

HABIB BANK விரு இருந்து FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2017

STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2017	BANK LKR	BANK (AUDITED) LKR	GROUP (A	
In Rupees Thousand	9/30/2017	12/31/2016	12/31/2016	12/31/2015
Assets				
Cash and cash equivalents	2,465,203	1,247,249	115,822,169	93,983,739
Balances with central banks	1,335,686	1,306,271	168,575,209	113,737,010
Placements with banks	807,897	209,875	1,184,128	2,813,925
Other financial assets held-for-trading			41,305,459	43,012,059
Loans and receivables to bank		300,123	32,863,803	15,567,708
Loans and receivables to customers	4,985,195	4,971,237	748,466,297	637,383,859
Financial Investment – Available -for-sale			1,022,980,450	983,146,118
Financial Investment - Held-to-maturity	1,086,947	496,843	256,433,520	225,603,253
Other Financial Assets	465,780	2,361,981		1.5
Income Tax Receivable	51,519	48,167		
Investments in associates and joint ventures			23,685,342	19,062,356
Property, plant and equipment	199,354	228,212	30,763,913	28,848,763
Investment Properties		14		
Goodwill and Intangible assets			5,323,596	2,492,746
Deferred tax assets	33,163	33,163		
Other assets	90,931	106,952	59,778,445	52,781,447
Total assets	11,521,675	11,310,073	2,507,182,331	2,218,432,983
Liabilities		100000000000000000000000000000000000000		
Due to banks	52,483	778,076		
Due to other customers	3,299,392	3,350,124	1,885,959,026	1,634,944,470
Borrowing	2,221,977	1,354,453	332,822,846	314,319,099
Current tax liabilities			1,563,854	1,497,799
Deferred tax liabilities			6,090,983	5,671,128
Other provision	100	0.0000		
Employee benefit liabilities	43,488	46,938	4,334,366	4,061,372
Subordinated loan			9,998,000	10,000,000
Other liabilities	97,725	57,767	70,144,386	65,319,064
Total liabilities	5,715,065	5,587,358	2,310,913,461	2,035,812,932
Equity	4 000 000	4 000 000	44 000 505	44.000.505
Stated capital/Assigned capital	4,938,390	4,938,390	14,668,525	14,668,525
Statutory reserve fund	67,860	67,860	30,654,465	27,365,776
Retained earnings Other reserves	141,419	103,837	106,142,374	96,495,448
Total shareholders' equity	658,941	612,628	41,367,796	42,391,860
	5,806,610	5,722,715	192,833,160	180,921,609
Non Controlling Interest Total equity			3,435,710 196,268,870	1,698,442 182,620,051
Total equity Total equity and liabilities	11,521,675	11,310,073	2,507,182,331	2,218,432,983
Contingent liabilities and commitments	1,822,973	2,415,994	334,995,522	305.143.124
Contingent navalties and commitments	1,022,9/3	2,415,594	334,335,522	305,143,124
Memorandum Information	1		l	l
Number of Employees	68	73	17,303	15,060
Number of Branches	7	7	1,731	1,716

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2017							
			Reser	ves			
BANK In Rupees Thousand (LKR)	Share capital	Assigned capital	Reserve fund	Revaluation reserve	Retained earnings	Other reserves	Total equity
Balance as at 01/01/2017 (Opening balance) Total comprehensive income for the year	¥	4,938,390	67,860	96,623	103,837	516,006	5,722,716
Profit(loss) for the year Other comprehensive income (net of tax)	:	:		:	37,583	46,312	37,583 46,312
Total comprehensive income for the year		4,938,390	67,860	96,623	141,419	562,318	5,806,610
Transaction with equity holders, recognised directly in equity							
Share issue/increase of assigned capital Share options exercised							
Bonus issue Right issue			:	- 1			
Transfers to reserves during the period Dividend to equity holders							-
profit transferred to head office	- 1						
Profit capitalisation during the year Total transaction with equity holders	-	- :	- :	- :	- :		
Balance as at 30/09/2017 (Closing Balance)		4,938,390	67,860	96,623	141,419	562,318	5,806,610

