilities / commitments / guarantees issued favouring		
Contingent liability in respect of performance bonds, bid bonds, shipping guarantees and standby letters of credit favouring:		
Government	2,366,003	2,385,132
Banking companies and other financial institutions	795,856	838,820
Others	5,298,557	5,495,872
	<u>8,460,416</u>	<u>8,719,824</u>
13.3 Trade-related contingent liabilities		
Letters of credit	11,475,743	9,753,218
Acceptances	1,180,416	694,559
	<u>12,656,159</u>	<u>10,447,777</u>
13.4 Other contingencies - claims against Bank not acknowledged as debts	<u>11,258,355</u>	<u>9,283,736</u>
13.5 Contingent asset		
There was no contingent asset as at March 31, 2014 (December 31, 2013: Nil).		
13.6 Commitments in respect of forward lending		
Forward documentary bills	4,245,825	4,705,129
Commitments to extend credit	10,612,021	12,042,992
	<u>14,857,846</u>	<u>16,748,121</u>
13.7 Commitments in respect of forward exchange contracts		
Purchase	11,552,700	9,293,081
Sale	11,321,743	8,517,592
	<u>22,874,443</u>	<u>17,810,673</u>
13.8 Commitments for capital expenditure		
Civil works	<u>7,151</u>	<u>8,589</u>

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2014

13.9 Taxation

In respect of the assessment years 1997-1998 to 2002-2003 and tax year 2003, the taxation authorities apportioned / allocated administrative and financial charges against exempt income for the said years. The Bank filed an appeal against the said action of the authorities before the Commissioner Inland Revenue (Appeals) [CIR(A)] who decided the issue in favour of the Bank. However, the department filed an appeal against the said order before the Appellate Tribunal Inland Revenue (ATIR), Karachi which through a Larger Bench disapproved the formula of apportionment of expenses between exempt capital gain and other taxable income and set aside the assessment with the direction to the assessing officer to allow expenses against exempt income by identifying their nature and relation amongst the various sources of income. The Bank contends that the jurisdiction of Larger Bench was limited only to answer a legal question related to apportionment of administrative expenses and that it could not include the financial charges as well while deciding the matter.

The revised assessments have not been made by the tax department, accordingly, no tax liability in respect thereof exists at the statement of financial position date nor an estimate could be made of the liability that may result from the unfavourable outcome of the matter.

Based on the opinion of the legal counsel of the Bank and considering the latest judgment of the Honourable Lahore High Court in a similar case, the management believes that the outcome of the above pending assessments would be favourable. Hence, no provision has been made in respect of the above in these consolidated condensed interim financial statements.

In respect of the tax assessments of ATBL relating to tax years 2003 to 2005 and 2008, various disallowances have been made by assessing officer including provision against non-performing advances, leasing losses, allocation of expenses against exempt income and amortisation of intangibles and deferred cost. In relation to tax year 2003, the Bank filed an appeal before ATIR in respect of disallowances of provision for non-performing advances who confirmed the order of CIR(A) against the Bank. Further, the department has filed tax references before the Honourable High Court of Sindh. In respect of tax years 2004, 2005 and 2008 the Bank has filed appeals before CIR(A) in respect of the aforesaid issue. In respect of tax year 2004, the CIR(A) has confirmed the order of the officer and the Bank has preferred an appeal before ATIR. The above matters may result in reduction of claimed tax losses and have an aggregate tax impact of Rs.238.72 million. The management of the Bank is confident about the favourable outcome of the appeals, hence, no provision with regard to the above matters has been made in the consolidated condensed interim financial statements.

For assessment of MBL in respect of tax years 2006, 2007, 2008 and 2009, the Taxation Officer has amended the deemed assessment under Section 122(5A) of the Income Tax Ordinance, 2001 by making various disallowances, out of which an amount of Rs.270.374 million has not been provided for in the books of account for the reason that the disallowances are based on issues which have already been decided at the higher appellate forums in Bank's favour. The Bank's appeal contesting the settled issues is awaiting disposal before the CIR(A) except in respect of the tax year 2006 wherein relief allowed on some issues has been remanded back and few disallowances made have been maintained against which second appeal before the ATIR has been filed. Hence, the disallowances are likely to be decided as per higher appellate forums favouring Bank not requiring further tax provision. During the year ACIR has passed an order under section 122(5A) of the Ordinance in respect of tax year 2011 and has determined a taxable income of Rs.172.242 million as against the business loss of Rs.388.354 million declared by the Bank in its return of income. The said order has been rectified by the ACIR in response to rectification application filed by the Bank and revised taxable income of Rs.113.176 million has been determined by ACIR vide order dated November 30, 2013. The Bank has filed appeal before CIR(A) against the disallowances of Rs.501.529 million where the matter is pending hearing.

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2014

During the year, the ACIR vide his orders dated June 26, 2013 and July 31, 2013 under section 122(5A) of the Ordinance for tax years 2007 and 2010 respectively made certain disallowances and reduced the loss as per return of income filed by the Bank. The Bank has filed an appeal before CIR(A) against the ACIR order for tax years 2007 and 2010. In respect of tax year 2007, the CIR(A) vide appellate order dated December 13, 2013 upheld the order of ACIR. The Bank has filed second appeal before ATIR against the order of CIR(A) which is pending adjudication. In respect of tax year 2010, the Bank has filed an appeal before CIR(A) against the order of ACIR which is pending adjudication.

With respect to the assessment of MBL in respect of tax years 2004 and 2005, CIR(A) has maintained the disallowances made by Taxation Officer having an aggregate amount of Rs.29.657 million. No provision has been made against the same for the reason that this relates to settled issues decided in Bank's favour by higher appellate forums. The Bank has filed an appeal before the ATIR, where the matter is awaiting hearing.

With respect to the assessment of tax year 2003, the Bank filed an appeal against the order of ATIR before the Honourable High Court of Sindh (the Court) in Karachi. The Court, after hearing the case, vacated the order and remanded the case back to the Taxation Officer for re-adjudication of the issues strictly as per law. The Taxation Officer passed a new order ignoring the clear direction of the Court against which the Bank has filed an appeal which is presently awaiting hearing before the ATIR. The tax involved in appeal amounts to Rs.36.220 million which relates to a previously settled issue in Bank's favour and, hence, no provision has been made on this account.

