

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION [UN-AUDITED]  
AS AT MARCH 31, 2015


(In Pak Rupees)

	Note	MARCH 31, 2015	DECEMBER 31, 2014
<b>ASSETS</b>			
Cash and balances with treasury banks	6	40,519,292	48,472,808
Balances with other banks	7	96,427,534	693,284,975
Lendings to financial institutions and others	8	-	900,000,000
Investments	9	12,872,602,052	10,739,002,841
Advances	10	5,414,073,935	5,688,038,698
Operating fixed assets	11	2,232,751,493	2,255,080,030
Deferred tax assets		-	-
Other Assets	12	1,794,448,207	1,849,060,411
		22,450,822,513	22,172,939,763
<b>LIABILITIES</b>			
Bills payable		-	-
Borrowings from financial institutions	13	10,725,417,922	10,630,880,109
Deposits and other accounts	14	7,000,000	37,000,000
Sub-ordinated loans		-	-
Liabilities against assets subject to finance lease		-	-
Deferred tax liabilities		756,209,732	720,969,052
Other liabilities	15	392,261,160	393,227,127
		11,880,888,814	11,782,076,288
<b>NET ASSETS</b>		<u>10,569,933,699</u>	<u>10,390,863,475</u>
<b>REPRESENTED BY</b>			
Share capital		6,000,000,000	6,000,000,000
Reserve fund		561,263,576	561,263,576
General reserve		358,662,940	358,662,940
Unappropriated profit		1,819,931,032	1,666,254,393
		8,739,857,548	8,586,180,909
Surplus on revaluation of securities - net of tax		477,847,609	437,890,335
Surplus on revaluation of fixed assets		1,352,228,542	1,366,792,231
		<u>10,569,933,699</u>	<u>10,390,863,475</u>

CONTINGENCIES AND COMMITMENTS

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The annexed notes 1 to 20 form an integral part of this condensed interim unconsolidated financial information.

  
General Manager/Chief Executive

  
Director

  
Director

  
Chairman

**SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED**  
**CONDENSED INTERIM UNCONSOLIDATED PROFIT AND LOSS ACCOUNT [UN-AUDITED]**  
**FOR THE QUARTER ENDED MARCH 31, 2015**

(Figures in Pak Rs)

	Note	CURRENT YEAR PERIOD JAN - MAR 2015	CURRENT YEAR PERIOD ENDED MARCH 31, 2015	PRIOR YEAR PERIOD JAN - MAR 2014	PRIOR YEAR PERIOD ENDED MARCH 31, 2014
Mark-up/Return/Interest Earned	17	438,286,487	438,286,487	254,252,327	254,252,327
Mark-up/Return/Interest Expensed	18	244,953,859	244,953,859	115,048,780	115,048,780
Net mark-up/Interest Income		193,332,628	193,332,628	139,203,547	139,203,547
Provision against non-performing loans and advances		108,705,725	108,705,725	25,503,074	25,503,074
Provision for investments - TFCs		54,823,757	54,823,757	28,010,877	28,010,877
Provision for diminution in the value of investments - Unquoted		20,000,000	20,000,000	-	-
		-	-	-	-
Net Mark-up/ Interest Income after provisions		183,529,482	183,529,482	53,513,951	53,513,951
		9,803,146	9,803,146	85,689,596	85,689,596
<b>NON MARK-UP/INTEREST INCOME</b>					
Fee, Commission and Brokerage income		913,034	913,034	1,688,253	1,688,253
Dividend Income		37,512,021	37,512,021	16,756,984	16,756,984
Gain on dealing in quoted securities		74,877,490	74,877,490	82,858,311	82,858,311
Gain on sale of government securities		95,810,700	95,810,700	-	-
Unrealized loss on revaluation of held for trading investments - net		(263,302)	(263,302)	(5,352,375)	(5,352,375)
Gain/(loss) from dealing in foreign currencies		208,250	208,250	(1,861,366)	(1,861,366)
Fair value adjustment on non-current asset classified as held for sale		-	-	819,357	819,357
Other income		29,786,262	29,786,262	12,697,004	12,697,004
Total non mark-up/interest Income		238,844,455	238,844,455	107,606,168	107,606,168
		248,647,601	248,647,601	193,295,764	193,295,764
<b>NON MARK-UP/INTEREST EXPENSES</b>					
Administrative expenses		65,532,408	65,532,408	66,550,470	66,550,470
Other provisions/write offs		-	-	(1,039,563)	(1,039,563)
Other charges - penalties imposed by SBP		-	-	-	-
Total non mark-up/interest expenses		65,532,408	65,532,408	65,510,907	65,510,907
		183,115,193	183,115,193	127,784,857	127,784,857
Extra ordinary / unusual items		-	-	-	-
<b>PROFIT BEFORE TAXATION</b>		<b>183,115,193</b>	<b>183,115,193</b>	<b>127,784,857</b>	<b>127,784,857</b>
Taxation - Current		28,442,012	28,442,012	579,829	579,829
- Prior years		-	-	-	-
- Deferred		15,560,231	15,560,231	32,609,471	32,609,471
		44,002,243	44,002,243	33,189,300	33,189,300
<b>PROFIT AFTER TAXATION</b>		<b>139,112,950</b>	<b>139,112,950</b>	<b>94,595,557</b>	<b>94,595,557</b>
Earning Per Share - basic and diluted (Rupees)		0.232	0.232	0.158	0.158