STATEMENT OF CHANG	STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2016											
Group			Reserve	s								
In Rupees Thousand (PKR)	Share capital	Assigned capital	Reserve fund	Revaluation reserve	Retained earnings	Other reserves	Total	Non controlling interest	Total equity			
Balance as at 01/01/2016 (Opening balance)	14,668,525	- 6	27,365,776	22,569,486	96,495,448	19,822,374	180,921,609	1,698,442	182,620,051			
Total comprehensive income for the year Profit/lloss) for the year Other comprehensive income (net of tax)	5	5			34,070,145 (636,687)	(2,361,719)	34,070,145 (2,998,406)	136,109 (204,863)	34,206,254 (3,203,269)			
Total comprehensive income for the year	14,668,525	- 1	27,365,776	22,569,486	129,928,906	17,460,655	211,993,348	1,629,688	213,623,036			
Transaction with equity holders, recognised directly in equity Share issuelincrease of assigned capital Share options exercised						:						
Bonus issue		5						- 0				
Right issue Transfers to reserves during the period Capital contribution to Statutory funds of associates	:	1	3,288,689	:	(3,288,689)				1			
Dividend to equity holders Gain on Business Combination		- 4			(20,535,936)		(20,535,936)		(20,535,936)			
profit transferred to head office Transferred from surpuls on revaluatuation of fixed assets Exchang translation realized on sale of foreign operation		5		1,494,361	38,093		1,532,454		1,532,454			
Non-controlling interest acquired in HABIB during the period Excess of consideration paid over net assets of acquired entity						(156,706)	(156,706)	1,806,022	1,806,022 (156,706)			
Total transaction with equity holders			3,288,689	1,494,361	(23,786,532)	(156,706)	(19,160,188)	1,806,022	(17,354,166)			
Balance as at 31/12/2016 (Closing Balance)	14,668,525		30,654,465	24,063,847	106,142,374	17,303,949	192,833,160	3,435,710	196,268,870			

INCOME STATEMENT FOR THE PERIOD ENDED 30 SEPTEMBER 2017	BANK LKR	BANK LKR	GROUP (A	
In Rupees Thousand	9/30/2017	9/30/2016	12/31/2016	12/31/2015
Interest income	502,161	463,555	141,089,244	141,101,285
Interest expenses	149,388	105,850	59,137,882	62,932,509
Net interest income	352,773	357,705	81,951,362	78,168,776
Fee and commission income	21,378	19,214	18,652,985	17,193,896
Fee and commission expense				
Net fee and commission income	21,378	19,214	18,652,985	17,193,896
Net gain/ (Loss) from trading			5,329,667	11,060,255
Net gain/ (Loss) from financial instruments designated at	l .			
fair value through profits or loss				l
Net gain/(loss) from financial investments				
Other Operating Income (net)	34,345	39,013	7,079,114	8,329,814
Total operating income	34,345	39,013	12,408,781	19,390,069
Impairment for loans and other losses	26,538	12,444	717,563	4,507,906
Individual impairment	29,220	3,330	209,973	4,285,776
Collective impairment	(2,682)	9,114	281,182	567,779
Other			226,408	(345,649)
Net operating income	381,958	403,488	112,295,565	110,244,835
Personnel expenses	187,908	169,353	25,774,279	23,617,152
Depreciation and amortisation	34,207	32,417	3,529,577	3,100,254
Other expenses	90,372	84,549	26,466,798	23,241,191
Operating profit/(loss) before value added tax (VAT)	69,471	117,169	56,524,911	60,286,238
Value added tax (VAT)on financial services	31,888	28,815		
Profit/(loss) before tax	37,583	88,354	56,524,911	60,286,238
Tax expenses		1,000	22,318,657	25,184,647
Profit/(loss) for the period	37,583	87,354	34,206,254	35,101,591
Profit attributable to:				
Owners of the parent	37,583	87,354	34,070,145	35,108,659
Non-controlling interests			136,109	(7,068)
Earnings per share on profit	I			23.93
Basic earnings per ordinary share	1 1		23.23	
Diluted earnings per ordinary share			23.23	23.93

