





SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2016

	Note	Unaudited 31 March 2016 Rupees	Audited 31 December 2015 Rupees
ASSETS			
Cash and balances with treasury banks	6	38,564,103	64,560,467
Balances with other banks	7	717,261,512	758,317,400
Lendings to financial institutions and others	8	155,000,000	180,000,000
Investments	9	12,940,861,402	12,702,241,117
Advances	10	6,787,678,110	6,674,954,403
Operating fixed assets	11	2,712,429,335	2,738,964,706
Deferred tax assets		-	-
Other assets	12	1,734,742,808	1,968,433,829
		25,086,537,270	25,087,471,922
LIABILITIES			
Bills payable		-	-
Borrowings from financial institutions	13	11,605,452,912	12,010,452,912
Deposits and other accounts	14	7,000,000	7,000,000
Sub-ordinated loans		-	-
Liabilities against assets subject to finance lease		-	-
Deferred tax liabilities		895,526,645	878,194,901
Other liabilities	15	556,414,924	449,586,271
		13,064,394,481	13,345,234,084
NET ASSETS		12,022,142,789	11,742,237,838
REPRESENTED BY			
Share capital		6,600,000,000	6,600,000,000
Reserve fund		706,004,599	706,004,599
General reserve		358,662,940	358,662,940
Unappropriated profit		1,898,054,139	1,715,039,059
		9,562,721,678	9,379,706,598
Surplus on revaluation of AFS securities - net of tax		713,735,222	599,633,914
Surplus on revaluation of operating fixed assets - net of tax		1,745,685,889	1,762,897,326
		12,022,142,789	11,742,237,838
CONTINGENCIES AND COMMITMENTS	16		

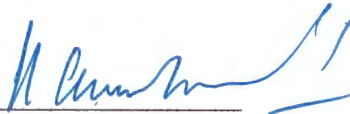
The annexed notes 1 to 20 form an integral part of this condensed interim unconsolidated financial information.

			
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 PERIOD ENDED MARCH 31, 2016

	Note	31 March 2016		31 March 2015	
		For the period ended Jan to Mar Rupees	For the three months ended Rupees	For the period ended Jan to Mar Rupees	For the three months ended Rupees
Mark-up/Return/Interest Earned	17	432,473,502	432,473,502	438,286,487	438,286,487
Mark-up/Return/Interest Expensed	18	186,941,178	186,941,178	244,953,859	244,953,859
Net mark-up/Interest Income		245,532,324	245,532,324	193,332,628	193,332,628
(Reversal)/ provision against non-performing loans and advances		43,601,253	43,601,253	108,705,725	108,705,725
Provision/ (reversal) for investments - TFCs		38,071,216	38,071,216	54,823,757	54,823,757
Provision for diminution in the value of investments - Unquoted		50,000,000	50,000,000	20,000,000	20,000,000
Bad debts written off directly		-	-	-	-
		131,672,469	131,672,469	183,529,482	183,529,482
Net Mark-up/ Interest Income after provisions		113,859,855	113,859,855	9,803,146	9,803,146
NON MARK-UP/INTEREST INCOME					
Fee, Commission and Brokerage income		1,912,055	1,912,055	913,034	913,034
Dividend Income		50,008,610	50,008,610	37,512,021	37,512,021
Gain on dealing in quoted securities		3,410,627	3,410,627	74,877,490	74,877,490
Gain on sale of government securities		51,780,751	51,780,751	95,810,700	95,810,700
Unrealized gains/(loss) on revaluation of held for trading investments - net		5,190,365	5,190,365	(263,302)	(263,302)
(Loss)/gain from dealing in foreign currencies		(22,099)	(22,099)	208,250	208,250
Other income		30,362,654	30,362,654	29,786,262	29,786,262
Total non mark-up/interest Income		142,642,963	142,642,963	238,844,455	238,844,455
		256,502,818	256,502,818	248,647,601	248,647,601
NON MARK-UP/INTEREST EXPENSES					
Administrative expenses		67,879,448	67,879,448	65,532,408	65,532,408
Impairment loss on quoted securities		10,641,115	10,641,115	-	-
Other provisions/ (reversals) /write offs		-	-	-	-
Other charges - penalties imposed by SBP		-	-	-	-
Total non mark-up/interest expenses		78,520,563	78,520,563	65,532,408	65,532,408
		177,982,255	177,982,255	183,115,193	183,115,193
Extra ordinary / unusual items		-	-	-	-
PROFIT BEFORE TAXATION		177,982,255	177,982,255	183,115,193	183,115,193
Taxation - Current		31,332,648	31,332,648	28,442,012	28,442,012
- Prior years		-	-	-	-
- Deferred		(19,154,038)	(19,154,038)	15,560,231	15,560,231
		12,178,610	12,178,610	44,002,243	44,002,243
PROFIT AFTER TAXATION		165,803,645	165,803,645	139,112,950	139,112,950
Earning Per Share - basic and diluted (Rupees)		0.251	0.251	0.211	0.211