The annexed notes 1 to 20 form an integral part of this condensed interim unconsolidated financial information.

  
General Manager/Chief Executive

  
Director

  
Director


  
Chairman


SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
 CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME [UN-AUDITED]  
 FOR THE QUARTER ENDED MARCH 31, 2015

(Figures in Pak Rs)

	CURRENT YEAR PERIOD JAN - MAR 2015	CURRENT YEAR PERIOD ENDED MARCH 31, 2015	CURRENT YEAR PERIOD JAN - MAR 2014	CURRENT YEAR PERIOD ENDED MARCH 31, 2014
Profit/(loss) after tax for the period	139,112,950	139,112,950	94,595,557	94,595,557
Effect of recognition of actuarial loss	-	-	-	-
Comprehensive income transferred to equity	<u>139,112,950</u>	<u>139,112,950</u>	<u>94,595,557</u>	<u>94,595,557</u>
(Deficit)/Surplus on revaluation of securities - net of tax	39,957,275	39,957,275	(6,424,736)	(6,424,736)
<b>Total comprehensive income</b>	<u><u>179,070,225</u></u>	<u><u>179,070,225</u></u>	<u><u>88,170,821</u></u>	<u><u>88,170,821</u></u>

The annexed notes 1 to 20 form an integral part of this condensed interim unconsolidated financial information.

  
 General Manager/Chief Executive

  
 Director

  
 Director

  
 Chairman

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
CONDENSED INTERIM UNCONSOLIDATED CASH FLOW STATEMENT [UN-AUDITED]  
FOR THE QUARTER ENDED MARCH 31, 2015