HBL SRI LANKA STATEMENT OF COMPREHENS	IVE INCOME FOR TH	E PERIOD ENDED 30	SEPTEMBER 2017	
In Rupees Thousand	BANK LKR	BANK LKR	GROUP (AU PKR	DITED)
iii iiapooo iiioadaiia	9/30/2017	930/2016	12/31/2016	12/31/2015
Profit/(loss) for the period Other Comprehensive income, net of tax	37,583	87,354	34,206,254	35,101,591
Changes in revaluation surpuis Actuarial gains and losses on defined benefit plans Gains and losses (arising from translating the financial statements of foreign operation) Excalinge differences on translation of foreign currency capital & reserve Income tax on Other comprehensive Income	46,312	46,842	(624,497) (2,566,582)	(281,560) (513,915)
Income act of Other Comprehensive Winds of associates Gain] (Loss) on revaluation of Assets Deficit on revaluation of Assets Deficit on revaluation fixed assets Other comprehensive income for the period, net of taxes	46.312	46.842	(12,190) 583,551 948,903 (1,670,815)	(37,050) (383,542) 1,529,866 313,799
	5000000			
Total comprehensive income for the period Attributable to: Owners of the parent Non-Controlling interests	83,894 83,894	134,196 134,196	32,535,439 32,584,467 (49,028)	35,415,390 35,441,670 (26,280)

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2017	Bank	Bank (Audited)	Group (Audited)		
Item	2017 LKR	2016 LKR	2016 PKR	2015 PKR	
Cash Flow from Operating Activities Profit before tax (Gain/Iloss on disposal of Property, plant & equipment (Gain/Iloss on sale of securities	37,582 (5)	105,830 (50)	56,524,911 (60,028)	60,286,238 (49,432)	
Share of profit of associates & joint venture Depreciation & Amortisation Provision for gratuity	34,345 4,500	43,726 7,022	(3,768,085) 3,529,577	(3,399,078) 3,100,254	
Impairment charge for Loans & advances (Increase) Decrease in Interest Receivable Increase (Decrease) in Interest payable Increase in accrued expenses Increase in inacruid liabilities Comparison	26,538 46,904 110 12,264	14,207 (67,287) 32,310 21,417 (3,597)	491,155	4,853,555	
inclease in limitation and inclease in critical inclease of critical payments made Other non cash feems Charles on the critical inclease of critical incle	(7,950) (1,564)	(3,387) (2,980) (3,138) (558)	164,010 (1,286,488) 329,478 248,616	264,338 (1,542,947) 15,978 (382,393)	
Workers Welfare Fund Operating Profit before changes in Operating Assets & Liabilities	152,724	146,903	1,073,521 57,246,667	1,183,462 64,329,975	
(Increase)/Decrease in Operating Assets and Liabilities (Increase)/Decrease in Operating Assets (Increase)/Decrease in Operating Liabilities Net Cash from Operating Activities before Income Tax	936,821 801,797 1,738,617	(1,614,248) 1,515,048 (99,200)	(119,867,595) 262,784,631 142,917,036	15,755,731 293,317,965 309,073,696	
Income Tax (Paid) / Refunds Net Cash from Operating Activities	(3,352) 1,887,990	(10,608) 37,095	(27,319,492) 172,844,211	(22,493,474) 350,910,197	
Cash Flow from Investing Activities Unidends Received Texthase of Propury & Equipment Propulse of Propury Plant & Equipment Not cash flows from purchase of financial investments Not cash flows from purchase of financial investments Ret cash flows on business combination Effect of translation of net investment in foreign branches, subsidiaries & associates Net Cash from Investing Activities	1,564 (5,487) 5	558 (15,468) 74 (14,836)	1,230,935 (4,151,831) 74,238 (66,575,800) (3,160,125) (2,361,719) (74,944,302)	1,660,111 (5,763,273) 70,580 (328,668,081) 236,259 (502,945) (332,967,349)	
Cash Flow from Financing Activities Funds from Head Discourage of Financian Case of	1	1	(204,863) (2,000) (21,016,417) (21,223,280)	(10,970) 10,000,000 (22,772,763) (12,783,733)	
Net Increase/(Decrease) in Cash and Cash Equivalents Exchange difference in respect of cash & cash equivalent Cash and Cash Equivalents at Beginning of the year	1,884,071 46,313 1,870,506	22,259 97,073 1,751,174	76,676,629 (5,033,235) 212,753,984	5,159,115 3,706,019 198,855,615	

