

ALBARAKA BANK (PAKISTAN) LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2018

	30 September 2018	31 December 2017
Note	------(Rupees '000)----- (Un-Audited)	----- (Audited)
ASSETS		
Cash and balances with treasury banks	13,446,961	8,915,585
Balances with other banks	457,724	2,932,165
Due from financial institutions	6 2,000,000	5,095,411
Investments	7 21,345,869	19,393,486
Islamic financing and related assets	8 72,735,798	71,203,056
Operating fixed assets	9 3,946,623	4,082,153
Deferred tax assets	3,472,041	3,238,985
Other assets	5,748,600	5,799,760
	123,153,616	120,660,601
LIABILITIES		
Bills payable	1,421,426	1,691,141
Due to financial institutions	1,994,363	3,209,400
Deposits and other accounts	10 103,747,922	98,589,904
Sub-ordinated loans	11 2,357,136	2,642,852
Deferred tax liabilities	-	-
Other liabilities	3,175,999	3,765,083
	112,696,846	109,898,380
NET ASSETS	10,456,770	10,762,221
REPRESENTED BY		
Share capital	13,739,628	13,739,628
Discount on issuance of shares - net	(632,766)	(632,766)
Reserves	159,348	159,348
Accumulated loss	(2,954,397)	(2,675,723)
	10,311,813	10,590,487
Surplus on revaluation of assets - net of tax	144,957	171,734
	10,456,770	10,762,221
CONTINGENCIES AND COMMITMENTS	12	

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

Chairman

Chief Executive Officer

Director

Director

Chief Financial Officer

ALBARAKA BANK (PAKISTAN) LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE PERIOD AND QUARTER ENDED 30 SEPTEMBER 2018

	Nine months ended		Quarter ended	
	30 September 2018	30 September 2017	30 September 2018	30 September 2017
Note	----- (Rupees '000) -----			
Profit / return earned on Islamic financing and related assets, investments and placements	5,720,264	5,014,634	2,060,701	1,675,813
Return on deposits and other dues expensed	<u>(2,667,351)</u>	<u>(2,279,550)</u>	<u>(983,514)</u>	<u>(761,421)</u>
Net spread earned	3,052,913	2,735,084	1,077,187	914,392
Provision against non-performing Islamic financing and related assets	(601,361)	(671,722)	(132,273)	(800,826)
Provision for diminution in the value of investments	<u>(132,740)</u>	<u>(121,879)</u>	<u>(23,757)</u>	<u>(88,568)</u>
Net spread after provisions	2,318,812	1,941,483	921,157	24,998
Other income				
Fee, commission and brokerage income	503,632	488,341	139,646	142,435
Dividend income	25,115	22,316	9,310	3,100
Income from dealing in foreign currencies	284,204	136,222	117,171	56,942
Gain on sale of securities	24,013	121,472	1,970	(31,277)
Unrealized loss on revaluation of investments classified as held-for-trading	(4,710)	(657)	(2,737)	838
Other income	22,581	37,313	13,325	1,172
Total other income	<u>854,835</u>	<u>805,007</u>	<u>278,685</u>	<u>173,210</u>
Other expenses	3,173,647	2,746,490	1,199,842	198,208
Administrative expenses	(3,579,045)	(3,651,531)	(1,203,787)	(1,211,466)
Other provisions / write off	(4,112)	(3,785)	20	(3,785)
Other charges	(5,897)	(24,287)	-	2,120
Total other expenses	<u>(3,589,054)</u>	<u>(3,679,603)</u>	<u>(1,203,767)</u>	<u>(1,213,131)</u>
Extra ordinary / unusual items	(415,407)	(933,113)	(3,925)	(1,014,923)
Loss before taxation	(415,407)	(933,113)	(3,925)	(1,014,923)
Taxation	(82,248)	(62,817)	(29,277)	(23,100)
- Current	-	-	-	-
- Prior year	218,759	395,793	24,471	385,563
- Deferred	<u>136,511</u>	<u>332,976</u>	<u>(4,806)</u>	<u>362,463</u>
Loss after taxation	(278,896)	(600,137)	(8,731)	(652,460)
----- Rupee -----				
Loss per share - basic / diluted	(0.20)	(0.44)	(0.01)	(0.47)