	MARCH 31, 2015 Rupees	MARCH 31, 2014 Rupees
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before taxation	183,115,193	127,784,857
Less: Dividend income	(37,512,021)	(16,756,984)
	<u>145,603,172</u>	<u>111,027,873</u>
Adjustments for non-cash charges		
Depreciation	27,601,244	27,009,140
Provision Against Non-performing Advances	108,705,725	25,503,075
Provision for diminution in value of investments - TFCs	54,823,757	28,010,877
Provision for diminution in value of investments - Unquoted	20,000,000	(1,039,564)
Others provision	-	-
Loss/(gain) on sale of fixed assets	(1,239,999)	(780,000)
Provision for gratuity/compensated absences	1,255,464	1,190,361
Reversal of impairment loss on asset classified as held for sale and its fair value	-	(819,357)
Reversal of impairment on AFS securities	(21,881,728)	(71,847,565)
Unrealized gain on revaluation of held for trading investments - net	263,302	5,352,375
	<u>189,527,765</u>	<u>12,579,342</u>
	<b>335,130,937</b>	<b>123,607,215</b>
(Increase)/ Decrease in operating assets		
Lendings to financial institutions and others	900,000,000	(1,515,061,660)
Advances	165,259,038	(353,007,207)
Other assets (excluding current taxation)	143,350,732	70,642,683
	<u>1,208,609,770</u>	<u>(1,797,426,184)</u>
Increase/ (Decrease) in operating liabilities		
Borrowings from financial institutions	94,537,813	(291,794,077)
Deposits	(30,000,000)	(322,000,000)
Other liabilities (excluding current taxation)	(29,837,364)	(19,261,354)
	<u>34,700,449</u>	<u>(633,055,431)</u>
	<b>1,578,441,156</b>	<b>(2,306,874,400)</b>
Gratuity paid	(384,067)	(893,183)
Income tax paid	(56,380,541)	(20,203,255)
<i>Net cash flow from operating activities</i>	<u>(56,764,608)</u>	<u>(21,096,438)</u>
	<b>1,521,676,548</b>	<b>(2,327,970,838)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Net investments in available for sale securities	(1,505,779,141)	2,313,757,135
Net investments in held to maturity securities	17,759,524	25,987,072
Net investment in held for trading securities	(639,147,201)	(33,064,683)
Receipt against sale of shares in SPIC	-	10,000,000
Dividend received	4,712,021	6,360,884
Investment in operating fixed assets	(6,034,354)	(1,059,389)
Sale proceeds of property and equipment disposed-off	2,001,646	1,900,000
<i>Net cash flow from investing activities</i>	<u>(2,126,487,505)</u>	<u>2,323,881,019</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Issue of share capital	-	-
Dividend paid	-	-
<i>Net cash flow from financing activities</i>	<u>-</u>	<u>-</u>
<b>Increase/(Decrease) in cash and cash equivalents</b>	<b>(604,810,957)</b>	<b>(4,089,819)</b>
Cash and cash equivalents at beginning of the year	741,757,783	140,763,799
<b>Cash and cash equivalents at the end of the period</b>	<u><b>136,946,826</b></u>	<u><b>136,673,980</b></u>

The annexed notes 1 to 20 form an integral part of this condensed interim unconsolidated financial information.

  
General Manager/Chief Executive

  
Director


   
Director Chairman

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
 CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY [UN-AUDITED]  
 FOR THE QUARTER ENDED MARCH 31, 2015

	<i>Issued, subscribed and paid up capital Rupees</i>	<i>Reserve fund Rupees</i>	<i>General Reserve Rupees</i>	<i>Accumulated Profit/(loss) Rupees</i>	<i>Total Rupees</i>
<b>Balance as at December 31, 2013 - Audited</b>	<b>6,000,000,000</b>	<b>329,497,084</b>	<b>358,662,940</b>	<b>669,446,458</b>	<b>7,357,606,482</b>
Profit for the period ended March 31, 2014	-	-	-	94,595,557	94,595,557
Effect of recognition of actuarial losses	-	-	-	-	-
<b>Total comprehensive income</b>	-	-	-	<b>94,595,557</b>	<b>94,595,557</b>
Transfer to reserve fund	-	-	-	-	-
Transfer to general reserve	-	-	-	-	-
Transferred from surplus on revaluation of operating fixed assets - net of deferred tax	-	-	-	14,346,320	14,346,320
<b>Balance as at March 31, 2014 - Unaudited</b>	<b>6,000,000,000</b>	<b>329,497,084</b>	<b>358,662,940</b>	<b>778,388,335</b>	<b>7,466,548,359</b>
Profit for the period ended December 31, 2014	-	-	-	1,064,236,904	1,064,236,904
Effect of recognition of actuarial gains	-	-	-	(2,796,417)	(2,796,417)
<b>Total comprehensive income</b>	-	-	-	<b>1,061,440,487</b>	<b>1,061,440,487</b>
Transfer to reserve fund	-	231,766,492	-	(231,766,492)	-
Transfer to general reserve	-	-	-	-	-
Transferred from surplus on revaluation of operating fixed assets - net of deferred tax	-	-	-	58,192,063	58,192,063
<b>Balance as at December 31, 2014 - Audited</b>	<b>6,000,000,000</b>	<b>561,263,576</b>	<b>358,662,940</b>	<b>1,666,254,393</b>	<b>8,586,180,909</b>
Profit for the period ended March 31, 2015	-	-	-	139,112,950	139,112,950
Effect of recognition of actuarial losses	-	-	-	-	-
<b>Total comprehensive income</b>	-	-	-	<b>139,112,950</b>	<b>139,112,950</b>
Transfer to reserve fund	-	-	-	-	-
Transfer to general reserve	-	-	-	-	-
Transferred from surplus on revaluation of operating fixed assets - net of deferred tax	-	-	-	14,563,689	14,563,689
<b>Balance as at March 31, 2015 - Unaudited</b>	<b>6,000,000,000</b>	<b>561,263,576</b>	<b>358,662,940</b>	<b>1,819,931,032</b>	<b>8,739,857,548</b>