								ADD	TIONAL	DISCLOSURE
1) Loan & Receivables t		2) Loans and Receivable	es to Oth	er Custo	mers- By	Product	3) Movements in I			
	BANK	BANK (Audited)	GROUP	(Audited)		BANK (LKR.)	BANK (Audited)	GROUP	(Audited)	period for L
	(LKR)	(LKR)	(PKF	3)		(LKH)	(LKR)	(PI	in)	1
					In Rupees Thousand	9/30/2017	12/31/2016	12/31/2016	12/31/2015	
In Rupees Thousand	9/30/2017	12/31/2016	12/31/2016	12/31/2015	By Product- Damestic Currency					In Rupees Thousand
Gross loans & receivables	5,067,658	5,027,062	817,250,038	706,563,071	Dverdraft Term loans	1,224,508 1,026,055	1,176,697 1,142,342	135,343,419 265,667,544 16,571,941 4,519,239 9,922,184 81,386,115 7,963,685	134,760,605 203,490,601 10,478,123 3,429,154 6,156,106	Individual Impairment
(Less): Individual Impairment Collective Impairment	63,558 18,906	34,338 21,486	65,160,197 3,623,544	65,881,113 3,298,099	Lease rentals receivable Credit cards			4519,239	3,429,154	Opening balance
Colective inpariment	10,000	21,400	3,023,044	3,230,000	Bills of exchange Loans to financial institusions Staff leans	69.988	99,995 56,061	81,385,115	54.276.535 7.912.161	Charge (Write back) to income Write-off during the year
Net loans and receivables including those					Pawara					Other movements
designated at fair value through profit or loss	4,985,195	4,971,238	748,466,297	637,383,859	Other laans Sub total	3,035,506	2,722,176	587,490,526	506,249,704	Closing balance
					By product- Foreign Currency	589 118	750.499	43 944 712	40.128.555	Collective impairment
(Less): Loans and receivables designated at					Term leans Bills of eachange	1,076,845	750,499	43.944.712 81.518.407 76.338.638	40.128.555 88.224.250 80.832.319	Opening balance
fair vale through profit or loss					Other loans Sub-total	2 9 5 801	1.002.619 2.118.657	229 759 612	200 213 243	Charge((Write back) to incom Other movements
Net loans and receivables	4.985.195	4.971.238	748.466.297	637.383.859	Tetal Loss: Sattf lean fair value adjustment Loss: Allowance for impairment losses	5,081,423	5,040,827	817,250,038		Closing balance
* Provision is made according to prudential regulatio				, , , , , , , , , , , , , , , , , , , ,	Loss: Allowance for impairment losses	4.985,195	4.971.238	748.456.297	637,383,859	Total Impairment