With respect to the assessment of SBL in the tax years 2009 to 2011, the Taxation Officer has amended the deemed assessment under section 122(5A) of the Ordinance by making various disallowances aggregating to Rs.1,034.360 million. The Bank has filed an appeal with the CIR(A). During the year CIR(A) has maintained the disallowances made by the Taxation Officer relating to tax years 2009 and 2010, and allowed certain relief for the tax year 2011, in appellate order dated April 27, 2013. No provision has been made against the same for the reason that the Bank has filed an appeal before the ATIR against CIR(A) order, where the matter is pending adjudication and the Bank expects a favourable outcome of the same. Accordingly, provision against disallowances made by CIR(A) in his order has not been made in the consolidated condensed interim financial statements of the Group.

13.10 Other Contingencies

In the year 2004, forward sale of Pakistan Investment Bonds (PIB's) with face value of Rs.250 million was entered into with Speedway Fondmetall (Private) Limited (Speedway). The deal was not honoured by Speedway on the due date and the contract was rolled over subject to receipt of Rs.6 million and mortgage of properties. Consequent upon the failure by Speedway to honour the terms of the contract, the Bank served a final notice intimating to settle the deal within stipulated time otherwise the Bank would liquidate the deal, and claim the loss on deal by taking legal recourse. In response, Speedway filed a suit against the Bank and obtained stay order from Honourable High Court of Sindh (the Court) against the sale of PIB's which was vacated by the Court during the year 2005.

The Bank started proceedings during the financial year 2006 to recover the loss on the deal by disposing off the mortgaged properties. However, Speedway filed another suit and obtained stay order from the Court against the sale of the properties mortgaged with the Bank, which was also dismissed as withdrawn by Speedway. Speedway filed third suit in the Banking Court No.2 against publication by which the mortgage properties were put to sale. The Bank has also filed recovery suit against Speedway in the Court. Subsequently, the Bank moved an application for transfer of the suit filed by Speedway in Banking Court No. 2 to the Court, so that the two suits are heard together in the apex Court.

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During the financial year 2007, the Court passed a decree in Bank's favour for Rs.25.697 million with mark-up at the rate of 20 percent per annum from the date of filing of the suit till its realisation. The Bank has filed an execution application in the Court. In this regard, provision of Rs.25.697 million has been retained in the financial statements as a matter of prudence against the claim receivable.

	Un-audited March 31, 2014	Un-audited March 31, 2013
	----- Rupees in `000 -----	
14. LOSS PER SHARE - BASIC AND DILUTED		
Loss for the period	<u>(396,473)</u>	<u>(694,338)</u>
	----- (Number of shares) -----	
Weighted average number of Ordinary shares	<u>1,468,279,906</u>	<u>1,077,979,582</u>
	----- (Rupees) -----	
Loss per share - Basic	<u>(0.27)</u>	<u>(0.64)</u>
14.1 Diluted EPS has not been disclosed in these consolidated condensed interim financial statements as the effect of potential ordinary shares is anti-dilutive.		

	Un-audited March 31, 2014	Audited December 31, 2013
	----- Rupees in `000 -----	
15. CASH AND CASH EQUIVALENTS		
Cash and balances with treasury banks	<u>8,107,842</u>	9,203,573
Balances with other banks	<u>3,522,514</u>	2,302,189
Overdrawn nostro accounts	<u>(198,364)</u>	(65,972)
	<u>11,431,992</u>	<u>11,439,790</u>

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2014

16. RELATED PARTY TRANSACTIONS

Group has related party transactions with its associates, parent company, employee benefit plans and its directors and executive officers (including their associates).

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

	March 31, 2014 - Un-audited				December 31, 2013 - Audited			
	Key management personnel	Directors	Parent company	Associates / other related parties	Key management personnel	Directors	Parent company	Associates / other related parties
..... Rupees in '000								
Advances								
Balance at beginning of the year	146,004	-	-	685,504	117,626	-	-	260,517
Sanctioned / granted during the period / year	58,742	-	-	95,163	117,019	-	-	1,996,216
Payment received during the period / year	(41,107)	-	-	(70,479)	(88,641)	-	-	(1,571,229)
Balance at end of the period / year	163,639	-	-	710,188	146,004	-	-	685,504
Deposits								
Balance at beginning of the year	31,468	54,887	-	92,359	44,192	40,612	-	68,626
Deposits during the period / year	80,531	1,139,809	-	1,784,607	606,573	1,695,371	-	1,051,991
Withdrawal during the period / year	(79,557)	(1,145,004)	-	(1,797,468)	(619,297)	(1,681,096)	-	(1,028,258)
Balance at end of the period / year	32,442	49,692	-	79,498	31,468	54,887	-	92,359
Convertible preference shares	-	-	-	-	-	50,000	1,109,361	-
Advance against subscription of shares	-	-	1,084,500	-	-	-	-	-
Investment in shares / TFCs - net of provision	-	-	-	1,196,899	-	-	-	1,402,235
Purchase of investments	-	-	-	-	-	-	-	511,207
Disposal of investments	-	-	-	-	-	-	-	250,136
Guarantees, letters of credits and acceptances	-	-	-	206,150	-	-	-	451,369
Other receivable	-	-	-	28,007	-	-	-	9,233
Other payable	-	6,148	-	1,904	-	1,682	-	1,326
Mark-up payable	35	631	-	253	133	274	-	132
Mark-up receivable	-	-	-	13,506	-	-	-	15,412
	March 31, 2014 - Un-audited				March 31, 2013 - Un-audited			
..... Rupees in '000								
Profit / expense for the period								
Brokerage expenses paid - equity securities	-	-	-	303	-	-	-	11
Repair and maintenance charges	-	-	-	1,055	-	-	-	1,478
Contribution to employees provident fund	-	-	-	16,275	-	-	-	14,973
Contribution to employees gratuity fund	-	-	-	11,514	-	-	-	11,514
Remuneration paid	37,243	-	-	-	25,015	-	-	-
Post employment benefits	1,700	-	-	-	801	-	-	-
Mark-up earned	1,837	-	-	18,955	1,402	-	-	3,304
Mark-up expensed	71	1,167	-	1,097	335	725	-	245
Fees paid	-	70	-	-	-	315	-	-