The annexed notes 1 to 20 form an integral part of this condensed interim unconsolidated financial information.

In accordance with Prudential Regulations, Circular No.1 dated December 05, 1991 issued by the State Bank of Pakistan for Non-Banking Financial Institutions an amount not less than 20% of the profit shall be transferred to create a reserve fund till such time the reserve fund equals the amount of paid up capital and thereafter 10% of balance of profit of the company are to be transferred to this reserve.

  
 General Manager/Chief Executive

  
 Director

  
 Director

  
 Chairman



**SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL INFORMATION [UN-AUDITED]**  
**FOR THE QUARTER ENDED MARCH 31, 2015**

**1. LEGAL STATUS AND OPERATIONS**

Saudi Pak Industrial and Agricultural Investment Company Limited (the "Company") was incorporated in Pakistan as a private limited company on December 23, 1981 and subsequently converted as a public limited company on April 30, 2008. The Company is jointly sponsored by the Governments of Kingdom of Saudi Arabia and the Islamic Republic of Pakistan. The principal activity of the Company is to invest in the industrial and agro-based industrial projects in Pakistan on commercial basis and market their products in Pakistan and abroad. The Company has been setup for a period of fifty years which may be extended with approval of both of the Governments.

The registered office of the Company is situated at Saudi Pak Tower , Jinnah Avenue, Islamabad.

**2. BASIS OF PRESENTATION**

- 2.1 This condensed interim unconsolidated financial information is presented in condensed form in accordance with approved accounting standards as applicable in Pakistan for Interim Financial Reporting.
- 2.2 This condensed interim unconsolidated financial information is unaudited and should be read in conjunction with the financial statements of the Company for the year ended 31 December 2014. Comparative balance sheet is extracted from the annual audited financial statements for the year ended 31 December 2014 whereas comparative profit and loss account, statement of changes in equity, cash flow statement and statement of comprehensive income are extracted from unaudited condensed interim financial information for the three months period ended 31 March 2014.

**3. STATEMENT OF COMPLIANCE**

- 3.1 This condensed interim unconsolidated financial information of the Company for the quarter ended March 31, 2015 is unaudited and has 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 12 May 2004 and provisions of and directives issued under the Companies Ordinance, 1984, the Banking Companies Ordinance, 1962 and the directives issued by the Securities and Exchange Commission of Pakistan (SECP) and the State Bank of Pakistan (SBP). In case where requirements differ, the provisions of and directives issued under the Companies Ordinance, 1984 and the Banking Companies Ordinance, 1962, and the directives issued by SBP shall prevail.
- 3.2 The SBP has deferred the applicability of International Accounting Standard (IAS) 39, 'Financial Instruments: Recognition and Measurement' and IAS 40, 'Investment Property' for Banking Companies through BSD Circular No. 10 dated 26 August 2002. Further, according to the notification of the SECP dated 28 April 2008, the International Financial Reporting Standard (IFRS) - 7 "Financial Instruments: Disclosures" has not been applicable for Banks and DFIs. Accordingly, the requirements of these standards have not been considered in the preparation of this condensed interim unconsolidated financial information. However, investments have been classified and valued in accordance with the requirements prescribed by the SBP through various circulars.