Provision is made according to probe that regulations issued by	State bank of Patistan.		4,985,195 4,971,238 /48,466,297 637,383,859							
ANALYSIS OF FINANCIA	L INSTRUM	ENTS BY MEA	SUREMENT	BASIS AS	al regulations issued by S AT 30 SEPTE	MBER	^{Aristan.} 2017			
a. Bank -2017										
In Rupees Thousand	Held for Trading	Designated at FVTPL	Held to Maturity	Amotised cost	Available for sale	Others	Total			
ASSETS Cash and cash equivalents Balances with central banks Placement with banks Loans and receivables to bank Loans and receivables to other customers Financial investment Total financial assets			1,086,947 1,086,947	2,465,203 1,335,686 807,897 4,985,195 465,780 10,059,760			2,465,203 1,335,686 807,897 4,985,195 1,552,727 11,146,708			
In Rupees Thousand			Heald for Trading	Designated at FVTPL	Amortised cost	Others	Total			
LIABILITIES Due to banks Due to other customers Other borrowings Total financial liabilities	:	i.	52,483 3,299,392 2,221,977 5,573,852		52,483 3,299,392 2,221,977 5,573,852					
b. Bank (Audited) -201	6									
In Rupees Thousand	Held for Trading	Designated at FVTPL	Held to Maturity	Amotised cost	Available for sale	Others	Total			

Total financial liabilities					5,573,852		5,573,852
b. Bank (Audited) -201	6						
In Rupees Thousand	Held for Trading	Designated at FVTPL	Held to Maturity	Amotised cost	Available for sale	Others	Total
ASSETS Cash and cash equivalents Balances with central banks Balances with central banks Loans and receivables to bank Loans and receivables to other customers Financial investments Total financial assets	1 1 1	:	496,843 496,843	1,247,249 1,306,271 209,875 300,125 4,971,237 2,361,981 10,396,736			1,247,249 1,306,271 209,875 300,123 4,971,237 2,858,825 10,893,579
In Rupees Thousand			Heald for Trading	Designated at FVTPL	Amortised cost	Others	Total
LIABILITIES			Heald for Trading	Designated at FVTPL			
			Heald for Trading	Designated at FVTPL	778,076 3,350,124 1,354,453	Others - -	778,076 3,350,124
LIABILITIES Due to banks Due to other customers			Heald for Trading	Designated at FVTPL	778,076 3,350,124		778,076 3,350,124 1,354,453 5,482,653
LIABILITIES Due to banks Due to other customers Other borrowings	16		Heald for Trading	Designated at FVTPL	778,076 3,350,124 1,354,453		778,076 3,350,124 1,354,453

c. Group (Audited) -2016											
In PKR Thousand	Held for Trading	Designated at FVTPL	Held to Maturity	Amotised cost	Available for sale	Others	Total				
ASSETS Cash and cash equivalents Balances with central banks Placement with banks Loans and receivables to bank Loans and receivables to other customers Financial investments Total financial assets	41,305,459 41,305,459		256,433,520 256,433,520	115,822,169 168,575,209 1,184,128 32,863,803 748,466,297	1.022,980,450 1,022,980,450		115,822,16 168,575,20 1,184,12 32,863,80 748,466,29 1,320,719,42 2,387,631,03				
In PKR Thousand			Heald for Trading	Designated at FVTPL	Amortised cost	Others	Total				
LIABILITIES Due to banks Due to other customers Other borrowings Total financial liabilities				1,885,959,026 332,822,846 2,218,781,872		- :	1,885,959,02 332,822,84 2,218,781,8 7				