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE PERIOD ENDED MARCH 31, 2014

17. KEY ISLAMIC BANKING OPERATIONS

17.1 The Bank is operating 01 (December 31, 2013: Nil) Islamic Banking branch in Pakistan. The statement of financial position as at March 31, 2014 is as follows:

	Un-audited March 31, 2014	Audited December 31, 2013
	----- Rupees in `000 -----	
ASSETS		
Cash and balances with treasury banks	17,362	-
Balances with other banks	-	-
Due from Financial institutions	840,000	-
Investments	185,165	-
Islamic financing and related assets	-	-
Operating fixed assets	69,497	-
Deferred tax assets - net	-	-
Other assets	22,036	-
	1,134,060	-
LIABILITIES		
Bills payable	11,616	-
Due to financial institutions	-	-
Deposits and other accounts		
- Current accounts	9,211	-
- Saving accounts	109,729	-
- Term deposits	660	-
- Others	-	-
- Deposits from financial institutions - remunerative	-	-
- Deposits from financial institutions - non - remunerative	-	-
Due to head office	-	-
Other liabilities	341	-
	131,557	-
NET ASSETS	1,002,503	-
REPRESENTED BY		
Islamic Banking Fund	1,000,000	-
Reserves	-	-
Unappropriated profit	2,078	-
	1,002,078	-
Surplus on revaluation of assets - net of tax	425	-
	1,002,503	-
17.2 CHARITABLE FUND		
Opening balance	-	-
Addition during the period / year	-	-
Payment / utilization during the period / year	-	-
Closing balance	-	-

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE PERIOD ENDED MARCH 31, 2014

	Un-audited March 31, 2014	Un-audited March 31, 2013
	----- Rupees in `000 -----	
17.3 Remuneration to Sharia Advisor	<u>279</u>	<u>-</u>

18. DATE OF AUTHORISATION FOR ISSUE

These consolidated condensed interim financial statements were authorised for issue on April 28, 2014 by the Board of Directors of the Group.

19. GENERAL

19.1 Figures have been re-arranged and re-classified, wherever necessary, for the purpose of better presentation.

19.2 The figures in the consolidated condensed interim financial statements have been rounded off to the nearest thousand.

Branch Network

Karachi

I. I. Chundrigar Road Branch 1

Uni Towers, I.I. Chundrigar Road, Karachi
Tel: 021-32466410-413
Fax: 021-32466500

Ranchore Line Branch

R.C. 11, Old Survey # E-7/143, Ranchore Line,
New Lakhpati Hotel, Karachi
Tel: 021-32767234-6
Fax: 021-32767236

Karachi Stock Exchange Branch

Office No. 52, 52-A, 52-B, (1st Floor) KSE
Building, Karachi
Tel: 021-32462850, 32462844-9
Fax: 021-32462843

Atrium Mall Branch

Shop No. 6 and 21 Ground floor, Plot No. 249,
Atrium Mall, Staff Lines, Zaibunnisa Street,
Saddar, Karachi
Tel: 021-35641000-5
Fax: 021-35641008

Bahadurabad Branch

Plot # C-23, Shop # 1&2 Block-3, BMC
Commercial Area Bahadurabad, Karachi
Tel: 021-34913447 -49
Fax: 021-34913453

Soldier Bazar Branch

Shop # 4, 5 & 6, Plot No 14, Survey # 13-B-2,
Soldier Bazar Quarters, Karachi
Tel: 021-32231559-60
Fax: 021-32231556

Gulshan-e-Iqbal - Branch 1

Ground Floor, Hasan Center, Block-16, Main
University Road, Karachi
Tel: 021-34829024-27
Fax: 021-34829023

Gulistan-e-Jauhar - Branch 1

Plot # 118/A-B, Shop # 02, 03, 04 Ground Floor
Rufi Paradise Block-18 Gulistan-e-Jauhar,
Karachi
Tel: 021-34621281-3
Fax: 021-34621285

Adamjee Nagar Branch

115-A/Z, Block 7/8, Tipu Sultan Road, Karachi
Tel: 021-34312984-9
Fax: 021-34312980

Manzoor Colony Branch

Plot No. 23, Sector I, Street No. 02, Manzoor
Colony, Jamshed Town, Karachi
Tel: 021-35393829-32
Fax: 021-35393872

Korangi Industrial Area Branch

33/1, Sector-15, Korangi Industrial Area, Karachi
Tel: 021-35114290, 35121294, 35122231-32
Fax: 021-35114282

Jami Commercial, DHA Branch

64 C, Jami Commercial Phase VII, 7th Street,
DHA, Karachi
Tel: 021-35316200-07
Fax: 021-35316199

Dolmen City Branch

Ground Floor Harbor Front, Triangular Towers,
Dolmen City Marine Drive Phase IV, Clifton,
Karachi
Tel: 021-35297611-15
Fax: 021-35297610

Hyderi Branch

D-10 Block-F, North Nazimabad, Hyderi, Karachi
Tel: 021-36724992-4
Fax: 021-36724972

Karimabad Branch

Plot No BS-16, Block 1, FB Area, Karimabad,
Karachi
Tel: 021- 36826646-48
Fax: 021-36826649

M. A. Jinnah Road Branch

Mezzanine & Ground Floor, Plot Survey # 19,
Street # R.B.6. Shop # 3, 4, Ram Bagh Quarters
166 M.A. Jinnah Road, Karachi
Tel: 021- 32218395, 32218409,32218428
Fax: 021-32218376

Electronic Market (Abdullah Haroon Road) Branch

Shop No 1 & 2, Plot # 19, Ghafoor Chambers,
Preedy Quarters, Saddar, Karachi
Tel: 021-32711614-8
Fax: 021-32716113

Jodia Bazar - Branch 1

A/25/28 Darayalal Street, Jodia Bazar, Karachi
Tel: 021-32500121-5
Fax: 021-32500128

