

STATEMENT OF FINANCIAL POSITION AS AT 30 June 2020	BANK LKR	BANK (AUDITED) LKR	GROUP (AUDITED) PKR	
In Rupees Thousand	6/30/2020	12/31/2019	12/31/2019	12/31/2018
Assets				
Cash and cash equivalents	1,386,888	1,594,367	165,119,955	130,203,020
Balances with central banks	69,024	77,238	156,982,755	156,644,279
Placements with banks	100,000	1,001,397	51,277,336	33,900,345
Derivative financial instruments	2,739	5,545	6,354,870	68,670,659
Financial assets at amortised cost - Investments	2,800,977	2,704,808	216,338,120	279,177,826
Financial assets at amortised cost - Loans & Advances	2,624,350	2,892,644	1,080,440,220	851,502,420
Financial assets measured at fair value through other comprehensive income	1,617,170	217,887	1,137,840,497	999,610,139
Income Tax Receivable	91,385	90,186	-	-
Investments in associates and joint ventures	-	-	29,518,977	27,357,818
Property, plant and equipment	253,843	263,279	64,915,168	57,098,390
Goodwill and Intangible assets	-	-	7,033,470	5,694,453
ROU Asset	34,597	22,890	-	-
Deferred tax assets	-	-	570,717	-
Other assets	181,948	37,987	109,461,065	86,358,715
Total assets	9,162,903	8,908,208	3,025,853,150	2,696,218,064
Liabilities				
Due to banks	33,433	50,653	-	-
Derivative financial instruments	-	-	-	-
Due to other customers	2,686,875	2,537,214	2,137,293,065	1,998,935,057
Borrowing	-	-	523,319,055	397,802,667
Current tax liabilities	-	-	3,963,884	1,758,747
Deferred tax liabilities	12,417	12,417	-	971,368
Other provision	-	-	-	-
Employee benefit liabilities	48,267	42,565	6,016,581	5,706,547
Subordinated loan	-	-	9,990,000	9,994,000
Other liabilities	112,560	66,069	146,018,354	92,299,057
Total liabilities	2,893,552	2,708,918	2,826,600,939	2,507,467,443
Equity				
Stated capital/Assigned capital	4,938,390	4,938,390	14,668,525	14,668,525
Statutory reserve fund	69,670	69,670	32,965,428	31,537,231
Retained earnings	976,935	869,865	101,606,320	96,909,270
Other reserves	284,358	321,384	46,001,458	42,149,641
Total shareholders' equity	6,269,352	6,199,289	195,241,731	185,264,667
Non Controlling Interest	-	-	4,010,480	3,485,954
Total equity	6,269,352	6,199,289	199,252,211	188,750,621
Total equity and liabilities	9,162,903	8,908,208	3,025,853,150	2,696,218,064
Contingent liabilities and commitments	1,930,625	1,341,863	715,787,631	560,986,894
Memorandum Information				
Number of Employees	64	63	20,093	18,129
Number of Branches	6	6	1,743	1,751

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2020							
BANK	Reserves						Total equity
	Share capital	Assigned capital	Reserve fund	Revaluation reserve	Retained earnings	Other reserves	
Balance as at 01/01/2020 (Opening balance)	-	4,938,390	69,670	204,912	869,865	116,452	6,199,289
Total comprehensive income for the year	-	-	-	-	58,770	-	58,769
Profit/(loss) for the year	-	-	-	-	48,300	(37,006)	11,294
Other comprehensive income (net of tax)	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	107,070	(37,006)	70,063
Transaction with equity holders, recognised directly in equity	-	-	-	-	-	-	-
Share issue/increase of assigned capital	-	-	-	-	-	-	-
Share options exercised	-	-	-	-	-	-	-
Bonus issue	-	-	-	-	-	-	-
Right issue	-	-	-	-	-	-	-
Transfers to reserves during the period	-	-	-	-	-	-	-
Dividend to equity holders	-	-	-	-	-	-	-
profit transferred to head office	-	-	-	-	-	-	-
Profit capitalisation during the year	-	-	-	-	-	-	-
Total transaction with equity holders	-	-	-	-	-	-	-
Balance as at 30/06/2020 (Closing Balance)	-	4,938,390	69,670	204,912	976,935	79,446	6,269,352