**4. ACCOUNTING POLICIES AND ESTIMATES**

Accounting policies, related judgments, estimates and assumptions adopted for the preparation of this condensed interim unconsolidated financial information are the same as those applied in the preparation of the annual financial statements of the Company for the year ended 31 December 2014.

**5. FINANCIAL RISK MANAGEMENT**

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 31 December 2014.

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
 NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL INFORMATION [UN-AUDITED]  
 FOR THE QUARTER ENDED MARCH 31, 2015

		Unaudited March 31, 2015 Rupees	Audited December 31, 2014 Rupees	
<b>6. CASH AND BALANCES WITH TREASURY BANKS</b>				
Balance with State Bank of Pakistan		40,123,021	48,338,676	
Cash in hand		396,271	134,132	
		<u>40,519,292</u>	<u>48,472,808</u>	
<b>7. BALANCES WITH OTHER BANKS</b>				
Current Account		35,876,468	37,639,958	
Saving Account FCY		20,955,877	21,176,614	
PLS Account LCY		39,595,189	634,468,403	
		<u>96,427,534</u>	<u>693,284,975</u>	
<b>8. LENDINGS TO FINANCIAL INSTITUTIONS</b>				
Money market placements		-	-	
Reverse repo Treasury Bills/PIBs		-	900,000,000	
		<u>-</u>	<u>900,000,000</u>	
<b>9. INVESTMENTS</b>				
	Note	Held by company Rupees	Given as collateral Rupees	Total Rupees
As on 31 March 2015 (Unaudited)	9.1	<u>7,805,220,714</u>	<u>5,067,381,338</u>	<u>12,872,602,052</u>
As on 31 December 2014 (Audited)	9.1	<u>5,964,790,168</u>	<u>4,774,212,673</u>	<u>10,739,002,841</u>

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL INFORMATION [UN-AUDITED]  
FOR THE QUARTER ENDED MARCH 31, 2015

	Unaudited March 31, 2015 Rupees	Audited December 31, 2014 Rupees
<b>9.1 INVESTMENTS BY TYPE</b>		
<b>Held-for-trading securities</b>		
-Quoted shares	-	19,721,387
-Pakistan Investment Bonds (PIBs)	664,464,050	-
	664,464,050	19,721,387
<b>Available-for-sale securities</b>		
-Quoted shares	1,239,211,167	1,115,136,554
-Unquoted shares	709,833,048	709,833,048
-Market Treasury Bills	379,767,100	674,052,100
-Pakistan Investment Bonds (PIBs)	8,167,867,778	6,487,186,450
-Term Finance Certificates (TFCs)	146,106,098	150,797,898
-Mutual Funds	50,000,000	50,000,000
-Other-Islamabad Stock Exchange Membership	2,500,000	2,500,000
	10,695,285,191	9,189,506,050
<b>Held-to-maturity securities</b>		
-Term Finance Certificates (TFCs)	1,152,562,523	1,170,322,047
	12,512,311,764	10,379,549,484
<b>Investment in Subsidiaries</b>		
Saudi Pak Leasing Company Limited		
-Investment in ordinary shares	243,467,574	243,467,574
-Investment in preference shares	333,208,501	333,208,501
Saudi Pak Real Estate Company Limited		
-Investment in shares - unquoted	500,000,000	500,000,000
	1,076,676,075	1,076,676,075
	13,588,987,839	11,456,225,559
Provision for diminution in value of un-quoted investments	(271,444,299)	(251,444,299)
Provision against subsidiaries	(576,676,075)	(576,676,075)
Provision against term finance certificates-TFCs	(432,000,793)	(377,177,036)
Provision for impairment loss on quoted securities	(149,206,707)	(171,088,435)
	(1,429,327,874)	(1,376,385,845)
	12,159,659,965	10,079,839,714
Surplus/(deficit) on revaluation of AFS securities	713,205,389	653,567,665
(Deficit)/surplus on revaluation of HFT securities	(263,302)	5,595,462
	712,942,087	659,163,127
<b>Investments (net of provisions)</b>	<b>12,872,602,052</b>	<b>10,739,002,841</b>



SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
 NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL INFORMATION [UN-AUDITED]  
 FOR THE QUARTER ENDED MARCH 31, 2015

10. ADVANCES	Note	Unaudited March 31, 2015 Rupees	Audited December 31, 2014 Rupees
Loans, cash, credits, running finances, etc.			
In Pakistan		7,370,666,207	7,542,903,757
Outside Pakistan		-	-
		<u>7,370,666,207</u>	<u>7,542,903,757</u>
Net investment in finance lease			
In Pakistan		205,013,626	210,932,446
Outside Pakistan		-	-
		<u>205,013,626</u>	<u>210,932,446</u>
		<u>7,575,679,833</u>	<u>7,753,836,203</u>
Provision for non-performing advances	10.1	2,205,141,677	2,096,435,952
		<u>5,370,538,156</u>	<u>5,657,400,251</u>
Staff Loans & Advances		43,535,779	30,638,447
		<u>5,414,073,935</u>	<u>5,688,038,698</u>

10.1 Advances include Rs.2,250,006,775 (31 December 2014: Rs. 2,215,492,050) which have been placed under non-performing status as detailed below:-

31 March 2015					
Category of Classification	Domestic Rupees	Overseas Rupees	Total Rupees	Provision Required Rupees	Provision Held Rupees
Substandard	-	-	-	-	-
Doubtful	-	-	-	-	-
Loss	2,250,006,775	-	2,250,006,775	2,205,141,677	2,205,141,677
	<u>2,250,006,775</u>	<u>-</u>	<u>2,250,006,775</u>	<u>2,205,141,677</u>	<u>2,205,141,677</u>

31 December 2014					
Category of Classification	Domestic Rupees	Overseas Rupees	Total Rupees	Provision Required Rupees	Provision Held Rupees
Substandard	-	-	-	-	-
Doubtful	-	-	-	-	-
Loss	2,215,492,050	-	2,215,492,050	2,096,435,952	2,096,435,952
	<u>2,215,492,050</u>	<u>-</u>	<u>2,215,492,050</u>	<u>2,096,435,952</u>	<u>2,096,435,952</u>

**SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL INFORMATION [UN-AUDITED]**  
**FOR THE QUARTER ENDED MARCH 31, 2015**

11 OPERATING FIXED ASSETS	Note	Unaudited March 31, 2015 Rupees	Audited December 31, 2014 Rupees
Carrying amount at beginning of the period		2,255,080,030	2,327,502,014
Additions during the period	11.1	6,034,354	56,390,471
Book value of disposals	11.2	(761,647)	(18,407,480)
Depreciation for the period		(27,601,244)	(110,404,975)
Carrying amount at the end of the period		<u>2,232,751,493</u>	<u>2,255,080,030</u>
<b>11.1 Additions during the period / year represents the following:-</b>			
Office equipments		574,055	3,931,210
Electrical appliances		1,734,710	2,714,280
Furniture, Fixture & Fittings		165,500	263,780
Building		1,144,944	5,327,567
Motor vehicles		30,390	43,357,600
Intangible assets		404,285	587,394
Work-in-Progress		1,980,470	208,640
		<u>6,034,354</u>	<u>56,390,471</u>
<b>11.2 Book value of disposals</b>			
Motor vehicles		761,647	2,887,154
Office Equipments		-	60
Furniture, fixtures and fittings		-	85
Fire fighting equipments		-	111,206
Electrical and gas appliances		-	15,403,640
Miscellaneous items		-	5,335
		<u>761,647</u>	<u>18,407,480</u>
<b>12 OTHER ASSETS</b>			
Deposits, prepayments and other receivables	12.1	1,360,934,959	1,273,848,497
Income accrued and other receivables	12.2	433,513,248	575,211,914
		<u>1,794,448,207</u>	<u>1,849,060,411</u>
<b>12.1 Deposits, prepayments and other receivables</b>			
Advances to suppliers		19,100,807	14,769,283
Advances for purchase of shares		256,792	256,792
Security deposits		7,388,245	7,388,245
Prepayments		13,990,185	4,495,275
Non banking assets acquired in satisfaction of claims	12.1.1	356,494,933	355,964,909
Amounts receivable from stock brokers		20,124,187	3,332,711
Advance tax		1,047,584,872	991,646,344
		<u>1,464,940,021</u>	<u>1,377,853,559</u>
Less: Provision against other assets		(104,005,062)	(104,005,062)
		<u>1,360,934,959</u>	<u>1,273,848,497</u>