Khayaban-e-Shahbaz Branch

Plot No. 21-C Khayaban-e-Shahbaz, Phase VI,
DHA, Karachi
Tel: 021-35344952 & 35344957
Fax: 021-35344942

Saeedabad Branch

Plot # 1004/1 & 1004-A/1 (5G/102-A & 5G/012-
A/2), Saeedabad, Baldia, Mahajir Camp, Karachi
Tel: 021-32815092-94
Fax: 021-32815096

Burns Road Branch

Plot No. 55-A, Survey Sheet A.M., Artillery
Maidan Quarters (Burns Road), Karachi
Tel: 021-32215174-75 & 76
Fax: 021-32215289

Cloth Market Branch

41, Saleh Muhammad Street, Cloth Market,
Karachi
Tel: 021-32461601-03
Fax: 021-32461604

Truck Stand Branch

Truck Stand, K-28, Hawksbay Road,
Trans Lyari, Karachi
Tel: 021-35428829-30
Fax: 021-37671962

Shahra-e-Faisal - Branch 1

44/A-Nice Trade Orbit, Shop 8, Blk-6, PECHS,
Shahrah-e-Faisal, Karachi
Tel: 021-34328426-7
Fax: 021-34386180

Shershah Branch

Plot # D-175, Industrial Trading Estate Area,
Trans Lyari Qrtrs, Shershah, Karachi
Tel: 021-32588191-193
Fax: 021-32588195

Nazimabad (Gol Market) Branch

Plot # 7, Sub Block 'E', in Block # III (III-E-7),
Nazimabad (Gole Market), Karachi
Tel: 021-36620261-63
Fax: 021-36620264

Khayaban-e-Tanzeem Branch

C 4-C, Tauheed Commercial, Khayaban-e-
Tanzeem, Phase-5, DHA, Karachi
Tel: 021-35869147-35869207-35871640
Fax: 021-35869342

Zaibunnisa Street Branch

B-6/16-A, Sadar Bazar Quarters, Zaibun Nisa
Street, Karachi
Tel: 021-35210084, 35660613, 35660611,
35215033
Fax: 021-35224762

DHA Phase I Branch

101-C, Commercial Area 'B', Phase-1 DHA,
Karachi
Tel: 021-35314601,35314063,35314065,
35314067,35314105
Fax: 021-35314070

Clifton Branch

Pearl Heaven Apartments, Khayaban-e-Roomi,
Block No-5, Clifton, Karachi
Tel: 021-35823469, 35824171, 35823619
Fax: 021-35821463

DHA Phase IV Branch

Plot # 129, 9th Commercial Street, Phase IV,
DHA, Karachi
Tel: 021-35313068-70
Fax: 021-35313071

Jodia Bazar - Branch 2

Ram Bharti Street, Ismail Trade Centre, Karachi
Tel: 021-32437991-3 - 32471120
Fax: 021-32437994

North Napier Road Branch

18-19, North Napier Road, Karachi
Tel: 021-32766477 & 32766755
Fax: 021-32766487

New Challi Branch

Ground Floor, Trade Tower, Altaf Hussain Road,
New Challi, Karachi
Tel: 021-32422071, 32422027, 32422096,
32422069
Fax: 021-32422051

Paper Market Branch

Al-Abbas Centre, Paper Market, Shahrah-e-
Liaquat, Karachi
Tel: 021-32639671-2
Fax: 021-32639670

Abdullah Haroon Road Branch

282/3, Abdullah Haroon Road, Area, Saddar,
Karachi
Tel: 021-35685269, 35685393, 35685940
Fax: 021-35683991

Water Pump Branch

Lateef Square, Block-16, Federal 'B' Area, Main
Water Pump Market, Karachi
Tel: 021-36321387, 36314817
Fax: 021-36314848

Bahadur Shah Center Branch

Bahadur Shah Center, Urdu Bazar,
Off: M.A. Jinnah Road, Karachi
Tel: 021-32768547, 32768559
Fax: 021-32765083

I. I. Chundrigar Road - Branch 2

5-Business & Finance Centre, opposite State
Bank of Pakistan, Karachi
Tel: 021-32438212, 32472176, 32471796
Fax: 021-32438218

North Karachi Industrial Area Branch

Plot No. R-14, Gabol Town, North Karachi
Industrial Area, Karachi
Tel: 021-32015919 -20, 36995925, 36963445
Fax: 021-36975919

Garden East Branch

Shop No. 4, 5 & 6, Jumani Centre Plot No. 177-
B, Garden East, Karachi
Tel: 021-32243311-13
Fax: 021-32243314

S.I.T.E. Branch

B/9-B/3, Near Metro Chowrangi, S.I.T.E., Area,
Karachi
Tel: 021-32586801-4, 32587166-8
Fax: 021-32586806

Plaza Quarters Branch

Al-Shafi Building Noman Street,
Off: M.A. Jinnah Road, Karachi
Tel: 021-32771515-16-18
Fax: 021-32771517

Muhammad Ali Society Branch

Plot# 4-C Commercial Area, Muhammad Ali
Co-Operative Housing Society, Karachi
Tel: 021-34168036-37
Fax: 021-34186045

Timber Market Branch

Siddique Wahab Road, Karachi
Tel: 021-32732729, 32766995
Fax: 021-32733214

Gulshan-e-Iqbal - Branch 2

B-44, Block 13/A, Main University Road,
Gulshan-e-Iqbal, Karachi
Tel: 021-34987688, 34987739-40
Fax: 021-34987689

Tariq Road Branch

C-51, Central Commercial Area, Near KFC Tariq Road, P.E.C.H.S., Karachi
Tel: 021-34556486, 34556682
Fax: 021-34555478

Barkat-e- Hyderi Branch

Almas Square, Block-G, North Nazimabad, Karachi
Tel: 021-36628931, 36706896-7
Fax: 021-36723165

Shahrah-e-Faisal - Branch II

Business Avenue Block-6, P.E.C.H.S., Karachi
Tel: 021-34386417-18
Fax: 021-34531819

Defence Branch

55-C, Phase-II, D.H.A, Opp Toyota Motors, Main Korangi Road, Karachi.
Tel: 021-35387809-35396263 - 35312592
Fax: 021-35387810