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 PERIOD ENDED MARCH 31, 2016

	31 March 2016		31 March 2015	
	For the period ended Jan to Mar Rupees	For the three months ended Rupees	For the period ended Jan to Mar Rupees	For the three months ended Rupees
Profit after tax for the period	165,803,645	165,803,645	139,112,950	139,112,950
Other comprehensive income				
Items that will never be reclassified to profit and loss account				
Effect of recognition of actuarial loss	-	-	-	-
Comprehensive income - transferred to statement of changes in equity	<u>165,803,645</u>	<u>165,803,645</u>	<u>139,112,950</u>	<u>139,112,950</u>
Components of comprehensive income not reflected in equity				
Surplus on revaluation of securities - net of tax	105,410,961	105,410,961	39,957,275	39,957,275
Total comprehensive income	<u>271,214,606</u>	<u>271,214,606</u>	<u>179,070,225</u>	<u>179,070,225</u>

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 General Manager/Chief Executive


 Director

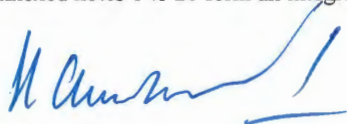

 Director


 Chairman

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED
CONDENSED INTERIM UNCONSOLIDATED CASH FLOW STATEMENT [UN-AUDITED]
FOR THE PERIOD ENDED MARCH 31, 2016

	31 March 2016 Rupees	31 March 2015 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	177,982,255	183,115,193
Less: Dividend income	(50,008,610)	(37,512,021)
	<u>127,973,645</u>	<u>145,603,172</u>
Adjustments for non-cash charges		
Depreciation/ amortization	31,016,543	27,601,244
Provision against non-performing loans and advances	43,601,253	108,705,725
Provision/ (reversal) for diminution in value of investments - TFCs	38,071,216	54,823,757
Provision for diminution in value of investments - Unquoted	50,000,000	20,000,000
Others provisions/ (reversals)	-	-
Advances written off	(1,408,249)	-
Loss on disposal of operating fixed assets	-	(1,239,999)
Provision for gratuity/compensated absences	1,001,616	1,255,464
Impairment loss/(reversal of impairment) on AFS securities	(4,081,763)	(21,881,728)
Impairment loss on quoted securities	10,641,115	-
Unrealized loss/(gain) on revaluation of held for trading investments - net	(5,190,365)	263,302
	<u>163,651,366</u>	<u>189,527,765</u>
	<u>291,625,011</u>	<u>335,130,937</u>
Decrease/ (increase) in operating assets		
Lendings to financial institutions and others	25,000,000	900,000,000
Advances	(154,916,711)	165,259,038
Other assets (excluding advance taxation)	338,090,808	143,350,732
	<u>208,174,097</u>	<u>1,208,609,770</u>
Increase/ (Decrease) in operating liabilities		
Borrowings from financial institutions	(405,000,000)	94,537,813
Deposits	-	(30,000,000)
Other liabilities (excluding current taxation)	78,372,713	(29,837,364)
	<u>(326,627,287)</u>	<u>34,700,449</u>
	<u>173,171,821</u>	<u>1,578,441,156</u>
Gratuity/compensated absences paid	(2,545,675)	(384,067)
Income tax/Excise duty paid	(66,977,435)	(56,380,541)
	<u>(69,523,110)</u>	<u>(56,764,608)</u>
Net cash generated from/ (used in) operating activities	<u>103,648,711</u>	<u>1,521,676,548</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Net investments in available for sale securities	(323,907,130)	(1,505,779,141)
Net investments in held to maturity securities	239,248,748	17,759,524
Net investment in held for trading securities	(92,815,019)	(639,147,201)
Dividend received	11,253,610	4,712,021
Investment in operating fixed assets	(4,481,172)	(6,034,354)
Sale proceeds on disposal of operating fixed assets- property and equipment	-	2,001,646
Net cash (used in)/ generated from investing activities	<u>(170,700,963)</u>	<u>(2,126,487,505)</u>
CASH FLOW FROM FINANCING ACTIVITIES	-	-
Decrease in cash and cash equivalents	<u>(67,052,252)</u>	<u>(604,810,957)</u>
Cash and cash equivalents at beginning of the year	<u>822,877,867</u>	<u>741,757,783</u>
Cash and cash equivalents at the end of the period	<u>755,825,615</u>	<u>136,946,826</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 PERIOD ENDED MARCH 31, 2016