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31ST DECEMBER 2019									
GROUP (Audited)	Reserves						Non controlling interest	Total equity	
	Share capital	Assigned capital	Reserve fund	Revaluation reserve	Retained earnings	Other reserves			
Balance as at 31/12/2018 (Opening balance) - Restated	14,668,525	-	31,537,231	21,420,450	96,974,143	20,729,191	3,485,954	188,815,494	
Impact of adoption of IFRS 09 - net of tax	14,668,525	-	-	-	(64,873)	-	-	(64,873)	
Balance as at 01/01/2019 (Opening balance) - Restated	-	-	31,537,231	21,420,450	96,909,270	20,729,191	3,485,954	188,750,621	
Total comprehensive income for the year	-	-	-	-	12,055,571	-	385,372	12,440,943	
Profit/(loss) for the year	-	-	-	(6,825,380)	(156,273)	10,740,626	3,758,973	3,898,729	
Other comprehensive income (net of tax)	-	-	-	-	-	-	-	-	
Total comprehensive income for the year	14,668,525	-	31,537,231	14,595,070	108,808,568	31,469,817	4,011,082	205,090,293	
Transaction with equity holders, recognised directly in equity	-	-	-	-	-	-	-	-	
Share issue/increase of assigned capital	-	-	-	-	-	-	-	-	
Share options exercised	-	-	-	-	-	-	-	-	
Bonus issue	-	-	-	-	-	-	-	-	
Right issue	-	-	-	-	-	-	-	-	
Transfers to reserves during the period	-	-	1,428,197	-	(1,428,197)	-	-	-	
Capital contribution to Statutory funds of associates	-	-	-	-	29,326	-	29,326	29,326	
Dividend to equity holders	-	-	-	-	(5,867,408)	-	(5,867,408)	(5,867,408)	
Gain on Business Combination	-	-	-	-	-	-	-	-	
profit transferred to head office	-	-	-	-	-	-	-	-	
Transferred from surplus on revaluation of fixed assets	-	-	-	(63,429)	64,031	-	602	(602)	
Exchange transaction realized on sale of foreign operation	-	-	-	-	-	-	-	-	
Exchange transaction realized on sale of Bank branches	-	-	-	-	-	-	-	-	
Non-controlling interest acquired in HABIB during the period	-	-	-	-	-	-	-	-	
Total transaction with equity holders	-	-	1,428,197	(63,429)	(7,202,248)	-	(5,837,480)	(602)	
Balance as at 31/12/2019 (Closing Balance)	14,668,525	-	32,965,428	14,531,641	101,606,320	31,469,817	4,010,480	199,252,211	

SELECTED PERFORMANCE INDICATORS (AS PER REGULATORY REPORTING) AS AT 30 JUNE 2020			
Item	Bank - LKR		12/31/2019 (Audited)
	6/30/2020		
Regulatory Capital Adequacy			
Common Equity Tier 1 Rs.'000	5,877,926		5,877,926
Core Capital (Tier 1 Capital), Rs. '000	5,833,703		5,743,875
Total Capital Base, Rs. '000	5,906,879		5,824,998
Regulatory Capital Ratios			
Common Equity Tier 1 Capital (%) , (Minimum Requirement - 7%)	145.89%		121.24%
Tier 1 Capital Ratio (%) , (Minimum Requirement - 8.5%)	145.89%		121.24%
Total Capital Ratio (%) , (Minimum Requirement - 12.5%)	147.72%		122.95%
Leverage Ratio , (Minimum Requirement - 3%)	63%		66%
Regulatory Liquidity			
Statutory Liquid Assets, Rs.'000			
Domestic Banking unit	5,483,319		4,920,295
Off-Shore Banking Unit - USD	1,331		674
Statutory Liquid Assets Ratio (%) , (Minimum Requirement - 20%)			
Domestic Banking unit	198%		242%
Off-Shore Banking Unit	39%		32%
Total Stock of High Quality Liquidity Assets , Rs.'000	5,306,806		3,604,389
Liquidity Coverage Ratio (%) , (Minimum Requirement - 100%)			
Rupee (%)	883%		1640%
All Currency (%)	753%		1509%
Net Stable Funding Ratio (%) - (Minimum Requirement - 100%)	237%		187%
Assets Quality (Quality of Loan Portfolio)			
Gross Non - Performing Advances Ratio (%) (net of interest in suspense)	8.02%		7.45%
Non - Performing Advances (%) (net of interest in suspense and provision)	1.09%		0.96%
Profitability			
Interest Margin (%)	5.92%		6.56%
Return on Assets (before Tax) (%)	2.44%		1.89%
Return on Equity (%)	1.88%		0.50%