Badar Commercial Branch

Plot No. 41-C, Badar Commercial, Street No. 10, Phase-V Extension, DHA Karachi
Tel: 021-35348501-3
Fax: 021-35348504

Steel Market Branch

Ground Floor, Shop # G-13, 14, 32, 33 Steel Market, Ranchore lines Quarters, Karachi
Tel: 021-32763001- 07
Fax: 021-32763009

Gulistan-e-Jauhar - Branch 2

Shop No. 5, 6,7 & Office No. D-2, Farhan Centre Block No. 1. Gulistan-e-Jauhar, Karachi
Tel: 021-34022259, 34613674, 34016488-9
Fax: 021-34022639

Rizvia Society Branch

B-12, Rizvia Cooperative Society, Nazimabad, Karachi
Tel: 021-36600956-57
Fax: 021-36600958

Jamshed Quarters Branch

Showroom no. 3 & 4, AB Arcade Plot # 714-6-1 Block A, New M.A. Jinnah Road, Karachi
Tel: 021-34860422-23, 34860425
Fax: 021-34860424

Dhoraji Colony Branch

Plot No. 133, Block No. 7 & 8 Dhoraji Colony, C.P & Berar Co- operative Housing Society, Karachi
Tel: 021-34860773-75
Fax: 021-34860772

PAF-Base Faisal Branch

Camp-2, Faisal Arcade, PF-I, Market PAF-Base Faisal, Karachi
Tel: 021-34601360-62
Fax: 021-34601363

Fish Harbour Branch

K - 3, Export Zone, Adjacent Main Auction Hall, Fish Harbour, Karachi
Tel: 021-32315383 - 85
Fax: 021-32315386

Lahore

DHA Y Block Branch

163, Block Y, Phase III, DHA Lahore Cantt
Tel: 042-3569 2531-36
Fax: 042-3589 4682

Gulberg Branch

132-E/I Main Boulevard, Gulberg-III, Lahore
Tel: 042-35870832-3, 35870975-6
Fax: 042-35870834

Lahore Stock Exchange Branch

Office No. 5, LSE Building, 19, Aiwan e Iqbal Road, Lahore
Tel: 042-36280853-56
Fax: 042-36280851

Ferozepur Road Branch

Siza Farmer Factory, Sufiabad, Lahore
Tel: 042-35800092-93 &96
Fax: 042-35800094

Kashmir Block, Allama Iqbal Town Branch

Plot # 1, Kashmir Block, Allama Iqbal Town Scheme, Lahore
Tel: 042-37809021-24
Fax: 042-37809026

Circular Road Branch

Babar Centre, 51, Circular Road, Lahore
Tel: 042-37379371 - 74
Fax: 042-37379370

Ichhra More Branch

House # 146, Muhallah Ferozpur Road, Ichra More, Lahore
Tel: 042-37572091-93
Fax: 042-37572089

Faisal Town Branch

853/D, Akbar Chowk, Faisal Town, Lahore
Tel: 042-35204101-3
Fax: 042-35204104

Azam Cloth Market Branch

285-286, Punjab Block, Azam Cloth Market, Lahore
Tel: 042-37661686 / 37654320 / 37642344
Fax: 042-37661863

Z Block DHA Branch

323-Z, DHA, Phase-3, Lahore
Tel: 042-35693112-15
Fax: 042-35693117

New Garden Town Branch

19-A, Ali Block, New Garden Town, Lahore
Tel: 042-35911361-4
Fax: 042-35911365

Mall Road Branch

56, Ground Floor, Sh-e-Quaid-e-Azam (The Mall), Lahore
Tel: 042-36284801-3
Fax: 042-36284805

Model Town Branch

14-15, Central Commercial Market, Model Town, Lahore
Tel: 042-35915540-49
Fax: 042-35915549

Lahore- Cantt Branch

Day building 1482/A, Abdul Rehman Road, Lahore Cantt
Tel: 042- 36603061-63
Fax: 042-36603065

Pasco House Branch

PASSCO House,11, Kashmir Road, Adjacent LDA Plaza, Lahore
Tel: 042-36300670-1
Fax: 042-36310362

DHA G Block Branch

Plot # 13 G, Commercial Zone DHA, Phase-I, Lahore Cantt.
Tel: 042-35691173-78
Fax: 042-35691171

Liberty Market Branch

26/C, Commercial Zone, Liberty Market, Gulberg, Lahore
Tel: 042-35784321, 35784328, 35717273, 35763308
Fax: 042-35763310

Badami Bagh Branch

25 - Peco Road Badami Bagh Lahore
Tel: 042-37724583, 37720382, 37705036
Fax: 042-37730867

Ravi Road Branch

Plot # 48-J, Ravi Road, Lahore
Tel: 042-37722903 - 04
Fax: 042-37722905

Shahalam Gate Branch

12-A, ShahAlam Gate, Lahore
Tel: 042-37666854 - 57
Fax: 042-37663488

Johar Town Branch

Plot # 85, Block G/1, M.A Johar Town-Lahore
Tel: 042-35291172-74
Fax: 042-35171047

Egerton Road Branch

27-Ajmal House, Egerton Road, Lahore
Tel: 042-36364522, 36364532
Fax: 042-36364542

Allama Iqbal Town Branch

56/12, Karim Block, Allama Iqbal Town, Lahore
Tel: 042-35434160-61, 35434163
Fax: 042-35434164

Darogawala Branch

Near Shalimar garden G.T.Road Darogawala
Lahore
Tel: 042-36520681-83
Fax: 042-36520684

Wahdat Road Branch

Mauza Ichra, Wahdat Road, Lahore
Tel: 042-37503001-3
Fax: 042-37503004

Bedian Road Branch

Plot No. 2512/1, Phase-VI, Bedian Road,
Talal Medical Center, Lahore
Tel: 042-37165300 & 03
Fax: 042-37165304

Samanabad Branch

Plot No.855, Poonch Road, Samanabad, Lahore
Tel: 042-37568831, 37568844, 37568847,
37568842
Fax: 042-37568854