	Share Capital Rupees	Reserve Fund Rupees	General Reserve Rupees	Unappropriated Profit Rupees	Total Rupees
Balance as at 31 December 2014 - Audited	6,000,000,000	561,263,576	358,662,940	1,666,254,393	8,586,180,909
Profit for the period ended 31 March 2015	-	-	-	139,112,950	139,112,950
Effect of recognition of actuarial losses	-	-	-	-	-
Total comprehensive income	-	-	-	139,112,950	139,112,950
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
Balance as at 31 March 2015 - Unaudited	6,000,000,000	561,263,576	358,662,940	1,819,931,032	8,739,857,548
Profit for the period ended 31 December 2015	-	-	-	584,592,166	584,592,166
Effect of recognition of actuarial gains	-	-	-	(1,480,562)	(1,480,562)
Total comprehensive income	-	-	-	583,111,604	583,111,604
Bonus shares issued	600,000,000	-	-	(600,000,000)	-
Transfer to reserve fund *	-	144,741,023	-	(144,741,023)	-
Transfer to general reserve	-	-	-	-	-
Transferred from surplus on revaluation of operating fixed assets - net of deferred tax	-	-	-	56,737,446	56,737,446
Balance as at 31 December 2015 - Audited	6,600,000,000	706,004,599	358,662,940	1,715,039,059	9,379,706,598
Profit for the period ended 31 March 2016	-	-	-	165,803,645	165,803,645
Effect of recognition of actuarial losses	-	-	-	-	-
Total comprehensive income	-	-	-	165,803,645	165,803,645
Transfer to reserve fund	-	-	-	-	-
Transfer to general reserve	-	-	-	-	-
Transferred from surplus on revaluation of operating fixed assets - net of deferred tax	-	-	-	17,211,435	17,211,435
Balance as at 31 March 2016 - Unaudited	6,600,000,000	706,004,599	358,662,940	1,898,054,139	9,562,721,678

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

* Under Circular No.1 dated 05 December 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 the 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 THREE MONTHS ENDED 31 MARCH 2016

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 2015. Comparative statement of financial position is extracted from the annual audited financial statements for the year ended 31 December 2015 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 2015.

3. STATEMENT OF COMPLIANCE

- 3.1** This condensed interim unconsolidated financial information of the Company for the three months ended 31 March 2016 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 SECP and SBP shall prevail.
- 3.2** The SBP through its BSD Circular Letter No.11 dated 11 September 2002 has deferred the implementation of International Accounting Standard (IAS) 39, 'Financial Instruments: Recognition and Measurement' and IAS 40, 'Investment Property' for Development Financial Institutions (DFIs) till further order. 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 2015.

5. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended 31 December 2015.