INCOME STATEMENT FOR THE PERIOD ENDED 30 JUNE 2020	BANK LKR		GROUP (AUDITED) PKR	
In Rupees Thousand	6/30/2020	6/30/2019	12/31/2019	12/31/2018
Interest income	357,313	348,412	165,282,752	165,286,803
Interest expenses	80,145	72,239	83,605,886	83,610,999
Net interest income	277,168	276,173	81,676,866	81,675,804
Fee and commission income	1,730	696	20,447,851	18,058,336
Fee and commission expense	-	-	-	-
Net fee and commission income	1,730	696	20,447,851	18,058,336
Net gain/ (Loss) from trading	-	-	(2,657,256)	1,029,880
Net fair value gain/ (Loss) from financial instruments	-	-	-	-
Net gain/(loss) on derecognition of financial assets	-	-	-	-
Other Operating Income (net)	8,031	10,647	(2,657,256)	807,267
Total operating income	8,031	10,647	(5,314,512)	1,837,147
Impairment for loans and other losses	(5,090)	33,573	5,008,578	373,557
Net operating income	292,020	253,944	91,801,627	101,197,730
Personnel expenses	117,932	101,479	29,238,784	29,109,331
Depreciation and amortisation	19,377	14,543	1,324,753	1,703,703
Other expenses	40,524	66,159	44,413,967	55,275,463
Operating profit/(loss) before value added tax (VAT)	114,187	71,763	16,824,123	15,109,233
Value added tax (VAT) on financial services	28,755	24,948	-	-
Nation Building tax (NBT) on financial services	-	5,614	-	-
Profit/(loss) before tax	85,432	41,201	16,824,123	15,109,233
Tax expenses	26,662	-	9,143,886	20,638,576
Profit/(loss) for the period	58,770	41,201	7,680,237	(5,529,343)
Profit attributable to:				
Owners of the parent	58,770	41,201	12,055,571	8,495,211
Non-controlling interests	-	-	385,372	353,063
Earnings per share on profit				
Basic earnings per ordinary share	-	-	8.22	5.79
Diluted earnings per ordinary share	-	-	8.22	5.79

STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2020				
In Rupees Thousand	BANK LKR		GROUP (AUDITED) PKR	
	6/30/2020	6/30/2019	12/31/2019	12/31/2018
Profit/(loss) for the period	58,770	41,201	7,680,237	(5,529,343)
Other Comprehensive income, net of tax	-	-	-	-
Changes in revaluation surpluses Actuarial gains and losses on defined benefit plans	-	-	(157,066)	(1,017,131)
Gains and losses (arising from translating the financial statements of foreign operation)	-	-	10,927,231	3,925,685
Exchange differences & realization of on translation of foreign currency capital & reserve	6,261	(172,263)	-	-
Realisation of exchange equalisation of capital	(48,300)	-	-	-
Income tax on Other comprehensive Income	-	-	-	-
Share of surplus on revaluation of investments/operating fixed assets of associates	-	-	163,896	(878,697)
Gain/ (Loss) on revaluation of Investments	5,032	2,266	(7,175,753)	(11,643,260)
Deficit on revaluation of fixed assets	-	-	140,421	9,121,158
Other comprehensive income for the period, net of taxes	(37,007)	(169,997)	3,898,729	(492,245)
Total comprehensive income for the period	21,763	(128,796)	11,578,966	(6,021,588)
Attributable to:				
Owners of the parent	21,763	(128,796)	15,814,544	7,876,250
Non-Controlling interests	-	-	525,128	479,779