Airport Road Branch

M. M. Arcade, 192-B, New Air Port Road, Lahore
Tel: 042-35700336, 35700338-9
Fax: 042-35700323

Urdu Bazar Branch

S - 38-R, Urdu Bazar Chowk - 205, Circular Road,
Lahore
Tel: 042-37116001-3
Fax: 042-37116004

Islamabad

Super Market Branch

Plot No. 6B, F-6, Super Market, Islamabad
Tel: 051-2279168-70, 051-2824533-34
Fax: 051-2279166

Stock Exchange Branch

Plot # 109, East F-7/G-7, Jinnah Avenue,
Blue Area, Islamabad
Tel: 051-2806281-83
Fax: 051-2806284

Bahria Town Branch

Plot # 3-4, Express Way, Sufiyan Plaza,
Phase VII, Bahria Town, Islamabad
Tel: 051- 5707360 - 63
Fax: 051-5707358

F-6 Markaz Branch

2-Fateh Plaza, Block C, Super Market,
F-6 Markaz, Islamabad
Tel: 051-2601701-3
Fax: 051-2601710

F-10 Markaz Branch

Plot No. 08, Maroof Hospital, F-10
Markaz, Islamabad
Tel: 051-2222860-62
Fax: 051-2222863

F-11 Markaz Branch

Plot # 29, Select Center, F-11
Markaz, Islamabad
Tel: 051-2228027-28
Fax: 051-2228365

Blue Area Branch

20 - Al- Asghar Plaza, Blue Area,
Islamabad
Tel: 051-2823204, 2872913
Fax: 051-2274276

Barah Koh Branch

Murree Road, Tehsil / District,
Islamabad
Tel: 051-2231344, 2233136
Fax: 051-2231345

G-11 Markaz Branch

Shop #. 25-34, Plot # 23, Sajid Sharif
plaza, G-11 Markaz, Islamabad
Tel: 051-2220973-6
Fax: 051-2220977

I-9 Markaz Branch

Plot # 3/L, Shops Nos. 6, 7, 13, & 14, I-9,
Markaz, Islamabad
Tel: 051-4449832-35
Fax: 051-4449836

Rawalpindi

Bank Road Branch 1

60, Bank Road, Rawalpindi
Tel: 051-5564123, 051-5120778-80
Fax: 051-5528148

Bank Road Branch 2

Saddar Bazar, Rawalpindi Cantt.
Tel: 051-5523840-41
Fax: 051-5523837

Raja Bazar Branch

Raja Bazar, Rawalpindi
Tel: 051-5534173-5557244
Fax: 051-5559544

Shamsabad Muree Road Branch

DD/29, Shamsabad Murree Road, Ojri Kalan,
Rawalpindi
Tel: 051-4854400, 4854401-03
Fax: 051-4854404

Faisalabad

Susan Road Branch

Chak No. 213/RB Susan Road, Faisalabad
Tel: 041-8502367-69
Fax: 041-8502371

Liaquat Road Branch

Liaquat Road, chak # 212, Faisalabad
Tel: 041-2541257-59
Fax: 041-2541255

Kotwali Road Branch

P-12, Kotwali Road, Faisalabad
Tel: 041-2412151-53
Fax: 041-2412154

Jail Road Branch

House No. P-62, opposite Punjab Medical
College, Jail Road, Faisalabad
Tel: 041-8813541-43
Fax: 041-8813544

Aminpur Bazar Branch

Plot # 183, Street No.2, Between Amipur
Bazar & Chiniot Bazar, Faisalabad
Tel: 041-2636783 & 2626783
Fax: 041-2611363

Multan

Abdali Road Branch

Plot No. 66-A & 66-B/9, Abdali
Road, Multan
Tel: 061-4588171, 4588172, 4588175-78
Fax: 061-4516762

Vehari Road Branch

Plot # 2227-A, Chowk Shah Abbas, Vehari Road,
Multan
Tel: 061-6241015-17
Fax: 061-6241014

Qadafi Chowk Branch

Plot # 43, Block T, New Multan Road, Qadafi
Chowk-Multan
Tel: 061-6770882-84
Fax: 061-6770889

Hussain Agahi Road Branch

2576, Hussain Agahi Road, Multan
Tel: 061-4548083, 4583268, 4583168, 4584815
Fax: 061-4543794

Sukkur

Marich Bazar Branch

B - 885, Marich Bazar, Sukkur
Tel: 071-5627781
Fax: 071-5627755

Shikarpur Road Branch

Shop # D-195, Ward D, Near A Section Police
Station Shikarpur Road, Sukkur
Tel: 071-5617142-44
Fax: 071-5617145

Workshop Road Branch

City Survey # 3403/2/1 and C.s # 3403/2M/6,
Ward-B Tooba Tower Workshop Road, Sukkur
Tel: 071-5616663, 5616664, 5616582
Fax: 071-5616584

Gujranwala

Wapda Town Branch

Plot # B - III, MM - 53, Hamza Centre,
Wapda Town, Gujranwala
Tel: 055-4800204-06
Fax: 055-4800203

GT Road Branch

B/11-57/103, G. T. Road, Gujranwala
Tel: 055-3842751-3842729
Fax: 055-3842890

Gujranwala Branch

G.T. Rd., Opp. General Bus Stand, Gujranwala
Tel: 055-3820401-3
Fax: 055-3820404

Gujrat

Gujrat Branch

Main GT Road Tehsil & Distt., Gujrat
Tel: 053-3517051-054
Fax: 053-3516756

GT Road Branch

Small Estate, G. T. Road, Gujrat
Tel: 053-3534208, 3533949, 3533586
Fax: 053-3533934

Katchery Chowk Branch

Shop #. 1263 & 1270 B-II, Katchery Chowk,
Opp. Zahoor Elahi Satadium, Near New Narala
Bakers, Gujrat
Tel: 053-3601021-24
Fax: 053-3601025

Peshawar

Deans Trade Center Branch

Deans Trade Centre, Islamia Road, Peshawar
Tel: 091-5253081-82-83 & 85
Fax: 091-5253080

Main University Road Branch

Tehkal Payan, Main University Road-Peshawar
Tel: 091-5850540-41, 5850548-49
Fax: 091-5850546

Fruit Market Branch

Near Fruit Market, G.T. Road, Peshawar
Tel: 091-2260374
Fax: 091-2260375

Milad Chowk Branch

Milad Chowk, New Gate, Peshawar City
Tel: 091-2550477, 2550466, 2217131
Fax: 091-2550488

Hayatabad Branch

Shop# 1, Hayatabad Mall, Baghee-Naran Road,
Phase II, Sector J-I Hayatabad, Peshawar
Tel: 091-5822923-25
Fax: 091-5822926

Quetta

M. A. Jinnah Road Branch

Ground Floor, Malik Plaza, Near Adara-e-Saqafat,
M.A. Jinnah Road, Quetta.