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL INFORMATION [UN-AUDITED]
FOR THE THREE MONTHS ENDED 31 MARCH 2016

		Unaudited 31 March 2016 Rupees	Audited 31 December 2015 Rupees	
6. CASH AND BALANCES WITH TREASURY BANKS				
Balance with State Bank of Pakistan		38,126,868	64,320,614	
Cash in hand		437,235	239,853	
		<u>38,564,103</u>	<u>64,560,467</u>	
7. BALANCES WITH OTHER BANKS				
On current accounts - local currency		6,032,326	6,655,659	
On deposit accounts				
- Local currency		692,123,694	732,529,963	
- Foreign currency		19,105,492	19,131,778	
		<u>717,261,512</u>	<u>758,317,400</u>	
8. LENDINGS TO FINANCIAL INSTITUTIONS				
Money market placements		155,000,000	180,000,000	
Reverse repo - Treasury Bills/PIBs		-	-	
		<u>155,000,000</u>	<u>180,000,000</u>	
9. INVESTMENTS				
	Note	Held by company Rupees	Given as collateral Rupees	Total Rupees
As on 31 March 2016 (Unaudited)	9.1	<u>6,910,486,634</u>	<u>6,030,374,768</u>	<u>12,940,861,402</u>
As on 31 December 2015 (Audited)	9.1	<u>6,344,045,800</u>	<u>6,358,195,317</u>	<u>12,702,241,117</u>

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED
 NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL INFORMATION [UN-AUDITED]
 FOR THE THREE MONTHS ENDED 31 MARCH 2016

	Unaudited 31 March 2016 Rupees	Audited 31 December 2015 Rupees
9.1 INVESTMENTS BY TYPE		
Held-for-trading securities		
-Quoted shares	92,815,019	-
-Pakistan Investment Bonds (PIBs)	-	-
	92,815,019	-
Available-for-sale securities		
-Quoted shares	1,711,465,163	1,289,390,956
-Unquoted shares	453,833,048	703,833,048
-Market Treasury Bills	451,835,770	523,211,395
-Pakistan Investment Bonds (PIBs)	9,004,075,150	8,754,013,478
-Term Finance Certificates (TFCs)	110,170,794	137,023,918
-Mutual Funds	-	-
-Other-Islamabad Stock Exchange Membership	2,500,000	2,500,000
	11,733,879,925	11,409,972,795
Held-to-maturity securities		
-Term Finance Certificates (TFCs)	566,866,374	806,115,122
	12,393,561,318	12,216,087,917
Investment in Subsidiaries		
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
	13,470,237,393	13,292,763,992
Provision for diminution in value of un-quoted investments	(341,302,066)	(291,302,066)
Provision against subsidiaries	(576,676,075)	(576,676,075)
Provision against term finance certificates-TFCs	(465,695,414)	(427,624,198)
Provision for impairment loss on quoted securities	(170,514,546)	(163,955,194)
	(1,554,188,101)	(1,459,557,533)
	11,916,049,292	11,833,206,459
Surplus on revaluation of AFS securities	1,019,621,745	869,034,658
Surplus on revaluation of HFT securities	5,190,365	-
	1,024,812,110	869,034,658
Investments (net of provisions)	12,940,861,402	12,702,241,117

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED
 NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL INFORMATION [UN-AUDITED]
 FOR THE THREE MONTHS ENDED 31 MARCH 2016

10. ADVANCES	Note	Unaudited 31 March 2016 Rupees	Audited 31 December 2015 Rupees
Loans, cash, credits, running finances, etc.			
- In Pakistan		8,711,358,731	8,550,931,490
- Outside Pakistan		-	-
		<u>8,711,358,731</u>	<u>8,550,931,490</u>
Net investment in finance lease			
- In Pakistan		177,453,907	182,631,084
- Outside Pakistan		-	-
		<u>177,453,907</u>	<u>182,631,084</u>
		<u>8,888,812,638</u>	<u>8,733,562,574</u>
Less: Provision for non-performing advances	10.1	<u>2,141,382,897</u>	<u>2,099,189,893</u>
		<u>6,747,429,741</u>	<u>6,634,372,681</u>
Staff Loans & Advances		40,248,369	40,581,722
		<u>6,787,678,110</u>	<u>6,674,954,403</u>

10.1 Advances include Rs.2,355,157,897 (31 December 2015: Rs. 2,815,675,026) which have been placed under non-performing status as detailed below:-

31 March 2016					
Category of Classification	Domestic Rupees	Overseas Rupees	Total Rupees	Provision Required Rupees	Provision Held Rupees
Substandard	-	-	-	-	-
Doubtful	200,000,000	-	200,000,000	-	-
Loss	2,155,157,897	-	2,155,157,897	2,141,382,897	2,141,382,897
	<u>2,355,157,897</u>	<u>-</u>	<u>2,355,157,897</u>	<u>2,141,382,897</u>	<u>2,141,382,897</u>
31 December 2015					
Category of Classification	Domestic Rupees	Overseas Rupees	Total Rupees	Provision Required Rupees	Provision Held Rupees
Substandard	458,333,333	-	458,333,333	-	-
Doubtful	200,000,000	-	200,000,000	-	-
Loss	2,157,341,693	-	2,157,341,693	2,099,189,893	2,099,189,893
	<u>2,815,675,026</u>	<u>-</u>	<u>2,815,675,026</u>	<u>2,099,189,893</u>	<u>2,099,189,893</u>