3) Movements in Individual					4) Due to Other Custo	stomers - By	
period for Loans and I	BANK (LKR.)	BANK (Audited)	GROUP (BANK (LKR)	
In Rupees Thousand	9/30/2017	12/31/2016	12/31/2016	12/31/2015	In Rupees Thousand	9/30/2017	
Individual Impairment					By product- Demestic Currency		
Opening balance	34,338	26,807	65,881,113	63,506,795	Demand deposits (Current accounts) Savings deposits	324,288 413,085	
Charge/(Write back) to income statement	29,220	9,477	141,568	3,549,975	Fixed deposits	1.917.628	
Write-off during the year		1,946	(262,906)	(2,180,691)	Call Deposits	104,972	
Other movements			(599,578)	1.005.034	Margin Balances Sub total	2,763,036	
Closing balance	63,558	34,338	65,160,197	65,881,113	SUB total	2,763,036	
Collective impairment				30.00	By product- Foreign Currency	0.00000000	
Opening balance	21,486	16,428	3.298.099	2.674,082	Demand deposits (Current accounts) Sevings deposits	174,247 301,291	
Charge/(Write back) to income statement	(2,682)	4,730	281,182	567,779	Savings deposits Fixed deposits	60.818	
Other movements	101	328	44.263	56.238	Call Deposits		
Closing balance	18,906	21,486	3.623.544	3,298,099	Margin Balances		
Total Impairment	82,463	55,824	68,783,741	69,179,212	Sub total Total	536,356 3,299,392	

	ΑI	VALYSIS OF FINANCIAL	INSTRUMENTS E	BY MEASUREMENT	BASIS AS A	AT 30 SEPTEMBI	R 2017
П	d.	Group (Audited) -2015	5				

(Audited) GROUP (Audited)

1,0,181 10,088 2,243,806 1,483,003,280 1,265,943,176

In PKR Thousand	Held for Trading	Designated at FVTPL	Held to Maturity	Amotised cost	Available for sale	Others	Total
ASSETS Cash and cash equivalents Balances with central banks Placement with banks Loans and receivables to bank Loans and receivables to other customers Financial investments Total financial assets	43.012.059 43.012.059	:	225,603,253 225,603,253	93,983,739 113,737,010 2,813,925 15,567,708 637,383,859 863,486,241	983,146,118 983,146,118	:	93,983,739 113,737,010 2,813,925 15,567,708 637,383,859 1,251,761,430 2,115,247,671
In PKR Thousand			Heald for Trading	Designated	Amortised cost	0.1	Total
III F KN TIIOUSBIIU			neard for Trading	at FVTPL	Amortisea cost	Others	lotai

SELECTED PERFORMANCE INDICATORS (AS PER RE	GULATORY	REPORTING)	AS AT 30 SEPT	TEMBER 2017
Item	9/30/2017	12/31/2016 (Audited)	12/31/2016 (Audited)	12/31/2015 (Audited)
	Bank -	LKR	Group - PKR	
Regulatory Capital Adequacy				
Core Capital (Tier 1 Capital), Rs. '000	5,110,088	5,110,088	160.028.759	146,400,097
Total Capital Base, Rs. '000	3,089,442	4,759,399	188,074,159	180,079,337
Core Capital Adequacy Ratio, % of Risk Weighted Assets (Minimum Requirement, 5.75%)	60.34%	64.65%	12.02%	13.14%
Total Capital Adequacy Ratio, % of Risk Weighted Assets (Minimum Requirement, 11.75	6) 61.68%	65.61%	15.53%	16.98%
Assets Quality (Quality of Loan Portfolio)				
Gross Non · Performing Advances Ratio, % (Without Interest in Suspense)	5.43%	4.58%	10.08%	12.05%
Net Non - Performing Advances Ratio, % (net of interest in suspense and provision)	3.81%	3.47%	1.37%	1.71%
Profitability			2,222,000	
Interest Margin, %	4.58%	4.60%	3.47%	3.83%
Return on Assets (Before Tax). %	0.49%	1.02%	1.44%	1.72%
Return on Equity, %	0.87%	1.97%	17.98%	19.94%
Regulatory Liquidity				
Statutory Liquid Assets, Rs. '000	l .			
	2.586.979	1.043.459		
Domestic Banking unit Off-Shore Banking Unit	1,587	9,208		
Statutory Liquid Assets Ratio,% (Minimum Requirement, 20%)	1,587	9,208		
Domestic Banking unit (Minimum Requirement, 20%)	89.36%	30,20%		
Off-Shore Banking Unit	20.67%	86.88%		
OTI-OHOTE Danking Offic	20.07 %	00.00%		