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

Chairman

Chief Executive Officer

Director

Director

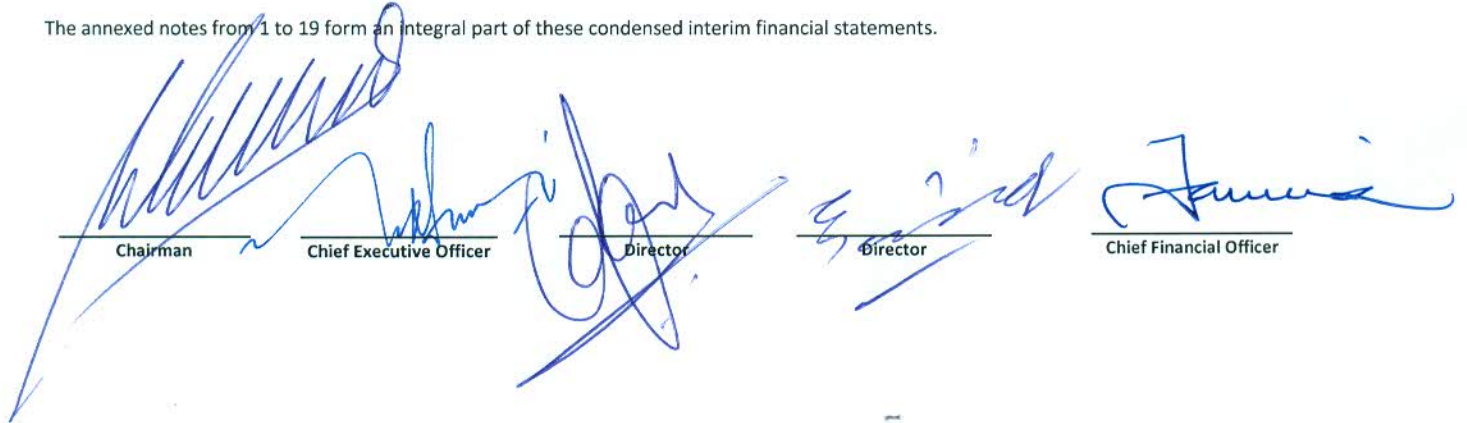
Chief Financial Officer

ALBARAKA BANK (PAKISTAN) LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD AND QUARTER ENDED 30 SEPTEMBER 2018

	Nine months ended		Quarter ended	
	30 September 2018	30 September 2017	30 September 2018	30 September 2017
	------(Rupees '000)-----			
Loss after taxation	(278,896)	(600,137)	(8,731)	(652,460)
Other comprehensive income	-	-	-	-
Comprehensive loss transferred to equity	(278,896)	(600,137)	(8,731)	(652,460)
Components of comprehensive income not reflected in equity				
Deficit on revaluation of available-for-sale securities - net of tax *	(26,350)	(199,898)	(112,175)	(106,585)
Movement in revaluation of non-banking assets - net of tax	(427)	(12,276)	(74)	(73)
Total comprehensive loss	(305,673)	(812,311)	(120,980)	(759,118)

* Surplus / (deficit) on revaluation of available-for-sale securities - net of tax has been shown in the statement of comprehensive income in order to comply with the revised "Prudential Regulations for Corporate / Commercial Banking" issued by the State Bank of Pakistan vide its BPRD Circular No. 06 of 2014 on 26 June 2014.

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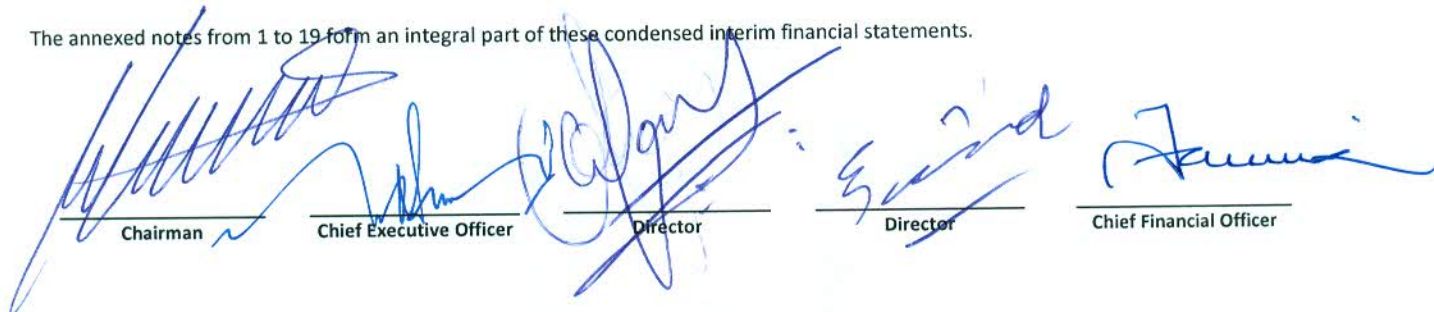