Tel: 081-2865590-95

Fax: 081-2865587

Fatima Jinnah Road Branch

Plot No. Khasra No.134 & 138, Ward No. 19,
Urban # 1, Fatima Jinnah Road, Quetta

Tel: 081-2301091, 2301095

Fax: 081-2301096

Regal Chowk Branch

Regal Chowk, Jinnah Road, Quetta

Tel: 081-2837028-29

Fax: 081-2825065

Liaquat Bazar Branch

Ainuddin Street, Quetta

Tel: 081-2837300-1

Fax: 081-2837302

Abbottabad

Abbottabad Branch

Sitara Market, Mansehra Road, Abbottabad

Tel: 0992-385931-34

Fax: 0992-385935

Attock

Fateh Jang Branch

Main Rawalpindi Road, Mouza & Tehsil Fateh
Jang Distt Attock

Tel: 057-2210321-23

Fax: 057-2210324

Attock Branch

Hamam Road, Attock

Tel: 057-2703120

Fax: 057-2703117

Azad Kashmir

Mirpur Azad Kashmir - Branch 1

NS Tower 119 F/1, Kotli Road

Mirpur, Azad Kashmir

Tel: 05827-437193-97

Fax: 05827-437192

Mirpur Azad Kashmir Branch (2)

Ghazi Archade, 6-B/3, Part II, Allama Iqbal Road,

Mirpur, Azad Kashmir

Tel: 05827-446406-9

Fax: 05827-446405

Shaheed Chowk Branch

Deen Plaza, Shaheed Chowk, Kotli, Azad
Kashmir

Tel: 05826-448453-54

Fax: 05826-448455

Dadyal Branch

Choudhary Centre, Ara Jattan, Dadyal, Azad
Kashmir

Tel: 05827-463475

Fax: 05827-465316

Muzzafarabad Branch

Sangam Hotel, Muzzafarabad, Azad Jammu
Kashmir (AJK)

Tel: 05822-924203-5

Fax: 05822-924206

Chak Ghanian

Chak Ghanian Branch

Plot No. 547-548, Iqbal Mandi, G. T. Road, Sarai
Alamgir

Tel: 0544-654402-03, 655155

Fax: 0544-654401

Chakwal

Dalwal Branch

Village & Post Office Dalwal, Tehsil
Choha, Saidan Shah, Distt Chakwal

Tel: 0543-582834

Fax: 0543-582842

Chakwal Branch

Al- Noor Plaza Sabzi Mandi, Talagang Road,
Chakwal
Tel: 0543-554796, 540650-51
Fax: 0543-554797

Chamman

Chamman Branch

Khashra No. 1323 & 2324 Abdali Bazar, Dola Ram
Road, Tehsil Chamman, District Qila Abdullah,
Baluchistan
Tel: 0826- 618137-39
Fax: 0826-618143

Dadu

Dadu Branch

CS No. 1036/2, Ward 'B', Station Road,
Dadu, Sindh
Tel: 0254-711471-3
Fax: 0254-711474

Dina

Dina Branch

Mian G.T. Road Dina
Tel: 0544-634471 -3
Fax: 0544-636675

Gawadar

Gawadar Branch

Plot Askani Hotel, Mullah Faazul Chowk, Gawadar
Tel: 0864-212144- 212146
Fax: 0864-212147

Ghotki

Ghotki Branch

CS # 395 & 407, Muhallah Machhi Bazar,
Opp: Sarkari Bagh, Ghotki, Sindh
Tel: 0723-681571 - 73
Fax: 0723-681574

Gilgit

Gilgit Branch

Khasra# 1103, 1112, 1113, Haji Ghulam Hussain
Building Raja Bazar Gilgit
Tel: 05811-457366-68
Fax: 05811-457369

Gujjar Khan

Gujjar Khan Branch

Plot # 58-D, 59-C, Sector/Block Area
Development, Scheme # 1, Akbar Kayani
Plaza, G. T, Road, Gujjar Khan
Tel: 051-3516431-2
Fax: 051-3516435

Haripur

Haripur Branch

Ground Floor, Akbar Arcade, Main G.T. Road,
Haripur
Tel: 0995- 610832 - 33
Fax: 0995-610829

Hazro

Hazro Branch

Plot # B -386, 386-A, Dawood Centre, Bank
Square, Ziaul Haq Road, Hazro
Tel: 057-2313283 - 85
Fax: 057-2313286

Hyderabad

Bohri Bazar Hyderabad Branch

41/364, Saddar, Bohri Bazar-Hyderabad
Tel: 022-2730911-14
Fax: 022-2730910

Qasimabad Branch

Shop No. 23, 24 & 25, Rani Arcade,
Qasimabad, Hyderabad
Tel: 022-2650742-43
Fax: 022-2650745

Market Chowk Branch

Shop CS # A/2772/2, Ward -A,
Market Road, Hyderabad
Tel: 022-2638451-54
Fax: 022-2638450

Latifabad No. 7 Branch

Latifabad # 7, 5/D Unit # 7, Hyderabad
Tel: 022-3810524 & 3810525
Fax: 022-3810515

Hala Naka Branch

Plot # 1 & 2, Deh. Gajoo, Near Masjid Siddiq-
e-Akbar, Malka Nagar, Hala Naka, Hyderabad
- Sindh.
Tel: 022-2032991-93
Fax: 022-2032994

Jacobabad

Jacobabad Branch

C.S. No. 480, Ward # 5, Town, Jacobabad - Sindh
Tel: 0722-650071 - 73
Fax: 0722-650074