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL INFORMATION [UN-AUDITED]
FOR THE THREE MONTHS ENDED 31 MARCH 2016

	Note	Unaudited 31 March 2016 Rupees	Audited 31 December 2015 Rupees
11 OPERATING FIXED ASSETS			
Carrying amount at beginning of the period		2,738,964,706	2,255,080,030
Additions during the period	11.1	4,481,172	39,031,050
Book value of disposals	11.2	-	(15,762,297)
Revaluation surplus		-	578,682,096
Depreciation for the period		(31,016,543)	(118,066,173)
Carrying amount at the end of the period		<u>2,712,429,335</u>	<u>2,738,964,706</u>

11.1 Additions during the period / year represents the following:-

Office equipments	1,541,160	4,754,405
Electrical appliances	485,788	2,634,041
Furniture, fixture & fittings	-	279,459
Building	-	5,559,370
Motor vehicles	2,454,224	10,268,512
Elevators	-	14,327,786
Intangible assets	-	1,207,477
Work-in-progress	-	-
	<u>4,481,172</u>	<u>39,031,050</u>

11.2 Book value of disposals

Motor vehicles	-	2,843,584
Office Equipments	-	59,274
Furniture, fixtures and fittings	-	36,673
Fire fighting equipments	-	15,741
Electrical and gas appliances	-	302,316
Elevators	-	12,504,709
Miscellaneous items	-	-
	<u>-</u>	<u>15,762,297</u>

12 OTHER ASSETS

Deposits, prepayments and other receivables	12.1	1,353,851,808	1,322,263,341
Income accrued and other receivables	12.2	380,891,000	646,170,488
		<u>1,734,742,808</u>	<u>1,968,433,829</u>

12.1 Deposits, prepayments and other receivables

Advances to suppliers		10,144,270	7,068,090
Advances for purchase of shares		256,792	256,792
Security deposits		7,398,245	7,398,245
Prepayments		15,053,664	3,209,117
Non banking assets acquired in satisfaction of claims	12.1.1	356,494,933	356,494,933
Amounts receivable from stock brokers		(21,761,531)	27,215,516
Advance tax and FED		1,088,782,497	1,023,137,710
Other receivables		15,000,000	15,000,000
		<u>1,471,368,870</u>	<u>1,439,780,403</u>
Less: Provision against other assets		(117,517,062)	(117,517,062)
		<u>1,353,851,808</u>	<u>1,322,263,341</u>

12.1.1 Market value of non banking assets acquired in satisfaction of claims amounts to Rs. 272.288 million (31 December 2015: 272.288 million).

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	Note	Unaudited 31 March 2016 Rupees	Audited 31 December 2015 Rupees
12.2 Income accrued and other receivables			
Accrued fee and commission		6,577,073	6,580,204
Accrued dividend income		38,755,000	-
Accrued income from advances		937,009,416	938,162,943
Accrued income from investments		450,802,335	759,940,544
Accrued income from lending to financial institutions		30,110	67,096
Others		7,740,965	10,621,000
		<u>1,440,914,899</u>	<u>1,715,371,787</u>
Less: Suspense Account		1,060,023,899	1,069,201,299
		<u>380,891,000</u>	<u>646,170,488</u>

13 BORROWINGS FROM FINANCIAL INSTITUTIONS

Against book debts / receivables		5,500,000,000	5,550,000,000
Against SBP refinance schemes	13.1	245,452,912	245,452,912
Against PIBs / T-bill repos		5,855,000,000	6,215,000,000
Against clean / letter based financing		5,000,000	-
		<u>11,605,452,912</u>	<u>12,010,452,912</u>

13.1 This represents the outstanding balance of facilities availed from SBP under LT-FF Scheme amounting to Rs. 245.453 million (December 31, 2015: Rs. 245.453 million).