Chairman
Chief Executive Officer
Director
Director
Chief Financial Officer

ALBARAKA BANK (PAKISTAN) LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE PERIOD ENDED 30 SEPTEMBER 2018

	Nine months ended	
	30 September 2018	30 September 2017
Note	----- (Rupees '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(415,407)	(933,113)
Dividend income	(25,115)	(22,316)
	<u>(440,522)</u>	<u>(955,429)</u>
Adjustments for non-cash and other items:		
Depreciation	146,906	172,190
Amortisation	139,865	87,403
Depreciation - non banking assets	19,251	19,251
Provision against non-performing Islamic financing and related assets	601,361	671,722
Provision for diminution in the value of investments	132,740	121,879
Unrealized loss on revaluation of investments classified as held for trading	4,710	657
Other provisions / write offs	4,112	3,785
Gain on sale of operating fixed assets	(37)	(2,380)
	<u>1,048,908</u>	<u>1,074,507</u>
	608,386	119,078
(Increase) / decrease in operating assets		
Due from financial institutions	3,095,411	(3,002,708)
Islamic financing and related assets	(2,134,103)	466,459
Other assets	22,228	(194,454)
	<u>983,536</u>	<u>(2,730,703)</u>
Increase / (decrease) in operating liabilities		
Bills payable	(269,715)	(59,485)
Due to financial institutions	(1,215,037)	(1,375,409)
Deposits and other accounts	5,158,018	(11,887,708)
Other liabilities	(589,084)	(84,311)
	<u>3,084,182</u>	<u>(13,406,913)</u>
Income tax paid	(63,957)	(33,643)
Net cash flow from / (used in) operating activities	<u>4,612,147</u>	<u>(16,052,181)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Net (investments) / redemptions in available-for-sale investments	(2,094,243)	5,855,523
Net investments in held-for-trading investments	(36,128)	(13,345)
Net investments in operating fixed assets	(167,925)	(96,075)
Dividend received	16,191	26,864
Proceeds from disposal of operating fixed assets	12,609	6,192
Net cash (used in) / flow from investing activities	<u>(2,269,496)</u>	<u>5,779,159</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of Tier II mudaraba sukuk - first issue	(285,716)	(285,716)
Issuance of Tier II mudaraba sukuk - second issue	-	1,500,000
Net cash (used in) / flow from financing activities	<u>(285,716)</u>	<u>1,214,284</u>
Net increase / (decrease) in cash and cash equivalents	<u>2,056,935</u>	<u>(9,058,738)</u>
Cash and cash equivalents at beginning of the period	11,847,750	19,709,475
Cash and cash equivalents at end of the period	<u>13,904,685</u>	<u>10,650,737</u>

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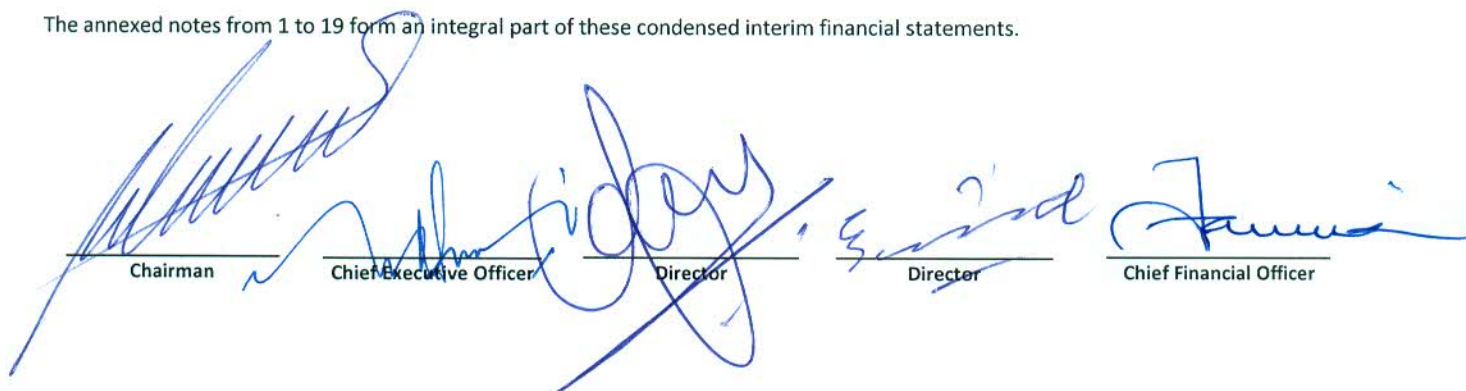
Chairman
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ALBARAKA BANK (PAKISTAN) LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED 30 SEPTEMBER 2018

	Issued, subscribed and paid-up share capital	Advance against issuance of shares	Discount on issuance of shares - net	Statutory Reserve *	Accumulated loss	Total
	----- (Rupees '000) -----					
Balance as at 01 January 2017	13,739,628	-	(632,766)	159,348	(2,281,369)	10,984,841
Profit after taxation for the period	-	-	-	-	(600,137)	(600,137)
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	(600,137)	(600,137)
Transfer from surplus on revaluation of non-banking assets - net of tax	-	-	-	-	221	221
Balance as at 30 September 2017	13,739,628	-	(632,766)	159,348	(2,881,285)	10,384,925
Loss after taxation for the period	-	-	-	-	210,699	210,699
Other comprehensive loss for the period	-	-	-	-	(5,211)	(5,211)
Total comprehensive loss for the period	-	-	-	-	205,488	205,488
Transfer from surplus on revaluation of non-banking assets - net of tax	-	-	-	-	74	74
Balance as at 31 December 2017	13,739,628	-	(632,766)	159,348	(2,675,723)	10,590,487
Loss after taxation for the period	-	-	-	-	(278,896)	(278,896)
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	-	(278,896)	(278,896)
Transfer from surplus on revaluation of non-banking assets - net of tax	-	-	-	-	222	222
Balance as at 30 September 2018	13,739,628	-	(632,766)	159,348	(2,954,397)	10,311,813

* This represents reserve created under section 21(1)(a) of the Banking Companies Ordinance, 1962.

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Chairman
Chief Executive Officer
Director
Director
Chief Financial Officer