Jhelum

Jhelum Branch

Plot # 89, Mehfooz Plaza, Kazim Kamal Road,
Jhelum Cantt.
Tel: 0544-720216 - 18
Fax: 0544-720219

Kambar

Shahdad Kot Branch

C.S. No. 1048, 1051, 1052, 1054, Ward 'B';
Taluqa Shahdad Kot, District Kambar, Sindh
Tel: 074-4014461-63
Fax: 074-4014464

Kamoke

Kamoke - GT Road Branch

Madni Trade Centre, G.T Road, Kamoke
Tel: 055- 6815175-76
Fax: 055-6815184

Kandh Kot

Kandh Kot Branch

Registry # 505 & 520, Mukhi Muhallah,
Adjacent: Press Club, Kandh Kot, Sindh
Tel: 0722-572604 - 6
Fax: 0722-572607

Kasur

Kasur Branch

Near Pul Qatal Gahri, Kutchery Road, Kasur.
Tel: 049-2721993
Fax: 049-2721994

Khairpur

Pacca Chang Branch

CS No. 418/1-08, Deh. Pacca Chang,
Taluqa Faiz Ganj, District Khairpur, Sindh
Tel: 0243-557403-5
Fax: 0243-557406

Kot Addu

Kot Addu Branch

Property # 43, RH, 48/A-49-50, Ward B-III,
Kot Addu District, Muzaffar Garh
Tel: 066-2240206-07
Fax: 066-2240208

Lalamusa

Lalamusa Branch

G. T. Road, Lalamusa
Tel: 053-7515694,7515699, 7515697,7519977
Fax: 053-7515685

Larkana

Larkana Branch

C.S. No. 1808, Pakistan Chowk, Larkana , Sindh
Tel: 074-4053608-10
Fax: 074-4053611

Mandi Bahauddin

Mandi Bahauddin Branch

Khasra # 143/112, Chak #51, Bank Road,
Off Railway Road, Ghalla Mandi, Mandi
Bahauddin
Tel: 0546-600901, 600903-4-5
Fax: 0546-600902

Mansehra

Mansehra Branch

Al- Hadeed Corporation Market Shahrah
Resham, Mansehra
Tel: 0997-303186, 303180
Fax: 0997-303135

Mardan

The Mall Branch

Plot No. 337, 337-A, The Mall, Mardan
Tel: 0937-865344-45
Fax: 0937-865342

Mirpurkhas

Umer Kot Road Branch

Plot No : 988 to 991 Umerkot Gharibabad,
Mirpur Khas
Tel: 0233- 875115-7
Fax: 0233-875118

Khipro Bus Stand Branch

Plot No. 92-93, Samanabad, Khipro District,
Ghumanabad Chowk, Khipro Bus Stand -
Mirpurkhas
Tel: 0233-874518
Fax: 0233-875925

Muridke

Muridke Branch

774, G.T. Road Muridke
Tel: 042-37950456,37994711-12
Fax: 042-37994713

Narowal

Katchery Road Branch

Katchery Road, Narowal
Tel: 0542-414105-7
Fax: 0542-414089

Nawabshah

Nawabshah Branch

Survey No. 77, Masjid Road,
Nawabshah, Sindh
Tel: 0244 - 372042 - 44
Fax: 0244-372045

Jamshoro

Nooriabad Branch

Ground Floor, SITE Office Building Nooriabad,
Dist, Jamshoro, Sindh
Tel: 025-4670433
Fax: 025-4670434

Okara

Ravi Road Branch

23/A, Ravi Road, Okara.
Tel: 044-2528755, 2525355
Fax: 044-2525356
Rabwah

Rabwah Branch

Plot No-9-10, Block-14, Darul Sadar, Gol Bazar,
(Chenab Nagar) Rabwah
Tel: 047-621 3795-96
Fax: 047-621 3797

Rahim Yar Khan

Rahim Yar Khan Branch

31/34 Shahi Road, Rahimyar Khan
Tel: 068-5877821-5883876
Fax: 068-5876776

Sadiqabad

Sadiqabad Branch

Mozzah Khuda Bux Dehar, Macchi Goth,
KLP Road, Sadiqabad
Tel: 068- 5786791-3
Fax: 068-5786300

Sahiwal

High Street Branch

558/8-1, Navid, Plaza, High Street Sahiwal.
Tel: 040-4229247, 4221615,4229247
Fax: 040-4460960

Sargodha

Satellite Town Branch

Satellite Town, Ground Floor, Afzal Towers,
Plot # 302-A, Main Satellite Town, Sargodha
Tel: 048-3221025-28
Fax: 048-3221024

Sargodha Branch

Prince Cinema Market Railway Road, Sargodha
Tel: 048-3768113-5
Fax: 048-3768116

Shikarpur

Shikarpur Branch

C.S. No.52/33/1, Ward 'B', Lakhi Gate,
Shikarpur , Sindh
Tel: 0726-522057-59
Fax: 0726-522060

Sialkot

Kashmir Road Branch

Address: Block 'A', ZHC, Kashmir Road, Sialkot
Tel: 052-3573304 to 07 (4 lines)
Fax: 052-3573310

Paris Road Branch

B1, 16S, 71/A/1, Paris Road, Sialkot
Tel: 052-4602712-16
Fax: 052-4598849

Small Industrial Area Branch

Plot No. 32 / A, S.I.E -1, Small Industrial Estate,
UGOKE Road, Sialkot
Tel: 052-3242690 - 92
Fax: 052-3242695

Swabi

Swabi Branch

Property bearing No. 3361, Main Mardan Road,
Swabi
Tel: 0938-222968 - 69
Fax: 0938-221572

Tando Allah Yar

Tando Allah Yar Branch

C-1, Survey # 274, Main Road, Tando Allah Yar -
Sindh
Tel: 022-2763181-83
Fax: 022-2763184

Turbat

Main Bazar Branch

Main Bazar, Turbat
Tel: 0852-413874
Fax: 0852-414048

Wah Cantt

Wah Cantt Branch

Plot No. 17/37, Civic Center, Aslam Market,
Wah Cantt
Tel: 051-4542157, 4542167, 4542279, 4902238-39
Fax: 051-4542140



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