12.1.1 Market value of non banking assets acquired in satisfaction of claims amounts to Rs. 285,911,000.

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	Note	Unaudited March 31, 2015 Rupees	Audited December 31, 2014 Rupees
<b>12.2 Income accrued and other receivables</b>			
Accrued fee and commission		7,962,924	7,962,924
Accrued dividend income		33,300,000	500,000
Accrued income from advances		928,236,733	959,210,313
Accrued income from investments		474,923,376	651,376,839
Accrued income from lending to financial institutions		30,110	4,037,370
Others		8,633,743	7,331,793
		<u>1,453,086,886</u>	<u>1,630,419,239</u>
Less: Suspense Account		1,019,573,638	1,055,207,325
		<u>433,513,248</u>	<u>575,211,914</u>

**13 BORROWINGS FROM FINANCIAL INSTITUTIONS**

Against book debts / receivables		4,950,000,000	4,700,000,000
Against SBP refinance schemes	13.1	461,417,922	497,037,894
Against PIBs / T-bill repos		4,870,000,000	5,015,842,215
Against clean / letter based financing		444,000,000	418,000,000
		<u>10,725,417,922</u>	<u>10,630,880,109</u>

13.1 This represents the outstanding balance of facilities availed from SBP under LT-FF Scheme amounting to Rs. 461,417,922 (December 2014: Rs. 497,037,894).

**14 DEPOSITS AND OTHER ACCOUNTS**

Certificate of investments (COIs)	14.1	<u>7,000,000</u>	<u>37,000,000</u>
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14.1 These represent certificate of investments issued to various institutions. The mark up is charged at 10.00% per annum. These are repayable in the month of November 2015.

**15 OTHER LIABILITIES**

	Unaudited March 31, 2015 Rupees	Audited December 31, 2014 Rupees
Provision for staff gratuity	26,429,863	25,174,399
Provision for compensated absences	4,375,187	4,759,254
Advance Rental-Saudipak Tower	47,115,779	56,918,559
Interest/markup accrued on borrowings	94,769,724	114,684,168
Directors' remuneration	3,439,659	2,522,554
Other payable and expenses accrued	216,130,948	189,168,193
	<u>392,261,160</u>	<u>395,227,127</u>

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16 CONTINGENCIES AND COMMITMENTS

There is no change in the status of contingencies and commitments of the Company from the status given in the preceeding annual published financial statements for the year ended 31 December 2014 except for the following:

	Unaudited March 31, 2015 Rupees	Audited December 31, 2014 Rupees
16.1 Non disbursed commitment for term and working capital finance	900,000,000	1,150,000,000
16.2 Commitments for the acquisition of operating fixed assets	15,735,319	19,658,034
	<u>915,735,319</u>	<u>1,169,658,034</u>
	Unaudited March 31, 2015 Rupees	Unaudited March 31, 2014 Rupees
17 MARK-UP/RETURN/INTEREST EARNED		
Income from investments	253,804,741	106,857,811
Income from advances	168,160,593	127,995,101
Income from lending to financial institutions	16,321,153	19,399,415
	<u>438,286,487</u>	<u>254,252,327</u>
18 MARK-UP/RETURN/INTEREST EXPENSED		
Short Term Borrowings	44,968,218	38,278,905
Long Term Borrowings	83,978,545	73,666,760
Borrowing cost on Repos	115,115,696	2,407,658
Amortization of PIBs purchased on premium	-	547,877
Brokerage Fee & Commission	891,400	147,580
	<u>244,953,859</u>	<u>115,048,780</u>
19 RELATED PARTY TRANSACTIONS		
19.1 Both the Government of Kingdom of Saudi Arabia and the Islamic Republic of Pakistan own 50% shares each of the Company. Therefore, all entities owned by and controlled by these Governments are related parties of the Company. Other related parties comprise of entities over which the Company has control (subsidiaries), entities over which the directors are able to exercise significant influence (associated undertakings), entities with common directors, major shareholders, directors, key management personnel and employees' funds. The Company in normal course of business pays for electricity, gas and telephone to entities controlled by Government of Pakistan. The Company has not extended any financing facilities to entities owned by the Governments of Kingdom of Saudi Arabia and the Islamic Republic of Pakistan.		

Transactions with the related parties are executed substantially on the same terms, including markup rates and collaterals, as those prevailing at the time for comparable transactions with the unrelated parties and do not involve more than a normal risk (i.e. under the comparable Uncontrolled Price Method).

Other than those transactions which are made under the terms of employment, majority of the transactions with related parties comprise of loans and advances, deposits etc.

Advances for the house building, conveyance and personal use have also been provided to staff and executives in accordance with the employment and pay policy. Facility of group life insurance and hospitalization facility is also provided to staff and executives. In addition to this, majority of executives of the company have been provided with company maintained car.

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19.2 Following are the transactions and balances with related parties:

Nature of balances / transactions	Name of the Entity	Unaudited	Audited
		March 31, 2015 Rupees	December 31, 2014 Rupees
<b><u>Outstanding balances at the period / year end</u></b>			
<b>Subsidiary/Associated companies</b>			
Investments - cost	Saudi Pak Real Estate Company Ltd	500,000,000	500,000,000
Investments in shares - cost	Saudi Pak Leasing Company Ltd	243,467,574	243,467,574
Investments in preference shares - cost	Saudi Pak Leasing Company Ltd	333,208,501	333,208,501
Borrowing	Saudi Pak Leasing Company Ltd	30,000,000	18,000,000
Security deposit	Saudi Pak Real Estate Company Ltd	278,280	278,280
Rent received in advance	Saudi Pak Real Estate Company Ltd	767,048	1,687,505
Interest payable	Saudi Pak Leasing Company Ltd	94,932	70,274
<b>Key management personnel</b>			
Advances to executives		14,037,500	8,164,200
<b>Employee funds</b>			
Deposits against COIs	Employee Funds	7,000,000	7,000,000
Interest payable	Employee Funds	245,480	72,877
		<b>Unaudited</b>	<b>Unaudited</b>
		<b>March 31,</b>	<b>March 31,</b>
		<b>2015</b>	<b>2014</b>
		<b>Rupees</b>	<b>Rupees</b>
<b><u>Transactions during the period</u></b>			
<b>Subsidiary/Associated companies</b>			
Borrowing availed	Saudi Pak Leasing Company Ltd	12,000,000	-
Interest expensed	Saudi Pak Leasing Company Ltd	472,582	-
Rent received	Saudi Pak Leasing Company Ltd	139,755	84,700
Rent paid for generator	Saudi Pak Leasing Company Ltd	33,776	34,747
<b>Key management personnel</b>			
Repayment of advances		3,223,414	3,578,732
<b>Employee funds</b>			
Contribution to the employees provident fund		1,143,999	986,010
Interest expensed		172,602	230,671

20 GENERAL

20.1 This condensed interim unconsolidated financial information was authorized for issue by the Board of Directors of the Company in the meeting held on **28 APR 2015**

20.2 Figures in these accounts have been rounded off to the nearest rupee.

  
 General Manager/Chief Executive

  
 Director

  
 Director

  
 Chairman