	Note	Unaudited 31 March 2016 Rupees	Audited 31 December 2015 Rupees
14 DEPOSITS AND OTHER ACCOUNTS			
Certificate of investments (COIs)	14.1	<u>7,000,000</u>	<u>7,000,000</u>

14.1 This represents certificate of investments (COIs) issued to Saudi Pak Employees Contibutory Provident Fund. The mark up is charged at 6.75% per annum (2015: 6.75%) . This is repayable in the month of May 2016.

	Note	Unaudited 31 March 2016 Rupees	Audited 31 December 2015 Rupees
15 OTHER LIABILITIES			
Provision for staff gratuity		1,001,616	2,090,658
Provision for compensated absences		4,138,225	4,593,242
Advance Rental-Saudipak Tower		66,583,263	41,531,332
Interest/markup accrued on borrowings		151,199,251	96,300,823
Directors' remuneration		4,193,334	3,250,660
Corporate income tax payable		255,166,522	225,166,522
Other payable and expenses accrued		74,132,713	76,653,034
		<u>556,414,924</u>	<u>449,586,271</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 2015 except for the following:

	Unaudited 31 March 2016 Rupees	Audited 31 December 2015 Rupees
16.1 Non disbursed commitment for term and working capital finance	502,147,000	430,000,000
16.2 Commitments for the acquisition of operating fixed assets	3,425,732	4,966,892
	<u>505,572,732</u>	<u>434,966,892</u>

16.3 Tax Contingencies

Sales Tax and Federal Excise Duty

The Deputy Commissioner Inland Revenue, Audit - IV, Zone – II, Large Taxpayers Unit, Islamabad in terms of Order in Original 03/2016 dated March 24, 2016 created demand of Rs.32,128,409 for the year 2011. An appeal against the aforesaid order dated March 24, 2016 has been filed before the Commissioner Inland Revenue - (Appeals).

	Unaudited 31 March 2016 Rupees	Unaudited 31 March 2015 Rupees
17 MARK-UP/RETURN/INTEREST EARNED		
Income from investments	266,543,913	253,804,741
Income from advances	159,059,158	168,160,593
Income from lending to financial institutions	6,870,431	16,321,153
	<u>432,473,502</u>	<u>438,286,487</u>
18 MARK-UP/RETURN/INTEREST EXPENSED		
Short Term Borrowings	90,614,262	44,968,218
Long Term Borrowings	48,220,645	83,978,545
Borrowing cost on Repos	47,670,418	115,115,696
Brokerage Fee & Commission	435,853	891,400
	<u>186,941,178</u>	<u>244,953,859</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
		31 March 2016 Rupees	31 December 2015 Rupees
<u>Outstanding balances at the period / year end</u>			
- Subsidiary/Associated companies			
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
Security deposit	Saudi Pak Real Estate Company Ltd	278,280	278,280
Rent received in advance	Saudi Pak Real Estate Company Ltd	-	805,391
Rent receivable	Saudi Pak Real Estate Company Ltd	966,466	-
Rent receivable	Saudi Pak Leasing Company Ltd	-	46,585
Rent payable for generator	Saudi Pak Leasing Company Ltd	35,895	30,000
- Key management personnel			
Advances to executives		34,567,820	30,995,219
- Employee funds			
Deposits against COIs	Employee Funds	7,000,000	7,000,000
Interest payable	Employee Funds	168,287	50,486
Contribution payable	Staff Gatuity Fund	1,001,616	2,090,657
		Unaudited	Unaudited
		31 March	31 March
		2016	2015
		Rupees	Rupees
<u>Transactions during the period</u>			
- Subsidiary/Associated companies			
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	139,755
Rent paid for generator	Saudi Pak Leasing Company Ltd	30,000	33,776
Rent receivable	Saudi Pak Real Estate Company Ltd	966,466	-
- Key management personnel			
Advances to executives		1,891,800	14,037,500
Repayment of advances		1,929,132	3,223,414
- Employee funds			
Contributions	Employee Provident Fund	1,337,330	1,143,999
Interest expensed	Employee Provident Fund	117,801	172,602
Contributions	Staff Gatuity Fund	2,090,657	-
Contribution payable	Staff Gatuity Fund	1,001,616	-

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 29 APR 2016

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


 General Manager/Chief Executive


 Director


 Director


 Chairman