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 JUNE 2020	Bank		Group (Audited)	
Item	2020 LKR	2019 LKR	2019 PKR	2018 PKR
Cash Flow from Operating Activities				
Profit before tax	58,770	41,201	21,584,829	53,203,965
(Gain)/Loss on disposal of Property, plant & equipment	-	(1)	(65,195)	(33,107)
Share of profit of associates & joint venture	-	-	(2,722,983)	(2,051,887)
Depreciation & Amortisation	19,377	14,543	3,548,808	4,008,753
Provision for gratuity	6,000	6,513	-	-
Impairment charge for Loans & advances	(5,090)	44,614	1,961,357	463,899
(Increase)/Decrease in Interest Receivable	(3,034)	(64,852)	-	-
Increase/ (Decrease) in interest payable	(57,962)	2,189	-	-
Increase/(Decrease) in accrued expenses	(13,130)	(83)	-	-
Impairment charge for Unfunded facilities and Investments	-	(11,041)	3,599,570	601,848
Gratuity payments made	(298)	(5,327)	-	-
Other non cash items	3,364	-	-	(659,573)
Dividend income	-	-	(985,887)	(1,219,610)
Exchange loss on sub-ordinated loan/goodwill-net	-	-	(343,173)	(253,239)
Reversal against diminution in the value of investments	-	-	(10,789)	73,353
Workers Welfare Fund	-	-	(2,898,437)	1,039,582
Operating Profit before changes in Operating Assets & Liabilities	7,997	27,756	23,679,120	55,173,984
(Increase)/Decrease in Operating Assets and Liabilities				
(Increase)/Decrease in Operating Assets	(448,657)	(1,872,384)	(190,906,872)	(138,862,550)
(Increase)/Decrease in Operating Liabilities	229,626	71,278	319,075,254	187,367,091
Net Cash from Operating Activities before Income Tax	(219,031)	(1,801,106)	128,168,382	48,504,541
Income Tax (Paid) / Refunds	(899)	(1,188)	(22,215,778)	(27,250,907)
Net Cash from Operating Activities	(211,933)	(1,774,538)	129,631,724	76,427,618
Cash Flow from Investing Activities				
Dividends Received	-	-	1,021,434	1,259,924
Purchase of Property & Equipment	(1,807)	(1,752)	(12,265,289)	(19,722,107)
Proceeds form Sale of Property Plant & Equipment	-	15	81,042	83,110
Net cash flows from purchase of financial investments	-	-	(88,610,750)	(20,200,958)
Net cash flows on business combination	-	-	-	-
Effect of translation of net investment in foreign branches, subsidiaries & associates	-	-	10,740,626	3,781,696
Net Cash from Investing Activities	(1,807)	(1,737)	(89,032,937)	(34,798,335)
Cash Flow from Financing Activities				
Acquisition of additional interest in a subsidiary from a minority shareholder	-	-	-	(441,933)
Exchange adjustment on translation of non-controlling interest in subsidiary	-	-	186,605	143,989
Issuance/ (Repayment) of subordinated loan	-	-	(4,000)	(4,000)
Payemnt of Lease Liability against right of use	-	-	-	-
Dividend paid	-	-	(5,525,981)	(15,160,303)
Net Cash outflow from Financing Activities	-	-	(5,343,376)	(15,462,247)
Cash outflow for settlement payment to New York State Department of Financial Services	-	-	-	(23,717,115)
Net Increase/(Decrease) in Cash and Cash Equivalents	(213,740)	(1,776,274)	35,255,411	2,449,921
Exchange difference in respect of cash & cash equivalent	6,261	(39,544)	23,101,051	11,341,165
Cash and Cash Equivalents at Beginning of the year	1,594,367	2,294,261	263,746,248	273,058,213
Cash and Cash Equivalents at end of the period	1,386,888	478,443	322,102,710	286,847,299